


Q. →

The authorised capital of National Company Ltd is Rs 2,00,000 which is divided into 2,00,000 Equity shares of Rs 10 each. Out of which these 15,000 shares have been issued to the public payable as Rs 2 on application, Rs 4 on allotment, Rs 2 on first call and Rs 2 on second & final call. Applications were applied for 12,000 shares which were duly allotted. Assuming that all the amounts have been received. Pass the necessary Journal Entries and prepare balance sheet.

Solution: - Journal Entries.

Date	Particulars	L.F.	Dr Cr	
			Amount	Amount
	Bank A/c ————— Dr To Equity Share Application A/c (Application money received on 12,000 equity shares @ Rs 2 per share)		24,000	24,000
	Equity Share Application A/c ———— Dr To Equity Share Capital A/c (Application money transferred to Equity Share Capital A/c)		24,000	24,000
	Equity Share Allotment A/c ———— Dr To Equity Share Capital A/c (Allotment money due on 12,000 Equity shares @ 4 per share)		48,000	48,000
	Bank A/c ————— Dr To Equity Share Allotment A/c (Allotment money received)		48,000	48,000
	Equity Share First Call A/c ———— Dr To Equity Share Capital A/c (First call money due on 12,000 Equity shares @ Rs 2 per share)		24,000	24,000
	Bank A/c ————— Dr To Equity Share First Call A/c (First call money received)		24,000	24,000
	Equity Share Second & Final Call A/c ———— Dr To Equity Share Capital A/c (Second and final call money due on 12,000 share @ Rs 2 per share)		24,000	24,000

 Officer

Bank A/c	Dr.	24,000	
To Equity share account and final call (1st and final call money received).			24,000

Balance sheet of National company Ltd

Liabilities	Amount	Assets	
Authorized Capital:- 20,000 Equity shares of Rs. 10 each	200,000		
Issued Capital:- 15,000 Equity shares of ₹10 each	1,500,000		
Subscribed & paid-up Capital:- 12,000 Equity shares of ₹10 each, fully called and paid-up	1,20,000	Cash at Bank	1,20,000
	1,20,000		1,20,000

Dr Jagdish Prasad Baisherani
 Dept of Commerce
 Dr L.K.V. D College Talpur
 Date - 21/8/2020