

BANK RECONCILIATION STATEMENT

Solution 1

Bank Reconciliation Statement

Particulars	Amount
Balance as per cash book	1,20,000
Add : Cheque issued but not presented	68,000
Less : Bank charges	(300)
Add : Interest credited	1,500
Balance as per Pass book	1,89,200

Solution 2

Bank Reconciliation Statement

Particulars	Amount
Balance as per cash book	2,40,000
Add : Cheque issued but not presented	1,36,000
Less : Cheque deposited but not yet cleared	(90,000)
Less : Bank charges	(300)
Add : Interest credited	1,250
Balance as per Pass book	2,86,950

Solution 3

Bank Reconciliation Statement

Particulars	Amount
Balance as per Cash book (Overdraft)	(6,340)
Less: Interest debited in the Pass Book but not yet entered in the Cash Book	(160)
Less: Bank charges debited in the Pass Book but not entered in the Cash Book	(400)
Add : Cheque issued but not presented/cashed	11,68,000
Less : Cheque paid into bank but not yet cleared	(22,17,000)
Add : Interest on investments collected by the bank	12,00,000
Balance as per Pass Book	1,44,100

Solution 4

Bank Reconciliation Statement

Particulars	Amount
Balance as per Cash book (Overdraft)	(22,45,900)
Less : Interest charged by the bank	(2,78,700)
Add : Cheque issued but not presented	6,60,000
Add : Transport subsidy not yet recorded in the Cash Book	14,25,000
Less : Draft deposited in bank but not yet credited	(13,50,000)
Add : Bills for collection credited in the bank not yet entered in the cash book	8,36,000
Less : Wrong debit by the bank, under verification	(7,40,000)
Overdraft Balance as per Pass Book	(16,93,600)

Solution 5

Bank Reconciliation Statement as on 31st March, 2023

Particulars	Amount ₹
Balance as per Pass Book (Dr.)	(3,500)
Add: Cheques deposited but returned on 24th March, 2023	2,500
Discounted bill from Mr. Balaji dishonoured	5,000
Wrong debit in cashbook	1,500

Less: Bill collected by bank (2,500+500)	(3000)
Balance as per Cash book (Dr. / Favourable)	2,500

Solution 6

Bank Reconciliation Statement

Particulars	Amount
Balance as per Cash book	60,000
Add : Cheque issued but not presented	11,00,000
Less : Cheque deposited in bank but not yet credited	(11,40,000)
Less : Cheque received and recorded in cash book but not yet banked	(5,00,000)
Less : Cheque dishonoured by the bank; dishonour entry not yet passed in cash book	(4,00,000)
Less : Bank charges debited by the bank	(2,000)
Add : Cheques directly deposited by a customer not yet recorded in cash book	5,00,000
Balance as per Pass Book (Overdraft) (Dr.)	(3,82,000)

Solution 7

Bank Reconciliation Statement

Particulars	Amount
Balance as per Cash book	37,20,000
Add : Cheque issued but not presented	7,20,000
Add : Dividend received by bank not entered in cash book	5,00,000
Add : Interest allowed by bank	12,500
Less : Cheque deposited in bank but not yet credited	(15,40,000)
Less : Bank charges debited by the bank	(2,000)
Less : A cheque deposited into bank was dishonoured	(3,20,000)
Less : House tax paid by bank	(3,50,000)
Balance as per Pass Book	27,40,500

Solution 8

Bank Reconciliation Statement as on 31st March, 2023

	₹	₹
Bank balance as per Pass book		25,00,000
Add: Bills dishonoured not recorded in the cash book	12,50,000	
Cheque received entered twice in the cash book	25,000	
Insurance premium paid directly not recorded in cash book	1,50,000	
Cheque received but not sent to the bank	28,00,000	
Credit side of the bank column cast short	5,000	42,30,000
Less: Cheque deposited into the bank but no entry was passed in the cash book	12,50,000	
Bank charges recorded twice in the cash book	5,000	
Cheque issued but not presented to the bank	<u>12,50,000</u>	<u>(25,05,000)</u>
Bank balance as per Cash book		42,25,000

Solution 9

Bank Reconciliation Statement

Particulars	Amount
Balance as per Cash book	18,60,000
Add : Cheque issued but not presented	3,60,000
Add : Dividend collected by the bank directly but not recorded in the cash book	2,50,000
Add : Interest allowed by bank	6,250
Less : Cheque deposited in bank but not yet credited	(7,70,000)

