

In the books of Vishesh Ltd
Journal

Date	Particulars	L.F.	Dr	Cr		
	Share Capital A/c Dr..		8,000		1000	8
	Securities Premium Reserve A/c Dr..		2,000		1000	2
	To Forfeited Share A/c			5,000	1000	5
	To Share Allotment A/c			5,000	1000	5
	(Being 1000 share forfeited due to non payment of allotment money)					
	Bank A/c Dr..		9,600		800	12
	Share Forfeiture A/c Dr..		-			
	To Share Capital A/c			8,000	800	10
	To Securities Premium Reserve A/c			1,600	800	2
	(Being 800 shares reissued)					
	Share Forfeiture A/c Dr..		4,000			
	To Capital Reserve A/c			4,000		
	(Being balance in share forfeiture A/c transferred to Capital Reserve)					
	Bank A/c Dr..		2,200		200	11
	Share Forfeiture A/c Dr..		-			
	To Share Capital A/c			2,000	200	10
	To Securities Premium Reserve A/c			200	200	1
	(Being 200 shares reissued)					
	Forfeited Shares A/c Dr..		1,000			
	To Capital Reserve A/c			1,000		
	(Being balance in share forfeiture A/c transferred to Capital Reserve)					

Note : As the premium has not been received so Securities Premium Reserve A/c will be reversed at the time of forfeiture

Description	shareholder		
Shares Applied	5000	3	15000

Shares allotted	2500	3	7500
Application Money	15,000		
Due on Application	7,500		
Excess	7,500		
Due on Allotment-Capital	5,000	5,000	-
Due on Allotment-Premium	6,250	2,500	3,750
UnPaid on Allotment	3,750	(Here it is fully for premium)	
Due on 1st Call-Capital	5,000		
Unpaid on 1st Call	5,000		

Date	Particulars	L.F.	Dr	Cr
	Share Capital A/c Dr..		17,500	
	Securities Premium Reserve A/c Dr..		3,750	
	To Share Forfeiture A/c			12,500
	To Share Allotment A/c			3,750
	To 1st Call A/c			5,000
	(Being 2500 share forfeited due to non payment of allotment and call money)			
	Bank A/c Dr..		20,000	
	Share Forfeiture A/c Dr..		5,000	
	To Share Capital A/c			25,000
	(Being 2500 shares reissued)			
	Share Forfeiture A/c Dr..		7,500	
	To Capital Reserve A/c			7,500
	(Being balance in share forfeiture A/c transferred to Capital Reserve)			

Note : The premium amount has been received partially at the time of allotment
Total amount credited to share forfeiture A/c will be (Amount received less portion of premium already received)

Date	Particulars	L.F.	Dr	Cr
	Bank A/c Dr.. To Equity Share Application A/c (Being share application money received for 20000 shares @ Rs 7 per share)		1,40,000	1,40,000
	Equity Share Application A/c To Equity Share Capital A/c To Securities Premium Reserve A/c (Being share application money received for 20000 shares transferred to Share Capital A/c @ Rs 2 per share and Securities Premium Reserve A/c @ Rs 5 per share)		1,40,000	40,000 1,00,000
	Equity Share Allotment A/c To Equity Share Capital A/c (Being share allotment money for 20000 shares transferred to Share Capital A/c @ Rs 5 per share)		1,00,000	1,00,000 -
	Bank A/c To Equity Share Allotment A/c (Being share allotment money received for 19800 shares @ Rs 5 per share)		99,000	99,000
	Equity Share 1st and Final Call A/c To Equity Share Capital A/c (Being share 1st and Final Call money for 20000 shares transferred to Share Capital A/c @ Rs 3 per share)		60,000	60,000 -
	Bank A/c To Equity Share 1st and Final Call A/c (Being share 1st and Final Call money received for 19800 shares @ Rs 3 per share)		59,400	59,400
	Share Capital A/c Dr.. To Share Forfeiture A/c To Share Allotment A/c To 1st and Final Call A/c		2,000	400 1,000 600

