



## INDIAN SCHOOL AL WADI AL KABIR

<b>Class: XII</b> <b>Accountancy</b>	<b>Department: Commerce</b>
<b>Worksheet No: 2</b>	<b>Topic: Accounting for Share Capital</b>

1. King Ltd took over Assets of Rs.25,00,000 and liabilities of Rs.6,00,000 of Queen Ltd. King Ltd paid the purchase consideration by issuing 10,000 equity shares of Rs.100 each at a premium of 10% and Rs.11,00,000 by Bank Draft. Calculate Purchase consideration and pass necessary Journal entries in the books of King Ltd.
  
2. 'B' Ltd. took over the assets of Rs.14,00,000 and liabilities of Rs.4,00,000 of C Ltd. for a purchase consideration of Rs.9,19,000. Rs.17,000 were paid by a bank draft in favour of C Ltd. and the balance was paid by issue of equity shares of Rs.10 each at a premium of 10% in favour of C Ltd. Pass necessary journal entries for the above transactions in the books of B Ltd.
  
3. A company issued 20,000 shares of Rs 10 each to the public payable Rs. 2 on application, Rs. 4 on allotment and Rs. 4 on final call. Applications were received for 25,000 shares. Pass the journal entries in following cases assuming that the amounts due were received; applications for 5,000 shares were rejected and application money refunded. All calls were made and received with exception on 100 shares for final call. Pass the journal entries.
  
4. A company issued 20,000 shares of Rs 10 each to the public payable Rs. 2 on application, Rs. 4 on allotment and Rs. 4 on final call. Applications were received for 25,000 shares. Pass the journal entries in following cases assuming that the amounts due were received; applications for 3,000 shares were rejected and application money refunded and remaining allotted on prorata. Any excess amount on application was adjusted against allotment. All calls were made and received with exception on 100 shares for final call. Pass the journal entries.
  
5. Akash ltd. issued 30,000 shares of Rs 10 each at a premium of Rs 2 per share payable as Rs 4 on application, Rs 5 on allotment (including premium) and the balance on first and final call.

Application was oversubscribed by 21,000 shares.

The directors resolved to allot as follows:

A.Applicants of 30,000 shares – Allotment of 15,000 shares.

B.Applicants of 20,000 shares – Allotment of 15,000 shares.

C.Applicants of 1,000 shares – Nil.

Sushil who applied for 500 shares in Category A failed to pay the allotment money.

Calculate the amount received on allotment.

6. Sugandha Ltd 60,000 shares for public subscription of Rs.10 each at a premium of Rs. 2 per share payable as follows: Rs.2 on Application; Rs.5 (including premium) on allotment and

the balance in first and final call. Applications were received for 92,000 shares. The shares were allotted as follows:

Category 1. Applicants-40,000 ----- 30,000 shares

Category 2. Applicants-50,000 ----- 30,000 shares

Category 3. Applicants- 2,000 ----- Nil.

Mohan who applied for 800 shares in Category 1 and Sohan who was allotted 600 shares in Category 2 failed to pay the allotment money. Calculate the amount received on allotment.

7. Petromax Ltd issued 50,000 shares of Rs 10 each at a premium of Rs 2 per share payable as Rs 3 on application, Rs 5 including premium on allotment and balance in equal instalments over two calls. Applications were received for 92,000 shares and the allotment was done as under
- (i) Applications of 40,000 shares – Allotted 30,000 shares  
(ii) Applications of 40,000 shares – Allotted 20,000 shares  
(iii) Applications of 12,000 shares – Nil
- Suresh who had applied for 2,000 shares (category (i) did not pay any money other than application money. Chandar who was allotted 800 shares (category (ii) paid the call money due along with allotment.
- All other allottees paid their dues as per schedule. Pass necessary journal entries in the books of Petromax Ltd for the above transactions.
8. AXN Ltd. invited applications for issuing 1,00,000 equity shares of Rs.10 each at a premium of Rs.6 per share. The amount was payable as follows : On Application Rs. 4 per share (including Rs.2 premium). On Allotment Rs.5 per share (including Rs. 2 premium). On First Call Rs. 4 per share (including Rs. 2 premium). On Second and Final Call – Balance Amount. The issue was fully subscribed. Kumar the holder of 400 shares did not pay the allotment money and Ravi the holder of 1,000 shares paid his entire share money along with allotment money. Kumar's shares were forfeited immediately after allotment. Afterwards first call was made. Gupta a holder of 300 shares failed to pay the first call money and Gopal a holder of 600 shares paid the second call money also along with first call. Gupta's shares were forfeited immediately after the first call. Second and final call was made afterwards. The whole amount due on second call was received.
9. PS Ltd forfeited 500 shares of Rs 100 each for the non-payment of first call of Rs 30 per share. The final call of Rs 10 per share was not yet made. The forfeited shares were re-issued for Rs 65,000 fully paid-up. Pass necessary journal entries for the books of the company.
10. A Ltd. Forfeited 200 shares of Rs. 10 each fully called up held by X for non-payment of allotment money of Rs. 3 per share and First & Final call of Rs. 4 per share. He paid the application money of Rs. 3 per share. These shares were reissued to Y for Rs. 8 per shares pass necessary journal entries.
11. X Ltd. forfeited 10 shares of ₹ 10 each, ₹ 7 called up on which the shareholder had paid application and allotment money of ₹ 5 per share. Out of these, 8 shares were re-issued to Y for ₹8 per share. Record the journal entries for forfeiture and reissue of shares by opening call in arrear, call in advance account. Prepare forfeited shares A/c.
12. The directors of a company forfeited 200 shares of Rs 10 each issued at par, for the non-payment of the first call money of Rs 3 per share. The final call of Rs 2 per share has not been

made. Half the forfeited shares were re-issued at Rs 1,000 fully paid. Record the journal entries for the forfeited shares and re-issue of shares.

