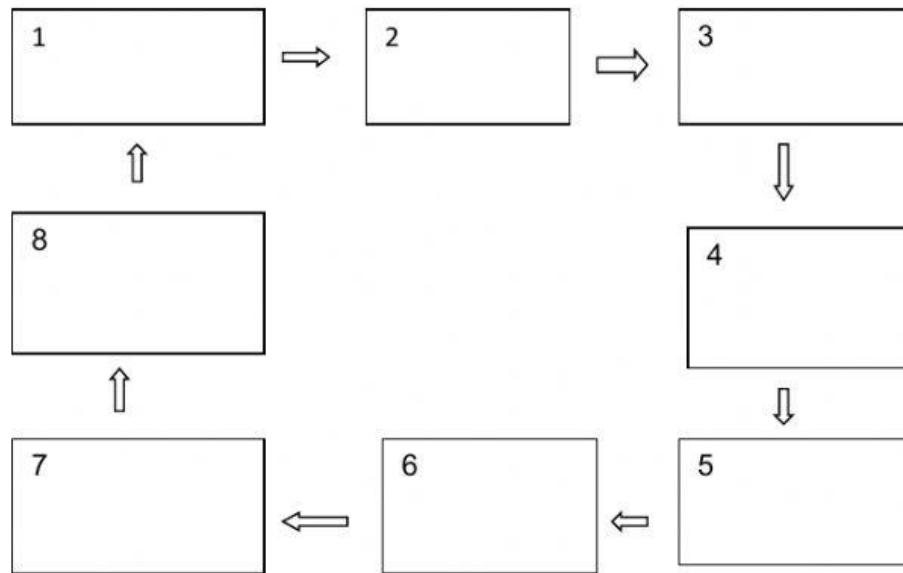


Harrison Jones is a student and pays his tuition of \$2500.00 to The College of The Bahamas by certified cheque #2451 draw on the Bank of Nova Scotia, East Bay. The College of The Bahamas deposits the cheque into its account with the Bank of The Bahamas.

(a) Study the flow chart below for the 'clearing' of the cheque. Enter the letter of the statement below in the appropriate box to complete the flow chart.



- A. Bank of The Bahamas adds \$2500 to The College of The Bahamas' account then,
- B. Harrison Jones writes a cheque on his bank, the Bank of Nova Scotia and gives it to the College of The Bahamas.
- C. Bank of The Bahamas sends the cheque to the clearing house
- D. Bank of Nova Scotia returns the cancelled cheque to Harrison Jones
- E. Bank of Nova Scotia deducts \$2500 from Harrison Jones' account
- F. Bank of Nova Scotia picks up the cheque at the clearing house
- G. The College of The Bahamas (payee) endorses the cheque and deposits it in their bank, The Bank of The Bahamas
- H. Harrison Jones (drawer)