20000 7

20000 2

5

20000 5

20000

19800 5

20000 3

19800 3

200 10

200 2

200 5

200 3

	(Being 200 share forfeited due to non payment of allotment and call money)			
	Bank A/c Dr..		1,600	
	Share Forfeiture A/c Dr..		-	
	To Share Capital A/c			1,600
	(Being 160 shares reissued)			
	Share Forfeiture A/c Dr..		320	
	To Capital Reserve A/c			320
	(Being balance in share forfeiture A/c transferred to Capital Reserve)			

160	10
160	0
160	10

Note : Amount transferred to Capital Reserve

Amount credited to forfeiture on 160 shares	320 (400/200 X 160)
Discount given on reissue	-
Amount transferred to Capital Reserve	320

Note : As the premium was already received on application so securities premium reserve A/c will not be reversed

Balance Sheet as at			
	Particulars	Note No	Rs
I	Equity and Liabilities		
	Shareholders Funds		
	(a) Share Capital	1	1,99,680
	(b) Reserves and Surplus	2	320
	Current Liabilities		
	Other Current Liabilities		
	Total		2,00,000
II	Assets		
	Tangible Assets		
	Land	3	
	Current Assets		
	Cash and Cash Equivalents	4	3,00,000
	Total		3,00,000

Notes to Accounts

1	Share Capital			
	Authorised Capital			
	Equity Shares of Rs each	-		
		-		
		-		
	Issued Capital			
	20000 Equity Shares of Rs 10 each	2,00,000	20,000	10
		-		
		2,00,000		
	Subscribed Capital			
	Subscribed and Fully Paid Up			
	19960 Equity Shares of Rs 10 each	1,99,600	19,960	10
		-		
		1,99,600		
	Subscribed but not Fully Paid Up			
	Equity Shares of Rs each Rs called Up	-		
	Less - Calls in Arrears	-		
		-		
	Add - Forefeited Shares	80		
	Amount to be shown in the Balance Sheet against Share Capital	1,99,680		
2	Reserves and Surplus			
	Securities Premium Reserve A/c	100000	20000	5
	Capital Reserve	320		
3	Tangible Assets			
	Land			
4	Cash and Cash Equivalent			
	Cash at Bank	3,00,000		

Note :

Total 200 shares were forfeited. Out of them 160 shares were reissued as fully paid up. So total fully paid up share capital is 19960 shares

Balance 40 shares are not a share capital till reissue and will be shown in forfeited shares.

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This question has a misprint. It is written Rs 5 on allotment. It should read as Rs 5 on allotment (Including Premium)

So Rs 4 FV will be on application and Rs 3 FV will be on allotment. Total FV Called Up will be Rs 7 per share.

This view is supported as later the shares are reissued at Rs 7 paid Up. On reissue shares are issued as partly paid up usually equal to partly paid up value earlier

In the books Of Healthy Foods Ltd
Journal

Date	Particulars	L.F.	Dr	Cr		
	Bank A/c Dr.. To Equity Share Application A/c (Being share application money received for 375000 shares @ Rs 4 per share)		15,00,000	15,00,000	375000	4
	Equity Share Application A/c To Equity Share Capital A/c (Being share application money received for 375000 shares transferred to Share Capital A/c @ Rs 4 per share)		15,00,000	15,00,000	375000	4
	Equity Share Allotment A/c To Equity Share Capital A/c To Securities Premium Reserve A/c (Being share allotment money for 375000 shares transferred to Share Capital A/c @ Rs 3 per share and Securities Premium Reserve A/c @ Rs 2 per share)		18,75,000	11,25,000 7,50,000	375000 375000	3 2
	Bank A/c To Equity Share Allotment A/c (Being share allotment money received for 350000 shares @ Rs 5 per share)		17,50,000	17,50,000	350000	5
	Share Capital A/c Dr.. Securities Premium Reserve A/c Dr.. To Share Forfeiture A/c To Share Allotment A/c		1,75,000 50,000	1,00,000 1,25,000	25000 25000 25000 25000	7 2 4 5