13. SB Ltd. forfeited 100 shares of Rs. 100 each issued at a premium of 50% to be paid at time allotment on which first call of Rs. 30 per equity share was not received, final call of Rs. 20 is yet to be made. These shares were reissued at Rs. 70 per share at Rs. 80 paid up. Pass necessary journal entries.
14. The directors of a company forfeited 500 shares of Rs 10 each issued at a premium of Rs 3 per share, for the non-payment of the first call money of Rs 3 per share. The final call of Rs 2 per share has not been made. Half the forfeited shares were re-issued at Rs 2,500 fully paid. Record the journal entries for the forfeited shares and re-issue of shares.
15. TAG Ltd forfeited 400 shares of Rs 10 each issued at a premium of Rs 1 per share for the non-payment of allotment of Rs 4 per share (including premium). The first and final call of Rs 3 per share has not been made yet. 50% of forfeited shares were re-issued at Rs 8 per share fully paid-up. Pass necessary journal entries for the forfeiture and re-issue of shares.
16. Y Ltd forfeited 90 shares of Rs 10 each, Rs 8 called up issued at a premium of Rs 2 per share to 'R' for non-payment of allotment money of Rs 5 per share (including Re.1 premium). The remaining premium was included in first and final call, not called. Out of these, 80 shares were re-issued to Sanjay as Rs 8 called up for Rs 10 per share. Pass necessary journal entries for the forfeiture and re-issue of shares.
17. SSP Ltd issued equity shares of Rs 10 each issued at a premium of Rs 2 per share; payable on application Rs.5(including Re. 1 premium) on allotment Rs.4 (including Re.1 premium) and the balance on first and final call. The company forfeited 300 shares for the non-payment of allotment money. The first and final call has not been made yet, 50% of forfeited shares were re-issued at Rs 8 per share, paid up Rs. 7 per share. Pass necessary journal entries for the forfeiture and re-issue of shares.
18. The directors of a company forfeited 500 shares of Rs 10 each issued at a premium of Rs 3 per share, for the non-payment of the first call money of Rs 3 per share (including Re.1 premium). The final call of Rs 2 per share has not been made. Half the forfeited shares were re-issued at Rs 2,500 fully paid. Record the journal entries for the forfeited shares and re-issue of shares.
19. Gagan Ltd forfeited 1,500 equity shares of Rs 10 each issued at premium of 20% for the non-payment of first call of Rs 4 per share(including Re.1 premium). The final call of Rs 1 per share was not yet made. The forfeited shares were re-issued for Rs 21,000, called and paid up Rs.9 per share. Pass necessary journal entries in the books of the company for forfeiture and re-issue of the shares.

20. GSLtd. was registered with an authorised capital of Rs.50,00,000 divided into Equity Shares of Rs.10 each. The company offered for public subscription all the shares. Public applied for 4,50,000 shares and allotment was made to all the applicants. All the calls were made and were duly received except the final call of Rs.2 per share on 500 shares.  
Prepare the Balance Sheet of the company showing the different types of Share Capital.
21. Lennova Ltd. has authorised share capital of Rs. 10,00,000 divided into 1,00,000 Equity Shares of Rs. 10 each. It has existing issued and paid up capital of Rs. 2,50,000. It further issued to public 25,000 Equity Shares at a premium of 20% for subscription payable as under:  
On Application: Rs. 3 On Allotment: Rs. 60(including premium) and On Call: Balance Amount. The issue was fully subscribed and allotment was made to all the applicants. The company did not make the call during the year. Show share capital of the company in the Balance Sheet of the Company.
22. On 1st April, 2020, Vishwas Ltd was formed with an authorised capital of Rs 10,00,000 divided into 1,00,000 equity shares of Rs 10 each. The company issued prospectus inviting applications for 90,000 equity shares. The company received applications for 85,000 equity shares. During the first year, Rs 8 per share were called. Ram holding 1,000 shares and Shyam holding 2,000 shares did not pay the first call of Rs 2 per share. Shyam's shares were forfeited after the first call and later on 1,500 of the forfeited shares were re-issued at Rs 6 per share, Rs 8 called up. Show the following  
(i)Share capital in the balance sheet of the company as per Schedule III of the Companies Act,2013  
(ii)Also prepare 'notes to accounts' for the same.
23. A Ltd was registered with an authorised capital of Rs 10,00,000 divided into equity shares of Rs 10 each. The company invited applications for the issue of 50,000 shares. Applications for 48,000 shares were received. All calls were made and were duly received except the final call of Rs 2 per share on 1,000 shares. All these shares were forfeited and later on re-issued at Rs 9,000 as fully paid.  
(i)Show how 'share capital' will appear in the balance sheet of A Ltd. as per Schedule III of the Companies Act, 2013.  
(ii)Also prepare 'notes to accounts' for the same.