Less : Bank charges debited by the bank not entered in cash book	(1,000)
Less : Cheque deposited into bank was dishonored but no intimation received	(1,60,000)
Less : Bank paid house tax on our behalf but no intimation received from bank	(1,75,000)
Balance as per Pass Book	13,70,250

Solution 10

Bank Reconciliation Statement as on 30th November, 2023

	Particulars	Amount	Amount
	Bank Overdraft as per Bank Statement		(3,200)
Less:	Debit side of the Cash Book was undercast	400	
Less:	Cheque issued but debited by the Bank to another customer's account by mistake	1,600	
Less:	Dividend directly collected by Bank but not entered in the Cash Book	100	
Less:	Cheque issued but yet to be presented for payment	1,300	(3,400)
Add:	Cheque issued for 172 posted in the Cash Book as 127	45	
Add:	Cheque dishonoured but not recorded in the Cash Book	425	
Add:	Wrong debit by the Bank to Hari's A/c	150	
Add:	Cheque deposited but yet to be credited	1,200	
Add:	Interest debited by Bank and yet to be entered in the Cash Book	300	2,120
	Bank overdraft as per the Cash Book (Cr.)		(4,480)

Solution 11

Alternative 1

Bank Reconciliation Statement as on 30th June 2023

	Particulars	Amount	Amount
Add:	Overdraft as per Pass Book (Dr. Balance)		25,000
	Cheques issued but not presented ₹ (34,000-20,000)	14,000	
	Cheques deposited into the Bank by Customer but not entered in Cash Book	400	
	Bank charges written twice in Cash Book	80	14,480
			39,480
Less:	Cheques received, recorded in cash Book but not sent to the Bank	4,000	
	Cheques sent to the Bank but not collected	6,000	
	Direct payment made by the bank not recorded in the Cash book	600	
	Interest on Overdraft charged by Bank	1,600	
	Insurance charges not entered in Cash Book	70	
	Credit side of bank column of Cash Book was undercast	2,000	(14,270)
	Overdraft as per Cash Book		25,210

Alternative 2

Bank Reconciliation Statement as on 30th June 2023

	Particulars	Amount	Amount
Less:	Overdraft as per Pass Book (Dr. Balance)		(25,000)
	Cheques issued but not presented ₹ (34,000-20,000)	14,000	
	Cheques deposited into the Bank by Customer but not entered in Cash Book	400	
	Bank charges written twice in Cash Book	80	(14,480)
			(39,480)

Add:	Cheques received, recorded in cash Book but not sent to the Bank	4,000	
	Cheques sent to the Bank but not collected	6,000	
	Direct payment made by the bank not recorded in the Cash book	600	
	Interest on Overdraft charged by Bank	1,600	
	Insurance charges not entered in Cash Book	70	
	Credit side of bank column of Cash Book was undercast	2,000	14,270
	Overdraft as per Cash Book		(25,210)

Solution 12

Cash Book (Bank column)

Date	Particulars	Amount	Date	Particulars	Amount
30.12.23	To Balance b/d	4,610	30.12.23	By Trade receivables (Cheque dishonoured)	73,000
	To Dividend Received	3,80,000		By Bank interest & charges	4,200
				By Trade Subscription	10,000
				By Balance c/d	2,97,410
		3,84,610			3,84,610

Bank Reconciliation Statement

Particulars	Amount
Balance as per Cash book	2,97,410
Add : Cheque issued but not presented	6,30,000
Less: Cheque paid/deposited into bank but not yet cleared	(2,50,000)
Less: Cheque wrongly charged	(27,000)
Balance as per Pass Book	6,50,410

Solution 13

Cash Book (Bank column)

Date	Particulars	Amount	Date	Particulars	Amount
31.03.23	To Balance b/d	32,50,000	31.03.23	By Bank Charges	12,500
	To Dividend Received	1,25,000		By Insurance Premium	15,900
				By Trade receivables (cheque dishonoured)	1,30,000
				By Cash (wrongly recorded cash sales)	2,55,000
				By Balance c/d	29,61,600
		33,75,000			33,75,000

Bank Reconciliation Statement

Particulars	Amount
Balance as per Cash book	29,61,600
Add : Cheque issued but not presented	35,62,000
Less: Cheque paid/deposited into bank but not yet cleared	(44,75,000)
Add: Wrong credit given by bank	1,50,000
Balance as per Pass Book	21,98,600

The bank balance of ₹ 29,61,600 will appear in the trial balance as on 31st March, 2023.