	(Being 25000 share forfeited due to non payment of allotment)					
	Bank A/c Dr..		1,25,000		25000	5
	Share Forfeiture A/c Dr..		50,000		25000	2
	To Share Capital A/c			1,75,000	25000	7
	(Being 25000 shares reissued)					
	Share Forfeiture A/c Dr..		50,000			
	To Capital Reserve A/c			50,000		
	(Being balance in share forfeiture A/c transferred to Capital Reserve)					
	Equity Share 1st and Final Call A/c		11,25,000		375000	
	To Equity Share Capital A/c			11,25,000		3
	(Being share 1st and Final Call money for 375000 shares transferred to Share Capital A/c @ Rs 3 per share)					
	Bank A/c Dr..		10,95,000		365000	3
	Calls in Arrears A/c Dr..		30,000		10000	3
	To Equity Share 1st and Final Call A/c			11,25,000	375000	3
	(Being share 1st and Final Call money received for 365000 shares @ Rs 3 per share)					

Note : Amount transferred to Capital Reserve

Amount credited to forfeiture on 25000 shares	1,00,000	(400/200 X 160)
Less - Amount transferred to Capital Reserve	50,000	
Discount given on reissue	50,000	
No of shares reissued	25,000	
Discount per share	2	
Paid Up Value per share	7	
Issue Price per share	5	

Note : The 1st and final call will be demanded on all the 375000 shares and not just 350000 shares as the reissued 25000 shares are also partly paid up

In the books of Panasonic Ltd
Journal

Date	Particulars	L.F.	Dr	Cr
	Building A/c Dr.. To Vendor A/c (Being Building purchased from Vendor for Rs 100000)		1,00,000	1,00,000
	Vendor A/c Dr.. To Equity Share Capital A/c (Being 1000 shares @ Rs 100 each issued to Vendor against Building purchased)		1,00,000	1,00,000
	Bank A/c Dr.. To Equity Share Application A/c (Being share application money received for 900 shares @ Rs 10 per share)		9,000	9,000
	Equity Share Application A/c To Equity Share Capital A/c (Being share application money received for 900 shares transferred to Share Capital A/c @ Rs 10 per share)		9,000	9,000
	Equity Share Allotment A/c To Equity Share Capital A/c To Securities Premium Reserve A/c (Being share allotment money for 900 shares transferred to Share Capital A/c @ Rs 20 per share and Securities Premium Reserve A/c @ Rs 5 per share)		22,500	18,000 4,500
	Bank A/c To Equity Share Allotment A/c (Being share allotment money received for 900 shares @ Rs 25 per share)		22,500	22,500
	Equity Share 1st Call A/c To Equity Share Capital A/c		36,000	36,000

1000 100

900 10

900 10

900 20
900 5

900 25

900 40

	(Being share 1st Call money for 900 shares transferred to Share Capital A/c @ Rs 40 per share)			-		
	Bank A/c To Equity Share 1st Call A/c (Being share 1st and Final Call money received for 800 shares @ Rs 40 per share)		32,000	32,000	800	40
	Share Capital A/c Dr.. To Forfeited Shares A/c To 1st Call A/c (Being 100 share forfeited due to non payment of 1st call money)		7,000	3,000 4,000	100 100 100	70 30 40
	Bank A/c Dr.. Forfeited Shares A/c Dr.. To Share Capital A/c (Being 100 shares reissued)		6,000 1,000	7,000	100 100 100	60 10 70
	Forfeited Shares A/c Dr.. To Capital Reserve A/c (Being balance in Forfeited Shares A/c transferred to Capital Reserve)		2,000	2,000		

Note : Amount transferred to Capital Reserve

Amount paid on 100 shares	3,000
Discount given on reissue	1,000
Amount transferred to Capital Reserve	2,000

Note : As the premium was already received on allotment so securities premium reserve A/c will not be reversed

Cash A/c					
Date	Particulars	Amount	Date	Particulars	Amount
	To Equity Share Application A/c	9,000		By Balance C/d	69,500
	To Equity Share Allotment A/c	22,500			
	To Equity Share 1st Call A/c	32,000			

