

SBOA SCHOOL AND JUNIOR COLLEGE -CHENNAI - 600 101

STD – XI

BILL OF EXCHANGE

1. On Jan. 01, 2006 Harsh accepted a months bill for Rs. 10,000 drawn on him by tanu for latter's benefit. Tanu discounted the bill on same day @ 8% p.a On the due date tanu sent a cheque to Harsh for honour the bill. Harsh duly honoured his acceptance. Record the journal entries in the Books of Tanu and Harsh.
2. Ritesh and Naina were in need of funds temporarily. On August 01 2005 Ritesh drew upon Naina a bill for Rs. 12,000 for 4 months. Naina Accepted the bill and returned to Ritesh. Ritesh discounted the Bill @ 8% p.a. Half amount of the discounted bill remitted to Naina. On due date, Ritesh sent the required sum to Naina, who met the bill. Journalise the transaction in the books of both the parties.
3. On Jan. 01, 2006, bhanu and Naman drew on each other a bill for Rs. 8,000 payable 3 months after the due date for their Mutual benefit. On January 02 they discounted with their bank each other's bill at 5% p.a. on the due date each met his Own's acceptance. Give journal entry in the books of Bhanu and Naman.
4. On Nov. 01, 2005 Sonia drawn a bill on sunny for Rs. 15,000 for 3 months for mutual accommodation. Sunny accepts the bill and return it to sonia. Sonia discounted the same with his bankers @ 6% p.a. The proceeds are shared between sonia and sunny in proportion of 2/3rd, 1/3rd respectively. On the due date sonia remits his proportion to sunny who fails to met the bill and as a result sonia has to meet it. Sunny Give a fresh acceptance for the amount due to sonia plus interest of Rs. 100 sunny meet his second acceptance on due date. Record the nece ssary journal entries in the books of sonia and sunny.
