

Sansary Ltd issued 20,000 Equity shares of Rs 210 each at a premium of Rs 22 per share payable as follows: Rs 25 on Application, Rs 50 on allotment (including premium) Rs 2 on first call and Rs 2 on final call. A shareholder did not pay allotment and first call money on his 1000 shares. Hence those shares were forfeited after first call. Other amount were duly received. Give Journal entries and prepare B/S.

Ans: → Journal Entries.

Date	Particulars	Dr	Cr
	Bank A/c ————— Dr	Amount	Amount
	To Equity Share Application A/c	60,000	
	(Share application money received on 20,000 shares @ 3 each)		60,000
	Equity Share Application A/c ————— Dr		
	To Equity Share Cap A/c	60,000	
	(Application money transferred to Share Cap A/c)		60,000
	Equity Share Allotment A/c (20,000 x Rs 5) ————— Dr	100,000	
	To Equity Share Cap A/c (20,000 x 5)		100,000
	To Security Premium A/c (20,000 x 2)		40,000
	(Allotment money due with premium)		
	Bank A/c (19,000 x 5) ————— Dr	95,000	
	To Equity Share Allotment A/c		95,000
	(Allotment money received on 19,000 shares @ 5 each)		
	Equity Share First Call A/c (20,000 x 2) ————— Dr	40,000	
	To Equity Share Cap A/c		40,000
	(First call money due on 20,000 shares)		
	Bank A/c (19,000 shares x 22) ————— Dr	38,000	
	To Share First Call A/c		38,000
	(First call money received on 19,000 shares @ Rs 2 each)		

Date	Particulars	L F	Amount	Amount
	Equity share Capital A/c (1000 x 500) Dr		50,000	
	Security Premium A/c (1000 x 2) Dr		2,000	
	To Share allotment A/c (1000 x 5)			5,000
	To Share first call A/c (1000 x 2)			2,000
	To share forfeited A/c (1000 x 23)			3,000
	(1000 shares forfeited)			
	Equity share final call (19000 shares x 22) Dr		38,000	
	To Equity share Capital A/c			38,000
	(Final call due on 19,000 shares)			
	Bank A/c ————— Dr		38,000	
	To Equity share final call A/c			38,000
	(Final call received on 19,000 shares @ ₹ 2 each share)			

Balance sheet as on - - - - -

Particulars	✓	Note No	₹
I. Equity & Liabilities			
Shareholder's Fund	✓		
Share Capital	✓	1	1,90,000
Reserve & Surplus	✓	2	39,000
Total	✓		<u>2,31,000</u>
II. Assets			
Current Assets	✓		
Cash at Bank	✓	3	2,31,000
Total	✓		<u>2,31,000</u>

Notes to Accounts :-

1. Share Capital		
Authorised Share Capital		
Issued & Subscribed Share Capital	1900 Shares of ₹ 100 each	1,90,000
Share forfeiture A/c		3,000
		<u>1,93,000</u>
2. Reserve & Surplus		
Securities Premium (40,000 - 2,000)		38,000
3. Cash at Bank		<u>2,31,000</u>

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 Dr. K. V. D. W. J. Rajpurohit
 Date - 08/09/2020