To Share Capital A/c (Reissue)	6,000		
Total	69,500	Total	69,500

Panasonic Ltd.
Balance Sheet as at

	Particulars	Note No	Rs
I	Equity and Liabilities		
	Shareholders Funds		
	(a) Share Capital	1	1,63,000
	(b) Reserves and Surplus	2	6,500
	Current Liabilities		
	Other Current Liabilities		
	Total		1,69,500
II	Assets		
	Tangible Assets		
	Building	3	1,00,000
	Current Assets		
	Cash and Cash Equivalents	4	69,500
	Total		1,69,500

Notes to Accounts

1	Share Capital			
	Authorised Capital			
	2000 Equity Shares of Rs 100 each		2,00,000	2,000 100
			-	
			2,00,000	
	Issued Capital			
	2000 Equity Shares of Rs 100 each		2,00,000	2,000 100

	Rs	Rs	Rs
	-		
	2,00,000		
Subscribed Capital			
Subscribed and Fully Paid Up			
1000 Equity Shares of Rs 100 each	1,00,000	1,000	100
(Out of the above 1000 equity shares have been issued pursuant to a contract for consideration other than cash)	-		
	1,00,000		
Subscribed but not Fully Paid Up			
900 Equity Shares of Rs 100 each Rs 70 called Up	63,000	900	100
Less - Calls in Arrears	-		70
	-		
Add - Forefeited Shares			
Amount to be shown in the Balance Sheet against Share Capital	1,63,000		
2 Reserves and Surplus			
Securities Premium Reserve A/c	4500	900	5
Capital Reserve	2000		
Total	6,500		
3 Tangible Assets			
Building	1,00,000		
4 Cash and Cash Equivalent			
Cash at Bank	69,500		

76 Note : In the question Rs 2 premium is also payable on 2nd and Final Call, though not written directly

	FV	Premium	Total
Application	2	2	4
Allotment	3	3	6
1st Call	4	1	5
2nd Call	1	2	3
Total	10	8	18

In the books of VXN Ltd
Journal

Date	Particulars	L.F.	Dr	Cr
	Bank A/c Dr.. To Equity Share Application A/c (Being share application money received for 50000 shares @ Rs 4 per share)		2,00,000	2,00,000
	Equity Share Application A/c To Equity Share Capital A/c To Securities Premium Reserve A/c (Being share application money received for 50000 shares transferred to Share Capital A/c @ Rs 2 per share and Securities Premium Reserve A/c @ Rs 2 per share)		2,00,000	1,00,000 1,00,000
	Equity Share Allotment A/c To Equity Share Capital A/c To Securities Premium Reserve A/c (Being share allotment money for 50000 shares transferred to Share Capital A/c @ Rs 3 per share and Securities Premium Reserve A/c @ Rs 3 per share)		3,00,000	1,50,000 1,50,000
	Bank A/c To Equity Share Allotment A/c To Calls in Advance A/c (Being share allotment money received on 49800 shares and Calls in advance on 400 shares)		3,02,000	2,98,800 3,200
	Share Capital A/c Dr.. Securities Premium Reserve A/c Dr.. To Forfeited Shares A/c To Share Allotment A/c (Being 200 share forfeited due to non payment of allotment money)		1,000 600	400 1,200
	Equity Share 1st Call A/c To Equity Share Capital A/c To Securities Premium Reserve A/c (Being share 1st call money for 49800 shares transferred to Share Capital A/c @ Rs 4 per share and Securities Premium Reserve A/c @ Rs 1 per share)		2,49,000	1,99,200 49,800

