

## Issue of Shares

**TIME 1½ HOUR****TEST****MARKS 30**

**Q.1** 500 shares of Rs 10 each, issued at a premium of Rs 1 on which Rs 8 (including premium) was called up and Rs 6(including premium) was paid, have been forfeited. 400 of these shares were reissued as fully paid for Rs 70 paid for Rs 7. Give journal entries. 3

**Q.2** A ltd company forfeited 100 equity shares of the face value of Rs 10 each, Rs 6 called up, for non payment of first call of Rs 2 per share. The forfeited shares were reissued as fully paid @ 7 each. Give necessary journal entries. 3

**Q.3** N ltd forfeited 2,000 equity shares of Rs 10 each, issued at a premium of Rs 5 per share, held by Ritu for non payment of the final call of Rs 3 per share. Of these, 100 shares were reissued to Vishnu at Rs 6 per share. Give journal entries. 3

**Q.4** 50 share of Rs 50 each issued at a premium of Rs 5 each payable with the allotment were forfeited for the non payment of allotment of Rs 9 (including premium) . The first and final calls on these shares of Rs 3 per share were not made. The forfeited shares were reissued @ 12 per share full paid. Give journal entries. 3

**Q.5** Rohit Kapoor was the holder of 200 shares of Rs 10 each in Indo Swift ltd upon which Rs 5 per share has been called up but he had paid Rs 2.5 per share thereon. The company forfeited his share and afterwards reissued them to Ruchika, credited as Rs 5 per share paid for a sum of Rs 900. Give journal entries. 3

**Q.6** X's ltd forfeited 200 shares of Rs 100 each issued at discount of 5% on which Rs 50 per share has been called and Rs 6,000 paid. The company then reissue the share to M upon payment of Rs 18,000 credited as full paid. Give journal entries. 3

**Q.7** A ltd forfeited 1,000 shares of Rs 10 each, Rs 7 called up, issued at a premium of 20% (to be paid at the time of allotment) for non payment of a first call of Rs 2 per share. Out of these 600 shares were reissued as Rs 7 paid up for Rs 4 per share. Give journal entries. 3

**Q.8** B ltd forfeited 1,000 shares of Rs 10 each, Rs 7 called up, 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) and first call of Rs 2 per share. Out of these, 600 shares were reissued as fully paid for Rs 8.50 per share. Give journal entries. 3

**Q.9** C ltd. forfeited 800 shares of Rs 10 each, issued at 30% premium (to be paid at the time of allotment) for non payment of a first call of rs 4 per share. The second and final call of Rs 2 per share has not yet been called. Out of these, 200 shares were re issued as Rs 8 paid up for Rs 8 per share. Give journal entries. 3

**Q.10** X ltd forfeited 10 shares of Rs 10 each issued at 10% premium to Shyam (Rs 9 called up) on which he did not pay Rs 3 allotment (including premium) and first call of Rs 2. Out of these, 6 shares were reissued to Ram as fully paid for Rs 8 per share and 2 shares the Mohan as fully paid @ Rs 12 per share at different intervals of time. Give journal entries. 3

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