Note: Cash sales should have been recorded by passing the following entry:

Cash A/c Dr 2,55,000
 To Sales A/c 2,55,000

But it has been wrongly debited to Bank A/c, so following rectification entry has been passed:

Cash A/c Dr 2,55,000
 To Bank A/c 2,55,000

Solution 14

Dr.		Cash Book (Revised)		Cr.
Particulars	Amount	Particulars	Amount	
To Party A/c (Twicely Credited, now rectify)	18,000	By Balance b/d	8,062	
To Customers A/c	1,15,400	By Bank charges A/c	280	
To Bills receivables A/c	59,000	By Customer (B/R dishonoured)	1,60,000	
To Balance c/d (Bal. Fig.)	1,75,942	By Bills payable A/c	2,00,000	
	3,68,342		3,68,342	

Bank Reconciliation Statement As on 30th September, 2023**Alternative 1**

Particulars		Amount
Credit Balance as per Cash Book		1,75,942
Add: A cheque for ₹ 11,14,000 deposited on 29th Sep. 2023 was credited by the bank only on 3rd October, 2023		11,14,000
		12,89,942
Less: On 6th Sep., 2023 the bank Credited ₹ 30,000 to XYZ in error	30,000	
Cheque issued up to 30th Sep., 2023 but not presented for payment up to that date totalled ₹ 13,46,000	<u>13,46,000</u>	<u>13,76,000</u>
Credit Balance as per pass book		86,058

Bank Reconciliation Statement As on 30th September, 2023**Alternative 2**

Particulars		Amount
Credit Balance (Overdraft) as per cash Book		(1,75,942)
Less: A cheque for ₹ 11,14,000 deposited on 29th Sep. 2023 was credited by the bank only on 3rd October, 2023		(11,14,000)
Add: On 6th Sep., 2023 the bank Credited ₹ 30,000 to XYZ in error		30,000
Add: Cheque issued up to 30th Sep., 2023 but not presented for payment up to that date totalled ₹ 13,46,000		13,46,000
Credit Balance (Favourable) as per pass book		86,058

Solution 15**Bank Reconciliation Statement as on 31st March, 2023**

Particulars		Amount ₹
Overdraft as per Pass Book		(8,800)
Less: (i) Cheques issued but not presented till 31st March	5,800	
(ii) Transfer from fixed deposit	2,000	
Direct deposit by M/s Rajesh Trader	400	(8,200)
		(17,000)
Add: (i) Cheques deposited but not cleared (5,800 - 2,000)	3,800	
(ii) Dividend collected excess recorded in Cash Book (1,520-1,250)	270	
(ii) Interest on overdraft debited in Pass Book only	930	
Corporation tax paid appeared in Pass Book only	1200	6,200
Overdraft as per Cash Book		(10,800)

Solution 16**(i) Adjusted Cash Book as on 31-03-2023**

Particulars	₹	Particulars	₹
To Interest on deposit	1,000	By balance b/d	98,700
To Customer a/c- Cheque returned	1,500	By bank charges & interest (35 + 2,860)	2,895
To Balance c/d	1,03,595	By customer a/c - cheque dishonoured	500
		By Discount allowed (1,00,000 -96,000)	4,000
	1,06,095		1,06,095

(ii) Bank Reconciliation Statement as on 31st March, 2023

Particulars	₹	₹
Overdraft as per Adjusted Cash book		(1,03,595)
Less: Cheque deposited but not credited in the bank	2,600	
Cheque returned 'out of date' by the bank	3,500	(6,100)
		(1,09,695)
Add: Cheques issued but not presented in the bank	7,400	
Cheque deposited in another account wrongly credited to this account by the bank	1,550	
Cheque drawn in this a/c wrongly debited to another A/c	800	9,750
Overdraft balance as per Bank Statement		(99,945)

*Adjusted Cash book has been given here for better understanding. However, these adjustments may be routed through Bank Reconciliation Statement without preparing adjusted cash book.