50000 4

50000 2

2

50000 3

50000 3

49800 6

400 8

200 5

200 3

200 2

200 6

49800 4

1

Bank A/c Calls in Advance A/c To Equity Share 1st Call A/c (Being share 1st Call money received for 49300 shares @ Rs 5 per share)		2,46,500 2,000	2,48,500	49300 400	5 5
Bank A/c To Calls in Advance A/c (Being 2nd and Final Call money received in advance on 300 shares)		900	900	300 300	3 3
Share Capital A/c Dr.. Securities Premium Reserve A/c Dr.. To Forfeited Shares A/c To Share 1st Call A/c (Being 100 share forfeited due to non payment of 1st Call money)		900 100	500 500	100 100 100 100	9 1 5 5
Equity Share 2nd and Final Call A/c To Equity Share Capital A/c To Securities Premium Reserve A/c (Being share 2nd and Final Call money for 49700 shares transferred to Share Capital A/c @ Rs 1 per share and Securities Premium Reserve A/c @ Rs 2 per share)		1,49,100	49,700 99,400	49700	1 2
Bank A/c Calls in Advance A/c To Equity Share 2nd and Final Call A/c (Being share 2nd and Final Call money received for 49000 shares @ Rs 3 per share after adjusting calls in advance)		1,47,000 2,100	1,49,100	49000 700	3 3
Bank A/c Dr.. Forfeited Shares A/c Dr.. To Share Capital A/c (Being 300 shares reissued)		2,700 300	3,000	300 300 300	9 1 10

Forfeited Shares A/c Dr..		600	
To Capital Reserve A/c			600
(Being balance in Forfeited Shares A/c transferred to Capital Reserve)			

Note : Amount received on first call

Total Amount receivable	2,49,000		
Less Amount received in advance from Madhav	2,000	400	5
Less Amount not received from Krishna	500	100	5
Add Second Call money received in advance from Girdhar	900	300	3
Total Amount received on 1st Call	2,47,400		

Note : Amount received on second call

Total Amount receivable	1,49,100		
Less Amount received in advance from Madhav	1,200	400	3
Less Amount not received from Girdhar	900	300	3
Total Amount received on 2nd Call	1,47,000		

Note : Amount transferred to Capital Reserve

Calculation of amount transferred to capital reserve is easy because all the forfeited shares have been reissued

Amount paid on 300 shares	900 (Gopal and Krishna shares forfeited)
Discount given on reissue	300
Amount transferred to Capital Reserve	600

Tip :

In such questions of multiple cases of arrears, advances and forfeiture one should first vocalize the question

Like

Is question mein 2 aadmi ne advances paise diye aur do aadmiyon ne arrears kara

ek aadmi nein allotment ke time sare paise de diye and ek aadmi ne 2nd call ke paise 1st call ke sath diye

Description	Application			Allotment			1st and Final Call		
	Due	Received	Arrears	Due	Received	Arrears	Due	Received	Arrears
Gopal - 200 Shares - Forefited and Reissued	400	400	0	1200	0	1200			
Krishna - 100 shares - Forfeited and reissued	200	200	0	300	300	0	500	0	500
Grand Total	600	600	0	1500	300	1200	500	0	500

In the books of Sukanya Ltd
Journal

Date	Particulars	L.F.	Dr	Cr
	Bank A/c Dr.. To Equity Share Application and Allotment A/c (Being share application money received for 96000 shares @ Rs 14 per share)		13,44,000	13,44,000
	Equity Share Application and Allotment A/c To Equity Share Capital A/c To Securities Premium Reserve A/c (Being share application money received for 96000 shares transferred to Share Capital A/c @ Rs 4 per share and Securities Premium Reserve A/c @ Rs 10 per share)		13,44,000	3,84,000 9,60,000
	Equity Share 1st Call A/c To Equity Share Capital A/c To Securities Premium Reserve A/c (Being share 1st and Final Call money for 96000 shares transferred to Share Capital A/c @ Rs 3 per share and Securities Premium Reserve A/c @ Rs 5 per share)		7,68,000	2,88,000 4,80,000
	Bank A/c To Equity Share 1st Call A/c (Being share 1st Call money received for 89000 shares @ Rs 8 per share)		7,12,000	7,12,000
	Equity Share 2nd and Final Call A/c To Equity Share Capital A/c To Securities Premium Reserve A/c (Being share 2nd and Final Call money for 96000 shares transferred to Share Capital A/c @ Rs 3 per share and Securities Premium Reserve A/c @ Rs 5 per share)		7,68,000	2,88,000 4,80,000
	Bank A/c To Equity Share 2nd and Final Call A/c (Being share 2nd and Final Call money received for 84000 shares @ Rs 8 per share)		6,72,000	6,72,000

