



CA FOUNDATION
ACCOUNTS & ECONOMICS
FOR MAY 2025

PREPARATION
BOOSTER SERIES

CA Hardik Manchanda

↓
Imp Ques — Imp Concepts
L Concept
↓
Study Mat + RTP / PYQ

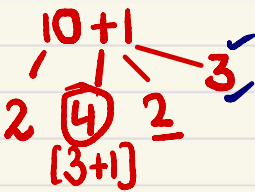
Issue of Shares

(a) A Limited issued 20,000 Equity shares of, 10 each at a premium of 10%, payable ₹ 2 on application; ₹ 4 on allotment (including premium); ₹ 2 on first call and balance on the final call. All the shares were fully subscribed. Mr. M who held 2000 shares paid full remaining amount on first call itself. The final call which was made after 4 months from the first call was fully paid except a shareholder having 200 shares and one another shareholder having 100 shares. They paid their due amount after 3 months and 4 months respectively along with interest on calls in arrears, Company also paid interest on calls in advance to Mr. M. The Company maintains Calls in Arrear and Calls in Advance A/c. Give journal entries to record these transactions. Show workings of Interest calculation. (Ignore dates).

(15 Marks)

WN 1. Int on Calls in Advance

$$\begin{aligned} &= \frac{2000 \times 3 \times \frac{12}{100} \times \frac{4}{12}}{12} \\ &= 240 \end{aligned}$$



2. Int on Calls in Arrear

1. 200 shares : $200 \times 3 \times \frac{10}{100} \times \frac{3}{12}$
= ₹15

2. 100 shares = $100 \times 3 \times \frac{10}{100} \times \frac{4}{12}$
= ₹10

Journal

1. Bank A/c Dr 40,000
To Eq. sh. App A/c 40,000
2. Eq. sh. App Dr 40,000
To Eq. sh. Cap A/c 40,000
3. Eq. sh. All. Dr (20,000 x 4) 80,000
To Eq. sh. Cap A/c 60,000
To Sec. prem A/c 20,000
4. Bank Dr 80,000
To Eq. sh. All A/c 80,000
5. Eq. sh. first call A/c 40,000
To Eq. sh. cap 40,000
6. Bank A/c Dr [40,000 + 6000] 46000
To Eq. sh. first call A/c 40,000
To Calls in Advance 6000
7. Eq. sh. final call A/c Dr 60,000
To Eq. sh. cap 60,000

10. Shareholder Dr. 240
To Bank 240

11. Shareholder Dr. 15- Receivable
To Int on call in Apr 15

12. Bank Dr. 615
To shareholder 15 →
To calls in arrears 600 ✓

13. Shareholder Dr. 10
To Int on Calls in Arrear 10

14. Bank Dr. 310
 To Shareholder A/c 10
 To Colls in Arrear 300

2 min

Shakti Ltd. invited applications for issuing 1,00,000 Equity shares of ₹ 10 each. The amount was payable as follows:

- (i) On Application ₹ 3 per share
- (ii) On Allotment ₹ 2 per share
- (iii) On First and Final Call ₹ 5 per share

Applications were received for 2,20,000 shares. Applications for 20,000 shares were rejected and their application money was refunded. Shares were allotted to the remaining applicants as follows:

- I Allotted 50% shares to Raman who had applied for 40,000 shares.
- II Allotted in full to Akbar who had applied for 20,000 shares.
- III Allotted balance of the shares on *pro rata* basis to the other application.

Excess application money was utilised in payment of allotment and final call. All calls were made and were duly received. Pass the necessary Journal entries in the books of Shakti Ltd.

WNI

	Application -	Allotment	
	2,20,000 -	100,000	
	20,000 -	X	
I	40,000 -	20,000	Pro-rata
	20,000 -	20,000	
II	<u>140,000</u> -	<u>60,000</u>	Pro-rata

10
3'2'5

<u>WN</u>	<u>T</u>	<u>II -</u>
1. Excess App Money	$20,000 \times 3 = 60,000$	$80,000 \times 3 = 240,000 /$
2. All. amt due	$40,000 (20,000 \times 2)$	$120,000 (60,000 \times 2)$
3. Excess App Money adj	$(40,000)$	$(120,000) /$
Am't Rec on All.	—	—
4. Calls Money Due	$100,000 /$	$300,000 /$
5. Excess App Money	$(20,000) /$	$(120,000)$
Call Money Rec.	$80,000$	$180,000$

Journal

1. Bank Dr.	6,60,000	
To Eq. Sh. App Alc		6,60,000
2. Eq. Sh. App Dr.	6,60,000	
(100,000 x 3)		
To Eq. Sh. Cap Alc		300,000
To Bank		60,000
To Eq. Sh. All Alc		1,60,000
To Eq. Sh. final Call Alc		1,40,000

