



INDIAN SCHOOL AL WADI AL KABIR

Class: XII Accountancy	Department: Commerce
Worksheet No: 2	Topic: Accounting for Share Capital

1. Alpha Ltd. issued 20,000 Equity Shares of ₹ 10 each at par payable: On application ₹ 2 per share; on allotment ₹ 3 per share; on first call ₹ 3 per share; on second and final call ₹ 2 per share.

Mr. Gupta was allotted 100 shares. Pass necessary Journal entry relating to the forfeiture of shares in each of the following alternative cases:

1. If Mr. Gupta failed to pay the allotment money and his shares were immediately forfeited.
2. If Mr. Gupta failed to pay allotment money and on his subsequent failure to pay the first call, his shares were forfeited.
3. If Mr. Gupta failed to pay the first call and on his subsequent failure to pay the second and final call, his shares were forfeited.

2. X Ltd. forfeited 900 Equity Shares of ₹ 100 each for the non-payment of allotment money of ₹ 30 per share and the first call of ₹ 20 per share. The second and final call of ₹ 25 per share has not been made. The forfeited shares were reissued for ₹ 90 per share, ₹ 75 paid-up. Journalise the above.

3. The Directors of M Ltd resolved on 1st May, 2015 that 2,000 Equity Shares of ₹ 10 each, ₹ 7.50 paid be forfeited for non-payment of final call of ₹ 2.50. On 10th June, 2015, 1,800 of these shares were reissued for ₹ 6 per share as fully paid up. Give necessary Journal entries.

4. Virender Limited forfeited 20 shares of ₹ 100 each (₹ 60 called-up) issued at par to Mukesh on which he had paid ₹ 20 per share. Out of these, 15 shares were reissued to Sanjeev as ₹ 60 paid-up for ₹ 45 per share.

5. Y Ltd. forfeited 400 shares of ₹ 10 each, fully called-up, held by Mr. B for non-payment of final call money of ₹ 4 per share. These shares were reissued to Mr. T at ₹ 12 per share as fully paid-up. Pass entries for forfeiture & reissue.

6. Siddha 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.

7. Ankit Ltd. issued 20,000 equity shares of 10 each at a premium of ₹ 2 per share, payable as:

On Application	:	₹ 3
On Allotment	:	₹ 5 (inc prem)
On First Call	:	₹ 2
On Second and Final Call	:	₹ 2

Vijay was allotted 500 shares. Pass the necessary Journal entries relating to the forfeiture of shares in following cases.

1. Vijay did not pay allotment money and his shares were immediately forfeited.
2. Vijay did not pay allotment and first call, his shares were forfeited after first call.
3. Vijay failed to pay first call and his shares were forfeited immediately.
4. Vijay failed to pay both the calls and his shares were forfeited.

8. VT Ltd forfeited 200 shares of ₹ 10 each, issued at a premium of ₹ 5 per share, held by Mohan for non-payment of the final call of ₹ 3 per share. 100 out of these shares were reissued to Narendra at a discount of ₹ 4 per share. Journalise.

9. A Ltd. forfeited 100 shares of ₹ 10 each (₹ 8 called-up) issued at a premium of ₹ 2 per share to Mr. R, on which he had paid applications money of ₹ 5 per share, for non-payment of allotment money of ₹ 5 per share (including premium). Out of these, 70 shares were reissued to Mr. Sanjay as ₹ 8 called-up for ₹ 7 per share. Give necessary journal entries relating to forfeiture and reissue of shares.

10. Y Ltd. forfeited 90 shares of ₹ 10 each, ₹ 8 called-up issued at a premium of ₹ 2 per share to 'R' for non-payment of allotment money of ₹ 5 per share (including premium). Out of these, 80 shares were reissued to Sanjay as ₹ 8 called-up for ₹ 10 per share. Journalize.

11. 150 shares of ₹ 10 each issued at a premium of ₹ 4 per share payable with allotment were forfeited for non-payment of allotment money of ₹ 8 per share including premium. The first and final call of ₹ 4 per has not been called. These shares were reissued at 10 per share. Pass Journal entries in the books of X Ltd. for the above.

12. Pixel Ltd 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 all the amounts due were received; applications for 5,000 shares were rejected and application money refunded. Pass the journal entries.

13. 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. 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 duly received. Pass the journal entries.

14. Anushka ltd. issued 60,000 shares of Rs 10 each at a premium of 20% payable as Rs 3 on application, Rs 5 on allotment (including premium) and the balance on first and final call. Application were received for 1,02,000 shares. The directors resolved to allot as follows:

- A. Applicants of 60,000 shares – Allotment of 30,000 shares.
- B. Applicants of 40,000 shares – Allotment of 30,000 shares.
- C. Applicants of 2,000 shares – Rejected.

All money was duly received. Journalize.

15. Akash ltd. issued 30,000 shares of Rs 10 each at par, payable as Rs 3 on application, Rs 5 on allotment 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 and on his subsequent failure to pay the final call his shares were forfeited. Journalize.