96000 14

96000 4 10

96000 3 5

89000 8

96000 3 5

84000 8

	Share Capital A/c Dr..		70,000		7000	10
	Securities Premium Reserve A/c Dr..		70,000		7000	10
	To Forfeited Shares A/c			28,000	7000	4
	To Share 1st Call A/c			56,000	7000	8
	To 2nd and Final Call A/c			56,000	7000	8
	(Being 7000 shares of Rohit forfeited due to non payment of Call money)					
	Share Capital A/c Dr..		50,000		5000	10
	Securities Premium Reserve A/c Dr..		25,000		5000	5
	To Forfeited Shares A/c			35,000	5000	7
	To 2nd and Final Call A/c			40,000	5000	8
	(Being 5000 shares of Namit forfeited due to non payment of 2nd and Final Call money)					
	Bank A/c Dr..		64,000		8000	8
	Forfeited Shares A/c Dr..		16,000		8000	2
	To Share Capital A/c			80,000	8000	10
	(Being 8000 shares reissued)					
	Forfeited Shares A/c Dr..		19,000			
	To Capital Reserve A/c			19,000		
	(Being balance in Forfeited Shares A/c transferred to Capital Reserve)					

Note : Amount transferred to Capital Reserve

Amount paid	
Rohit shares - 7000	28,000
Namit shares - 1000	7,000 (35000/5000 X 1000)
Discount given on reissue	16,000
Amount transferred to Capital Reserve	19,000

Himalaya Company Ltd.

Balance Sheet as at

Particulars	Note No	Rs
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I	Equity and Liabilities		
	Shareholders Funds		
	(a) Share Capital	1	12,00,000
	(b) Reserves and Surplus	2	2,40,000
	Current Liabilities		
	Other Current Liabilities		
	Total		14,40,000
II	Assets		
	Tangible Assets		
	Building	3	-
	Current Assets		
	Cash and Cash Equivalents	4	-
	Total		-

Notes to Accounts

1	Share Capital			
	Authorised Capital			
	Equity Shares of Rs each		-	
			-	
			-	
	Issued Capital			
	120000 Equity Shares of Rs 10 each		12,00,000	1,20,000 10
			-	
			12,00,000	
	Subscribed Capital			
	Subscribed and Fully Paid Up			
	120000 Equity Shares of Rs 10 each		12,00,000	1,20,000 10
			-	
			12,00,000	
	Subscribed but not Fully Paid Up			
	Equity Shares of Rs each Rs called Up		-	
	Less - Calls in Arrears		-	

	Add - Forefeited Shares			
	Amount to be shown in the Balance Sheet against Share Capital	12,00,000		
2	Reserves and Surplus			
	Securities Premium Reserve A/c	240000	1,20,000	2
	Capital Reserve	0		
	Total	2,40,000		
3	Tangible Assets			
	Building			
4	Cash and Cash Equivalents			
	Cash at Bank	-		

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Quantity				
Category	Category 1	Category 2	Category 3	Total
Status	Pro Rata			
Applied	1,00,000			1,00,000
Alloted	75,000			75,000
Rejected/Pro	25,000		-	25,000
Application and Allotment 4				
Application Money Received	4,00,000	-	-	4,00,000
Transfer to Share Capital	3,00,000	-	-	3,00,000
Excess	1,00,000	-	-	1,00,000
1st Call 3				
Share 1st Call-Due	2,25,000	-	-	2,25,000
Excess		-		-
Refund				-
Advance				-
Arrears	1,250			1,250
Amt Received	1,23,750			1,23,750
2nd Call 2				

Description	Vibha	Monika
Shares Applied	1000	1000
Shares allotted	750	750
Application Money	4,000	4,000
Due on Application	3,000	3,000 Applied
Excess	1,000	1,000
Due on 1st Call-Capital	2,250	2,250
Due on Allotment-Premium		
Arrears	1,250	
Paid		1,250
Due on 2nd Call-Capital		2,250
Due on 2nd Call-Premium		
Arrears		2,250