3. Eq. sh. All Dr. (100.000×2) 200.000
To Eq. sh. cap A/c 200.000
4. Bank Dr (20.000×2) 40.000
To Eq. sh. All A/c 40.000
5. Eq. sh. first & final call Dr 500.000
To Eq. sh. cap A/c 500.000
6. Bank Dr 360.000
To Eq. sh. final call 360.000
-

5 min

JHP Limited is a company with an authorised share capital of ₹10,00,000 in equity shares of ₹10 each, of which 6,00,000 shares had been issued and fully paid on 30th June, 2020. The company proposed to make a further issue of 1,00,000 of these ₹10 shares at a price of ₹14 each, the arrangements for payment being:

- (a) ₹ 2 per share payable on application, to be received by 1st July, 2020;
- (b) Allotment to be made on 10th July, 2020 and a further ₹ 5 per share (including the premium) to be payable;
- (c) The final call for the balance to be made, and the money received by 30th April, 2021.

Applications were received for 3,55,000 shares and were dealt with as follows:

- (i) Applicants for 5,000 shares received allotment in full; App 2, AU 1, 2x1=30,000
- (ii) Applicants for 30,000 shares received an allotment of one share for every two applied for; no money was returned to these applicants, the surplus on application being used to reduce the amount due on allotment; 2:1
- (iii) Applicants for 3,20,000 shares received an allotment of one share for every four applied for; the money due on allotment was retained by the company, the excess being returned to the applicants; 4:1, 2x=30,000, x=15,000
- (iv) the money due on final call was received on the due date.

You are required to record these transactions (including cash items) in the Journal of JHP Limited.

WN

	Application	-	Allotment	
	355000	-	100,000	
	5000	-	5000	
I	30,000	-	15000	
II	320,000	-	80,000	
				10+4
				2 5 7
				-(1+4)
			240,000	

<u>WN1</u>	<u>I</u>	<u>II</u>
1. Excess App Money	30,000	480,000
2. All Money due	75,000	400,000
3. Excess App Money adj	(30,000)	(400,000)
4. All Money Received Money Returned.	45,000	80,000

Journal

July 1 Bank Dr. (355000 x 2) 710,000
To Eq. Sh. App A/c 710,000

July 10 Eq. Sh. App Dr 710,000
(100,000 x 2) To Eq. Sh. Cap A/c 200,000
To Bank A/c 80,000
To Eq. Sh. All A/c 430,000

July 10 Eq. Sh. All Dr 500,000
(100,000 x 4) To Eq. Sh. Cap 100,000
To Sec Prem A/c 400,000

Bank Dr 70,000
To Eq. Sh. All A/c 70,000

Beautiful Co. Ltd issued 30,000 equity shares of ₹ 10 each payable as ₹ 3 per share on application, ₹ 5 per share (including ₹ 2 as premium) on allotment and ₹ 4 per share on call. All the shares were subscribed. Money due on all shares was fully received except from Ram, holding 500 shares, who failed to pay the Allotment and Call money and Shyam, holding 1,000 shares, who failed to pay the Call Money. All those 1,500 shares were forfeited. Of the shares forfeited, 1,250 shares (including whole of Ram's shares) were subsequently re-issued to Jadu as fully paid up at a discount of ₹ 2 per share.

LSC Face.

Journal

10 + 2
3 5 4
(3+2)

- 1. Eq. Sh. All Dr. 150,000-
To Eq. Sh. Cap 90,000
To Sec. Prem A/c 60,000
- 2. Bank Dr. 147,500
Calls in Arrear Dr. 2,500
To Eq. Sh. All A/c. 150,000
- 3. Eq. Sh. first & final call Dr. 120,000
To Eq. Sh. Cap 120,000
- 4. Bank A/c Dr. 114,000
Calls in Arrear Dr. 6,000
To Eq. Sh. first & final call 120,000
- 5. Eq. Sh. cap Dr. [500 x 10] 15,000
Sec. prem A/c [500 x 2] 1,000
To Calls in Arrear 8,500
To sh. forb A/c 7,500
[500 x 3 + 1000 x 6] L Prem x

6. Bank Dr. (1250 x 8) 10,000
Share forf Dr. (1250 x 2) 2500
To Eq. sh. Cap A/c 12500

7. Share forf Dr 3500
To cap Res A/c 3500

WN Cap Reserve

Ram - 500 shares

Amt forfeited = 1500
(-) Discount (500 x 2) 1000
Cap Res. 500

Shyam - 750 sh. reissued

Amt forf on 750 shares (750 x 6) = 4500
(-) Disc (1500)
Cap Res 3000

18. Delta Ltd. forfeited 600 shares of ₹ 10 each issued at a premium of 10% to W for non-payment of first and final call money of ₹ 3 (including ₹ 1 premium). At different intervals of time out of these 400 shares were re-issued to Z, credited as fully paid for ₹ 9 per share and 100 shares were re-issued to X as ₹ 10 paid up for ₹ 11 per share. Record the journal entries for forfeiture and reissue of shares. LSC

