

Issue of Shares

TIME 1½ HOUR

M.M30

Q.1 Tisco ltd. issued 5,000 shares of Rs 10 each at a premium of Rs 2 per share for public subscription, payable as Rs 2 on application; Rs 7 on allotment (including premium); Rs 2 on first call and the balance whenever required.

Company went on allotment and all the money received with the exception of 100 shares and one shareholder holding 200 shares paid the first call also.

First call was made three month after the allotment. All the shareholder paid their due but two shareholder holding total 300 share failed to the first call. Give Journal entries. **3**

Q. 2 G ltd. forfeited 800 shares of Rs 10 each, Rs 7.5 paid, for non payment of final call of Rs 2.5 per share. Out of these, 600 shares were reissued for Rs 6 per share as fully paid up. Give journal entries. **3**

Q.3 S ltd forfeited 800 shares of Rs 10 each, Rs 7.5 called up, for non payment of first call of Rs 2.5 per share. Out of these 600 shares were reissued for Rs 6 per share as Rs 7.5 paid up. Give journal entries. **3**

Q.4 M ltd. forfeited 800 shares of Rs 10 each, issued at Rs 3 premium for non payment of allotment money of Rs 5 per share (including premium) and first call of Rs 4 per share. The second call of Rs 2 has not yet been called. Out of these, 200 shares were re issued as full paid up for Rs 11 per share. Give journal entries. **3**

Q.5 K ltd forfeited 1,000 shares of Rs 10 each, Rs 7 called up, issued at premium of Rs 2 (to be paid at the time of allotment) for non payment of first call of Rs 2 per share. Out of these, 600 shares were re issued at Rs 7 paid up for Rs 4 per share. **3**

Q.6 A ltd forfeited 800 shares of Rs 10 each issued at 20% premium (to be paid at the time of allotment) for non payment of final call of Rs 2 per share. Out of these, 600 shares were reissued as fully paid up for a payment of Rs 13 per share. Give journal entries. **3**

Q.7 C ltd. forfeited 300 shares of Rs 10 each issued at a premium of 20% (to be paid at the time of allotment) for non payment of allotment money of Rs 4 per share (including premium); first call of Rs 3 per share and final call of Rs 2 per share. Out of these 200 shares were reissued as fully paid up at discount of Rs 3 per share. Give journal entries. **3**

Q.8 A ltd forfeited 3,200 shares of Rs 100 each issued at 10% premium for non payment of allotment money of Rs 40 (including premium) and first call of Rs 30 per share. The final call of Rs 20 has not yet been called. Out of these 1,280 shares were reissued as Rs 80 paid up for Rs 70 per share. Give journal entries. **3**

Q.9 B ltd forfeited 12,800 shares of Rs 100 each issued at a premium of 40% to X on which he had paid application money of Rs 30 per share, for non payment of allotment money of Rs 50 per share (including premium) and first call of Rs 30 per share. Out of these 3,200 shares were reissued as fully paid for Rs 90 per share. Give journal entries. **3**

Q.10 Three shares of 100 each, issued at a premium of Rs 10 on which Rs 80 (including premium) was called and Rs 60 (including premium) was paid, has been forfeited, One of these share were reissued as fully paid for Rs 70 per share. Give journal entries. **3**

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