2nd Call		5		
Share 2nd Call-Due	2,22,750	-	-	2,22,750
Excess		-		-
Refund				-
Advance				-
Arrears	2,250			2,250
Amt Received	2,20,500			2,20,500

In the books of Alfa Ltd

Journal

Date	Particulars	L.F.	Dr	Cr		
	Bank A/c Dr.. To Equity Share Application and Allotment A/c (Being share application and allotment money received for 100000 shares @ Rs 4 per share)		4,00,000	4,00,000	1,00,000	4
	Equity Share Application and Allotment A/c To Equity Share Capital A/c To Bank A/c To Share 1st Call A/c (Being share application money received for 75000 shares transferred to Share Capital A/c @ Rs 4 per share and excess money refunded/adjusted towards allotment)		4,00,000	3,00,000 - 1,00,000	75,000	4
	Equity Share 1st and Final Call A/c To Equity Share Capital A/c (Being share 1st and Final Call money for 75000 shares transferred to Share Capital A/c @ Rs 3 per share)		2,25,000	2,25,000	75,000	3
	Bank A/c To Equity Share 1st and Final Call A/c (Being 1st and Final Call money received after adjusting calls in advance and calls in arrears for 750 shares)		1,23,750	1,23,750		
	Share Capital A/c Dr.. To Share Forfeiture A/c		5,250	4,000	750	7

To share forfeiture A/c To share 1st Call A/c (Being 750 shares forfeited due to non payment of 1st Call money)			1,250		
Equity Share 2nd and Final Call A/c To Equity Share Capital A/c (Being share 2nd and Final Call money for 74250 shares transferred to Share Capital A/c @ Rs 3 per share)		2,22,750	2,22,750	74,250 (75000-750)	3
Bank A/c To Equity Share 2nd and Final Call A/c (Being 2nd and Final Call money received)		2,20,500	2,20,500	73,500	3
Share Capital A/c Dr.. To Forfeited Shares A/c To share 2nd and Final Call A/c (Being 1000 shares forfeited due to non payment of 2nd and Final Call money)		7,500	5,250 2,250	750 750 750	10 7 3
Bank A/c Dr.. Forfeited Shares A/c Dr.. To Share Capital A/c (Being 1500 shares reissued)		9,000 6,000	15,000	1500 1500 1500	6 4 10
Forfeited Shares A/c Dr.. To Capital Reserve A/c (Being balance in share forfeiture A/c transferred to Capital Reserve)		3,250	3,250	(4000+5250-6000)	
Note Amount transferred to Capital Reserve					
Amount paid on 1500 shares		9,250			
Discount given on reissue		6,000			
Amount transferred to Capital Reserve		3,250			

Date	Particulars	L.F.	Dr	Cr		
	Bank A/c Dr..		4,80,000		160000	3

	To Equity Share Application A/c (Being share application money received for 160000 shares @ Rs 3 per share)		4,80,000			
	Equity Share Application A/c To Equity Share Capital A/c		4,80,000	3,60,000	120000	3
	To Equity Share Allotment A/c (Being share application money received for 120000 shares transferred to Share Capital A/c @ Rs 3 per share)			-		
				1,20,000	40000	3
	Equity Share Allotment A/c To Equity Share Capital A/c To Securities Premium Reserve A/c (Being share allotment money for 120000 shares transferred to Share Capital A/c @ Rs 3 per share and Securities Premium Reserve A/c @ Rs 2 per share)		6,00,000	3,60,000 2,40,000	120000	3 2
	Bank A/c To Equity Share Allotment A/c (Being share allotment money received for 120000 shares @ Rs 3 per share after adjusting advance money received at the time of application)		4,80,000	4,80,000	120000	5
	Equity Share 1st Call A/c To Equity Share Capital A/c (Being share 1st and Final Call money for 120000 shares transferred to Share Capital A/c @ Rs 2 per share)		2,40,000	2,40,000 -	120000	2
	Bank A/c To Equity Share 1st Call A/c (Being share 1st Call money received for 115200 shares @ Rs 2 per share)		2,30,400	2,30,400	115200	2
	Equity Share 2nd and Final Call A/c To Equity Share Capital A/c		2,40,000	2,40,000 -	120000	2

