

Answer to Qn. 4**Computation of Rebate Pertaining to the Period After Balance Sheet Date 31.12.2011**

Due Date 3	Amount (Rs.) 4	No. of Days after 31 st December 2011 5	Rate 6	Rebate (Rs.) (7)=(4)x(6)x(5)/365
06.03.2012	1,40,000	31+29+6 = 66	5%	1266
12.03.2012	4,36,000	31+29+12 = 72	4.50%	3870
26.03.2012	2,82,000	31+29+26 = 86	6%	3987
06.04.2012	4,06,000	31+29+31+6 = 97	4%	4316
				13,439

Computation of Interest earned

Particulars	Rs.
Opening Rebate on Bills Discounted as on 01.01.2011	8,340
Add : Discount Received for the year	85,912
	94,252
Less : Rebate on Bills Discounted as on 31.12.2011	-13,439
Amount to be Credited to P & L A/c	80,813

Extracts of Balance Sheet of Lakshmi Bank Ltd

Particulars	Schedule	Rs.
Capital and Liabilities :		
Other Liabilities and Provisions	5	13,439

Extracts of Profit and Loss Account of Lakshmi Bank Ltd

Particulars	Schedule	Rs.
Interest Earned	13	80,813