

Question 1

Samantha J. Peters has a closing bank balance of **\$8,200** in her cash book, but her bank statement shows a balance of **\$9300**.

Additional information is as follows:

- Direct deposits to bank account – \$3,000
- Standing order for rent payment – \$2,500
- Direct credit transfers to bank account – \$1,200
- Bank charges for the month – \$300
- Unpresented cheques – \$4,000
- Bank lodgments – \$2,800
- Undeposited cheques – \$1,500

Required:

Update the cash book and prepare a bank reconciliation statement as at month-end.

Updated Cash Book

Bank Reconciliation Statement