

$$12000 \times \frac{10}{100} \times \frac{2}{12} = 200$$

$$\frac{24000}{12000} + \text{Int } 10\%$$

In the books of Giridhar. [Drawer]

Journal Entries

Date		Dr	Cr	D.R	C.R
12 th March 2007	Bills Receivable A/c	D.R		24000	
	To, Shridhar A/c		A/c		24000
	[Being bill drawn for 3 m]				
12 th March 2007	Endorsee [Murlidhar] A/c	D.R		24000	
	To, bills Receivable A/c		A/c		24000
	[Being bill endorsed]				
12 th June 2007	Shridhar A/c	D.R		24000	
	To, Murlidhar A/c		A/c		24000
	[Being endorse bill cancelled]				
12 th	Cash A/c	D.R		12000	
	To, Shridhar A/c		A/c		12000
	[Being part payment received]				
12 th	Shridhar A/c	D.R		200	
	To, Interest A/c		A/c		200
	[Being interest charged]				
12 th	Bills Receivable A/c	D.R		12200	
	To, Shridhar A/c		A/c		12200
	[Being new bill drawn for 2 m]				
12 th	Banks for collection A/c	D.R		12200	
	To, bills Receivable A/c		A/c		12200
	[Being new bill sent to bank for collection]				
				c/d 108600	108600

12th June 2007
 + 2m
 12th Aug 2007
 + 3
 15th Aug 2007

→ Due date = 14th Aug 2007

14 th Aug 2007	Bank A/c	D.R	108600	108600
2007	Bank charges	A/c D.R	1200	
	To, Bank for collection			1200
	[Being bill sent to bank for collection honoured & bank charges charged]			
	Total :-		120800	120800

Munlihan A/c

Date	i	1/4	Σ	Date	i	1/4	Σ
12 th March 2007	To, balance b/d		24000	12 th March 2007	By, bills receivable		24000
12 th June 2007	To, Munlihan A/c		24000	12 th June 2007	By - cash		12000
12 th June 2007	To, interest		200	12 th June 2007	By, bills receivable		12200
	Total :-				Total :-		

In the books of Bunty [Drawer]

Journal Entries

Date		Dr	Cr
1]	Bills Receivable A/c To, Vicky A/c [Being bill drawn for 3]	DR 12000	CR 12000
2.]	Cash A/c Discount A/c To, bills receivable A/c [Being bill discounted]	DR 11800 200	CR 12000
3.]	Vicky A/c To, bank A/c [Being discounted bill dishen.]	DR 12000	CR 12000
4.]	Vicky A/c To, bank A/c [Being noting charges paid]	DR 100	CR 100
5.]	Cash Bank A/c To, Vicky A/c [Being part payment received by cheque & noting charges]	DR 3100	CR 3100
6.]	Vicky A/c To, interest A/c [Being interest charged]	DR 270	CR 270
7.]	Bills Receivable A/c To, Vicky A/c [Being new bill drawn for 3m]	DR 9270	CR 9270
		48740	48740

				48740	48740
8.]	Bank for collection	Ac	Dr	9270	
	To, bills Receivable	Ac			9270
	[Being bills sent to bank for collection]				
9.]	Bank	Ac	Dr	9200	
	Bank charges	Ac	Dr	70	
	To, bank for collection	Ac			9270
	[Being bill sent to bank for collection honoured]				

Vicky Ac

Date	i	1/4	₹	Date	i	1/4	₹
	To, balance b/d		12000		By, bills receivable		12000
	To, bank Ac		12000		By, bank Ac		3100
	To, bank Ac		100		By, bills receivable		9270
	To, interest Ac		270				
			24370				24370

$$\text{Discount} = \frac{10}{100} \times 12000 \times \frac{2}{12}$$

$$= 200$$