

* Bills of Exchange *

PART-17

19.3.20, P. 5] In the books of Bhagwan [Drawer]

Journal entries

| SR. NO. | ① | 4F | Dr. | Cr. |
|---------|---|----|------|------|
| 1] | Deo Alc dr. To, Sale Alc | | 3000 | 3000 |
| | [Being goods sold on credit] | | | |
| 2] | Bills Receivable Alc dr. To, Deo Alc | | 3000 | 3000 |
| | [Being bill drawn for 2 months and accepted] | | | |
| 3] | Ishwar Alc dr. To, Bills receivable Alc | | 3000 | 3000 |
| | [Being bill endorsed] | | | |
| 4] | Deo Alc dr. To, Ishwar Alc | | 3020 | 3020 |
| | [Being endorsed bill dishonoured & noting charges paid by endorsed] | | | |
| 5] | Deo Alc dr. To, Interest Alc | | 130 | 130 |
| | [Being interest charged] | | | |
| 6] | Bills receivable Alc dr. To, Deo Alc | | 3150 | 3150 |
| | [Being new bill drawn along with interest & noting charges] | | | |

| SR. NO. | Dr. | Cr. |
|---------|---|-------|
| 7] | Deo A/c | |
| | To, Bills receivable A/c | 3150 |
| | [Being bill dishonoured due to insolvency] | |
| 8] | Cash A/c | |
| | To, Deo A/c | 3150 |
| | Bad debts A/c | |
| | To, Deo A/c | 3150 |
| | [Being Part Payment received due to insolvency] | |
| | Total → | 21600 |
| | | 21600 |

| Dr. | | Deo A/c [Drawee] | | Cr. | |
|---------|----------------------|------------------|-----|----------------------|-------------|
| SR. NO. | Dr. | SR. NO. | Cr. | SR. NO. | Cr. |
| | To, sale A/c | 3000 | | By, bills receivable | 3000 |
| | To, Ishwar | 3020 | | By, bills receivable | 3150 |
| | To, Interest | 130 | | By, Cash A/c | 630 |
| | To, bills receivable | 3150 | | By, Bad debts A/c | 2520 |
| | | <u>9280</u> | | ← Total → | <u>9280</u> |

Pg. 3 to, Q. 7]

In the books of Mahendra [Drawer]

Journal Entries

| SR. NO. | (P) | L/F | Dr. | Cr. |
|---------|---|-----|-------------|------|
| 1] | Ravindra Alc To, Sale Alc | dr. | 6000 | 6000 |
| | [Being goods sold on credit] | | | |
| 2] | Bills receivable Alc To, Ravindra Alc | dr. | 6000 | 6000 |
| | [Being bill drawn for 3 months & accepted] | | | |
| 3] | Cash Alc Discount Alc | dr. | 5900 100 | 6000 |
| | To, Bills receivable Alc [Being bill discounted with bank] | | | |
| 4] | Ravindra Alc To, Bank Alc | dr. | 6000 | 6000 |
| | [Being discounted bill dishonoured] | | | |
| 5] | Cash Alc To, Ravindra Alc | dr. | 3000 | 3000 |
| | [Being Part Payment received] | | | |
| 6] | Ravindra Alc To, Interest Alc | dr. | 60 | 60 |
| | [Being Interest charged] | | | |

| SR. NO. | (P) | J/F | Dr. | Cr. |
|---|---|------------|--------------|-------|
| 7) | Bills receivable Alc To, Ravindra Alc | dr. | 3060 | 3060 |
| [Being new bill drawn along with interest] | | | | |
| 8) | Ravindra Alc To, Bills receivable | dr. | 3060 | 3060 |
| [Being old bill dishonoured] | | | | |
| 9) | Cash Alc Bad debts Alc To, Ravindra Alc | dr. dr. | 1530 1530 | 3060 |
| [Being Part Payment received in case of insolvency] | | | | |
| Total → | | | 36240 | 36240 |

| Dr. | | Ravindra Alc [Drawee] | | | | Cr. | |
|---------|----------------------|-----------------------|--------------|-----------|----------------------|-----|--------------|
| SR. NO. | (P) | J/F | ₹ | SR. NO. | (P) | J/F | ₹ |
| | To, Sale Alc | | 6000 | | By, bills receivable | | 6000 |
| | To, Bank Alc | | 6000 | | By, cash Alc | | 3000 |
| | To, Interest | | 60 | | By, bills receivable | | 3060 |
| | To, Bills receivable | | 3060 | | By, cash Alc | | 1530 |
| | | | | | By, Bad debts Alc | | 1530 |
| | | | <u>15120</u> | ← Total → | | | <u>15120</u> |