Solution 17**Adjusted Cash Book as on 31st December, 2023**

Particulars	₹	Particulars	₹
To Balance b/d	1,98,000	By Bank charges	34,000
To Debtors	1,00,000	By Debtor (cheque dishonour)	5,000
		By Balance c/d	2,59,000
	2,98,000		2,98,000

Bank Reconciliation Statement as on 31st December, 2023

Particulars	₹	₹
Balance as per adjusted cash book		2,59,000
ADD: Cheque issued but not presented	45,000	
Payment not effected by bank	4,000	49,000
		3,08,000
LESS: Cheque deposited but not cleared	25,000	25,000
Balance as per Bank pass book		2,83,000

*Adjusted Cash book has been given here for better understanding. However, these adjustments may be routed through Bank Reconciliation Statement without preparing adjusted cash book.

Solution 18

In the Books of G
Cash Book (Bank Column)

Receipts	₹	Payments	₹
To Balance b/d	4,45,000	By Insurance premium A/c	2,700
To Dividend A/c	4,000	By Correction of errors	500

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To Rent A/c	60,000	By Bank charges	150
To Bill receivable A/c	5,900	By Bill payable	20,000
		By Balance c/d	4,91,550
	5,14,900		5,14,900

Bank Reconciliation Statement as on 30th June, 2023

	₹
Adjusted balance as per cash book	4,91,550
Add: Cheques issued but not presented for payment till 30th June, 2023	60,000
Less: Cheques paid into bank for collection but not collected till 30th June, 2023	(55,500)
Balance as per pass book	4,96,050

Solution 19

Bank Reconciliation Statement of Satyam Traders as on 31st March, 2023

Particulars	Amount	Amount
Balance as per Cash Book		4,12,200
Add:		
Mistake in bringing forward ₹18,500/-debit Balance as credit balance on 22nd March	37,000	
Cheques issued but not presented Issued = ₹42,000 less cashed 28,500 = ₹13,500/-	13,500	
Dividend directly collected but not entered in cash book	35,000	
Cheques recorded twice in the cash book	1,29,000	
Wrongly credited cheque by bank	25,000	
Discount amount wrongly entered in bank column	500	
TOTAL		2,40,000
Less:		
Wrong casting in cash book on 12th March, 2023	12,000	
Cheque issued and not entered in the Bank Column	85,000	
Fire Insurance premium paid directly by bank	20,000	
Cheque dishonored not recorded in books	5,000	
Credit card payment not recorded in cash book	2,500	
Cheque wrongly deposited by bank in savings account	2,000	
Bank charges debited not recorded in cash book	200	
TOTAL		1,26,700
Balance as per the Passbook		5,25,500
No effects of cheque deposit directly and dishonored in the same Month. Alternatively figure of ₹ 32,000/- can be added as well as deducted from balance as per cash book.		

Solution 20

Bank Reconciliation Statement of Mr. Karan as on 31st Dec., 2023

Particulars	Details ₹	Amount ₹
Balance as per the Cash Book		2,60,400
Add: Wrong Casting in Cash book as on 15th December, 2023	10,000	
Mistake in bringing forward ₹ 8,460 debit balance as credit balance	16,920	
Cheques issued but not presented:		
Issued	12,370	
Encashed	(9,360)	
Dividend directly collected by bank but not yet entered in Cash Book	35,000	
Cheque recorded twice in the Cash Book	1,75,000	
Bill for Collection credited in Bank not entered in Cash Book	53,000	
		2,92,930

Less: Cheques issued but not entered in the Bank column	1,18,000	
Fire Ins. Premium paid by bank directly not recorded in Cash Book	7,900	
Discount allowed wrongly entered in Cash Book	1,800	(1,27,700)
Balance as per the Pass Book		4,25,630

Note: The above answer has been given considering that the books are not closed on 31st December, 2023. Alternatively, If the books are to be closed on 31st December, then adjusted cash book will be prepared as given below:

Adjusted Cash Book

Particulars	Amount ₹	Particulars	Amount ₹
To Balance b/d	2,60,400	By cheques not entered	1,18,000
To wrong casting	10,000	By Fire Insurance Premium	7,900
To error for wrong posting	16,920	By discount wrongly entered	1,800
To dividends collected by bank	35,000	By balance c/d	3,69,620
To cheques recorded twice	1,75,000		
	4,97,320		4,97,320

Bank Reconciliation Statement

Particulars	₹
Balance as per the Cash Book (corrected)	3,69,620
Add: Cheques issued but not yet presented	3,010
Bill for collection credited by Bank	53,000
Balance as per the Pass Book	4,25,630