	(Being share 2nd and Final Call money for 120000 shares transferred to Share Capital A/c @ Rs 2 per share)					
	Bank A/c To Equity Share 2nd and Final Call A/c (Being share 2nd and Final Call money received for 115200 shares @ Rs 2 per share)		2,30,400	2,30,400	115200	2
	Share Capital A/c Dr.. To Forfeited Shares A/c To Share 1st Call A/c To 2nd and Final Call A/c (Being 4800 shares forfeited due to non payment of Call money)		48,000	28,800 9,600 9,600	4800 4800 4800 4800	10 6 2 2
	Bank A/c Dr.. Forfeited Shares A/c Dr.. To Share Capital A/c (Being 4800 shares reissued)		33,600 14,400	48,000	4800 4800 4800	7 3 10
	Forfeited Shares A/c Dr.. To Capital Reserve A/c (Being balance in Forfeited Shares A/c transferred to Capital Reserve)		14,400	14,400		

Note : Amount transferred to Capital Reserve

Amount paid	28,800
Discount given on reissue	14,400
Amount transferred to Capital Reserve	14,400

Cash A/c					
Date	Particulars	Amount	Date	Particulars	Amount
	To Equity Share Application A/c	4,80,000		By Balance C/d	14,54,400
	To Equity Share Allotment A/c	4,80,000			
	To Equity Share 1st Call A/c	2,30,400			
	To Equity Share 2nd and Final Call A/c	2,30,400			
	To Share Capital A/c	33,600			

	To Calls in Advance A/c (Being share application money received for 80000 shares transferred to Share Capital A/c @ Rs 30 per share)			- 12,00,000	40000	30	
	Equity Share Allotment A/c To Equity Share Capital A/c To Securities Premium Reserve A/c (Being share allotment money for 80000 shares transferred to Share Capital A/c @ Rs 20 per share and Securities Premium Reserve A/c @ Rs 10 per share)		24,00,000	16,00,000 8,00,000	80000	20	10
	Bank A/c Calls in Advance A/c Calls in Arrears A/c To Equity Share Allotment A/c (Being share allotment money received for 80000 shares @ Rs 30 per share after adjusting advance money received at the time of application)		11,76,000 12,00,000 24,000	24,00,000	80000	30	Dhwani
	Equity Share 1st Call A/c To Equity Share Capital A/c (Being share 1st and Final Call money for 80000 shares transferred to Share Capital A/c @ Rs 30 per share)		24,00,000	24,00,000 -	80000	30	
	Bank A/c Dr.. Calls in Arrears A/c Dr.. To Equity Share 1st Call A/c (Being share 1st Call money received for 74400 shares @ Rs 30 per share)		22,32,000 1,68,000	24,00,000	74400 5600	30 30	
	Share Capital A/c Dr.. Securities Premium Reserve A/c Dr.. To Forfeited Shares A/c To Calls in Arrears (Being 5600 shares forfeited)		4,48,000 16,000	2,72,000 1,92,000	5600 5600	80 6 2	(30 + 20 + 30) Only for Dhwani

	Bank A/c Dr..		1,90,000		2000	95
	To Share Capital A/c			1,60,000	2000	80
	To Securities Premium Reserve A/c			30,000	2000	15
	(Being 2000 shares reissued)					
	Forfeited Shares A/c Dr..		92,000			
	To Capital Reserve A/c			92,000		
	(Being balance in Forfeited Shares A/c transferred to Capital Reserve)					

Note : Amount transferred to Capital Reserve

	Amount	No of shares	Total Amt	Total Shares
Amount paid on Shares of Dhvani	72,000	1600		
Amount paid on Shares of Sargam	20,000	400	2,00,000	4000
Discount given on reissue	-			
Amount transferred to Capital Reserve	92,000			