

Unified Exam Bookkeeping and Accounts Past Year Papers Collection - Year 2015 Question 2(a)

On 31 December 2014, the Cash Book (bank columns) of Chin Aik Trading showed a debit balance of RM750.

The monthly Bank Statement written up to 31 December 2014 showed a credit balance of RM1,475.

By checking the Cash Book with the Bank Statement, it was discovered that the following transactions had not been entered in the Cash Book:

- (i) Commission due to the business of RM120 had been paid directly to the bank.
- (ii) A credit transfer for personal tax refund of RM130 had been collected by the bank.
- (iii) An amount of RM15 was charged by the bank.
- (iv) A direct debit of RM35 magazine subscription for office use had been paid by the bank.
- (v) A standing order of RM100 for the owner's personal loan repayment had been paid by the bank.
- (vi) The owner's personal fixed deposit amount balance of RM700 was transferred into the bank account.

A further checking revealed that the transactions which have not been recorded by the bank are as follows:

- (vii) Two cheques drawn in favour of Tan Enterprise RM125 and Fong Trading RM145 had not been presented for payment.
- (viii) Cheques amounting to RM345 had been paid to the bank on 31 December 2014 but had only been credited by the bank on 21 January 2015.

You are required to:

- (i) Bring the Cash Book up to date;
- (ii) Prepare a Bank Reconciliation Statement as at 31 December 2014, and state clearly whether each balance is a debit or a credit.