



INDIAN SCHOOL AL WADI AL KABIR

Class: XI	Department: Commerce
Worksheet:1	Bills of Exchange

1. Calculate the maturity of the bills in the following cases:

	Date of bill	Period
(i)	1.6.2021	2 months
(ii)	30.9.2020	3 months
(iii)	12.05.2021	3 months
(iv)	23.11.2020	61 days

2. On 1st January, 2021, Ajay sold goods to Bhushan for ₹ 10,000. Ajay draws a bill of exchange for two months for the amount due which Bhushan accepts and returns it to Ajay, Bhushan met the bill on the due date. Pass Journal entries in the books of Ajay and Bhushan.
3. On Feb.1, 2021 A sold goods for ₹ 1,00,000 to B. B paid 40% immediately on which A allowed a cash discount of ₹ 500. For the balance A drew a bill on B payable after 1 month. The bill was met as per the provisions of Negotiable Instrument Act. Journalise the above transactions in the books of A and B.
4. Vishal sold goods for ₹ 7,000 to Manju on Jan. 1, 2021 and drew upon her a bill of exchange payable after 2 months. Manju accepted Vishal's draft and handed over the same to Vishal after acceptance. On 4/1/2021 Vishal discounted the bill with his bank @ 12% p.a. On the due date Manju met her acceptance. Journalise the above transactions in the books of Vishal and Manju.
5. On 15th February, 2021, X sold goods to Y for ₹ 6,000. On the same day, Y accepted a bill drawn upon him by X for three months for ₹ 6,000. On 18/2/21 X discounted the bill at 15% p.a. at his bank and Y met the bill on maturity. Make Journal entries in the books of both the parties.
6. On 1.1.2021, A sold goods to B for 5,000 plus IGST @ 18%. A received a cheque 1,900 from B and drew a bill for the balance payable after 3 months. The bill was duly accepted by B. A immediately discounted the bill with the bank for 3,890. B met the bill on maturity. Pass the entry in the books of drawer.
7. B owed ₹ 5,100 to A. On 1.4.2021, he accepted a bill for ₹ 5,000 for two months drawn by A in full settlement of his debt. On 10.4.2021, A endorsed the bill to his creditor C. The bill was duly met on the date of maturity. Pass Journal entries in the

books of A, B and C.

8. X sold goods to Y for Rs. 10,000 @ 10% trade discount. X drew a bill for the amount payable after 2 months which was duly accepted by Y. X endorsed the bill to Z in full settlement of 9500. On maturity the bill was duly met. Journalize in books of X, Y & Z.
9. X sold goods to Y for Rs. 20,000 @ 10% trade discount. X drew a bill for the amount payable after 3 months which was duly accepted by Y. X endorsed the bill to Z. Z discounted the bill with his bank for 17,500. On maturity the bill was duly met. Journalize in books of X, Y & Z.
10. On 1st June 2021, A sells goods to B for ₹ 12,000. On that date, B accepted a bill drawn upon him by A at two months for ₹ 12,000. A sends the bill to the Banker for collection. In due course, A receives the information from the Bank that the bill has been duly met.
Pass Journal Entries in the books of A and B.
11. On 1st July 2021, X sells goods to Y for ₹ 10,000. On that date, Y accepted a bill drawn upon him by X at three months for ₹ 10,000. A sends the bill to the Banker for collection. The bill was duly met on maturity.
Pass Journal Entries in the books of X and Y.
12. On Apr 1, 2021, Kusum sold goods for ₹ 30,000 to Pushpa and drew upon her three bills of exchanges of ₹ 10,000 each payable after one month, two months and three months respectively. The first bill was retained by Kusum till its maturity. The second bill was endorsed by her in favour of her creditor Khushboo and on 4/5/2021 the third bill was discounted by her @ 6% p.a. All the bills were met by Pushpa. Journalise the above transactions in the books of Kusum.
13. On 10th April, 2021, X sold goods to Y for ₹ 80,000 and draws a bill for 2 months upon Y for the amount due. Y accepted the bill and returned it to X. On due date the bill became dishonoured and X paid ₹ 400 as Noting Charges. Fifteen days later Y pays the amount due to X. Pass Journal entries in the books of both the parties.
14. On 1st January, 2021, Dinesh purchased goods from Chander for ₹ 60,000 plus CGST and SGST @ 6% each. Dinesh pays ₹ 7,200 in cash and accepts a bill drawn by Chander for the balance amount payable after two months. On the due date Dinesh failed to meet the bill amount and Chander had to bear a noting charge of Rs.60. Pass the necessary Journal entries in the books of Chander.
15. A sells goods for ₹ 30,000 to B on 1st January, 2021 and on the same day draws a bill on B at three months for the amount. B accepts it and returns it to A, who discounts it on 4th February, 2021 with his bank at 18% per annum. The acceptance is dishonoured on the due date, the noting charges paid by the bank being ₹ 200. Make Journal entries to record these transactions in the books of A and B.
16. On 1st Sept. 2020, Radhika sold goods for ₹ 2,00,000 to Parvati and drew upon later a bill for the same amount payable after 3 months. The bill was accepted by Parvati,

Radhika discounted the bill from bank at a discount of 15% p.a. on 1st Oct., 2020. On maturity, the bill was dishonored and noting charges amounted to 10,000. Pass entries in the books of Radhika.

17. On 1st April, 2021, Ravi purchased from Mohan goods for ₹ 30,000 plus CGST and SGST @ 9% each. Ravi paid ₹ 15,400 in cash and accepted a bill for two months for the balance amount drawn on him by Mohan. Mohan endorsed the bill to Rakesh. The bill was dishonoured on the due date. Rakesh had to spend ₹ 1,000 as noting charges. Pass the entries in the books of Mohan & Ravi.
18. On March 1, 2021, A purchased from B goods for ₹ 50,000. A paid 40% immediately and for the balance accepted a bill payable after 40 days. B immediately endorsed the bill in favour of his creditor C. On the due date the bill was dishonoured and C paid ₹ 500 as noting charges. A settled B's claim by cheque for the same amount after 15 days. Show the entries in the books of A & B.
19. A purchased goods for ₹ 15,000 from B on March 1, 2021 and accepted a bill of exchange drawn by B for the same amount. The bill was payable after 60 days. On April 28, B sent the bill to his bank for collection. The bill was dishonoured and the bank paid ₹150 as noting charges.
Record the necessary journal entries for the above transactions in the books of A and B.
20. What Journal entry will be passed in the books of drawer (X) at the time of dishonour of bill in the following cases:
 - (i) If bill of ₹ 50,000 was discounted from bank and noting charges paid by the bank was ₹ 600.
 - (ii) If B/R of ₹ 50,000 was endorsed in favour of Z. Noting charges paid by Z ₹ 600.
 - (iii) If B/R is retained with drawer and noting charges were ₹ 600.
 - (iv) If the B/R was sent to bank for collection and noting charges amounted to 1,000.
21. On 1st January 2021, X sold goods to Y for ₹ 50,000 charging IGST @ 12%. Y immediately paid ₹ 6,000 in cash and accepted two bills of equal amount, the first for one month and the second for two months. The first bill was met on due date but on the due date of the second bill, Y failed to meet it. Give journal entries in the books of X and Y.
22. On 1st January 2020, Amar sold goods to Akbar for ₹ 60,000. Akbar accepts two bills of ₹ 25,000 for 2 months, and ₹ 35,000 for 3 months. The first bill was discounted from bank on 3rd January 2020 for ₹ 24,900 and 2nd bill endorsed to Anthony on 15th January 2021. First bill was met on maturity but second bill got dishonored and noting charges of ₹200 being paid.
Pass the necessary Journal Entries in the books of Amar and Akbar.

23. On 1st Jan., 2021, Satish drew on Harish three bills of exchange in full settlement of claims, the first for ₹ 14,000 at one month; the second for ₹ 16,000 at two months and the third for ₹ 18,000 at three months. The bills were duly accepted by Harish. The first bill was endorsed by Satish to his creditor Rajnish on 3rd Jan., 2021. The second bill was discounted on 4th Jan. for ₹ 15,900 and the third bill was sent to bank for collection on 4th Feb. The first 2 bills were met on maturity but the third bill was dishonoured, noting charges being paid ₹ 200. Give Journal entries in the books of Satish and Harish.
24. A sold goods to B on 1st October, 2020 for ₹ 14,000 and received three bills for ₹ 2,000, ₹ 4,000 and ₹ 8,000 at 2, 3- and 4-months duration respectively. He kept the first bill till maturity; endorsed the 2nd bill in favour of his creditor C and discounted the third bill on 4th December, 2021 @18% p.a. The first and 2nd bills were duly met on maturity but the third bill was dishonoured, the bank paying ₹ 40 as noting charges. Give Journal entries in the books of A & B.