- $$\begin{array}{c} 10+1 \\ \swarrow \quad \searrow \\ 8 \quad \quad 3 \\ \text{Appd} \quad \text{All.} \\ \text{All.} \quad (2+1) \end{array}$$
-
1. $\text{Eq. sh cap Dr } (600 \times 10) \quad 6000$
 $\text{Sec. prm Dr} \quad 600$
 $(600 \times 3) \text{ To Calls in Arrear} \quad 1800$
 $(600 \times 8) \text{ To Sh. forf A/c} \quad 4800$
2. $\text{Bank Dr. } (400 \times 9) \quad 3600$
 $\text{Sh. forf Dr. } (400 \times 1) \quad 400$
 $\text{To Eq. sh. cap} \quad 4000$
3. $\text{Sh. forf Dr} \quad 2800$
 $\text{To Cap Res A/c} \quad 2800$
 $[400 \times 8 - 400]$
4. $\text{Bank Dr. } (100 \times 11) \quad 1100$
 $\text{To eq. sh. cap} \quad 1000$
 $\text{To Sec. prm A/c} \quad 100$
5. $\text{Sh. forf Dr} \quad 800$
 $\text{To Cap Res} \quad 800$
 $[100 \times 8 - 0]$

294

Journal

50 44

Dr.

(₹ in Lakhs)

Cr.

(₹ in Lakhs)

1. Bank A/c Dr. 7500
To Deb App A/c 7500

2. Deb App Dr. 7500
 To 91 Dec Af. 7500

3. Deb. All Or. (150x44) 6600
Loss on issue of Deb Or. 1650 < 900
150

(150 x 50)	To Q.I. Deb	7500
	To prem on Red	750

Disc on issue

Disc on issue of Deb 900
To 9:1 Deb 900

Loss on issue

Loss on Issue of Deb 750
To prem on Red 750

CA Hardik Manchanda

Face value

X Company Limited issued 10,000 14% Debentures of the nominal value of ₹50,00,000 as follows:

10% Discount

- (a) To sundry persons for cash at 90% of nominal value of ₹ 25,00,000.
- (b) To a vendor for purchase of fixed assets worth ₹10,00,000 – ₹ 12,50,000 nominal value.
- (c) To the banker as collateral security for a loan of ₹ 10,00,000 – ₹ 12,50,000 nominal value.

Pass necessary Journal Entries.

a) (i) Bank Dr. [2500.000 x 90%] 2250.000
To Deb App & All 2250.000

(ii) Deb App & All Dr. 2250.000
Disc on issue of Deb Dr. 250.000
To 14% Deb A/c 2500.000

b) (i) Fixed Assets Dr. 10.00.000
To Vendor A/c 10.00.000 - Liab

(ii) Vendor Dr. 10.00.000
Disc on issue Dr. 250.000
To 14% Deb A/c 1250.000

c) (i) Bank Dr. 10.00.000
To Bank Loan A/c 10.00.000
[Bank Loan is Secured by ₹1250.000, 14% Deb as Collateral Security]

Imp RTP

XY

30 100
70
(70-10)

100-10=90
30 60 70

On 1st April 2023, Globex Ltd. took over assets of ₹9,00,000 and liabilities of 1,20,000 of Himalayan Ltd. for the purchase consideration of ₹ 8,80,000. It paid the purchase consideration by issuing 8% debenture of ₹ 100 each at 10% premium on same date. XY Ltd. issued another 6000, 8% debenture of ₹ 100 at discount of 10% redeemable at premium of 5% after 5 years. According to the terms of the issue ₹ 30 is payable on application and the balance on the allotment on debentures. It has been decided to write off the entire loss on issue of discount in the current year itself.

You are required to pass the journal entries in the books of XY Ltd. for the financial year 2023-24

In the books of XY Ltd

1. Sundry Assets Dr. 900,000
Good Will Dr 100,000 (Bal fig)
To Sundry Liab 1,20,000
To Himalayan 880,000)

2. Himalayan Dr. 880,000
[8,80,000 - 80,000 Deb To B.T. Deb 800,000
110 To Sec. Prem A/c 80,000

3. Bank Dr (6000 x 30) 180,000
To Deb App Al. 180,000
4. Deb App Dr 180,000
To S.I. Deb 180,000
5. Deb All Dr (6000 x 60) 360,000
Loss on Issue of Deb. (6000 x 15) 90,000

(6000 x 70) To S.I. Deb 420,000
(6000 x 5) To prem on Red. 30,000
6. Bank Dr 360,000
To Deb All. 360,000
7. Statement of P&L Dr 90,000
To Loss on Issue of Deb. 90,000
-

HDC Ltd. issues 2,00,000, 12% Debentures of ₹10 each at ₹9.40 on 1st January, 2022. Under the terms of issue, 1/5th of the debentures are annually redeemable by drawings, the first redemption occurring on 31st December, 2022. Calculate the amount of discount to be written-off from 2022 to 2026.

$200,000 \times \frac{1}{5} = 40,000$

$10 - 0.6 = \underline{\underline{9.4}}$

Discount on issue of Deb = $200,000 \times 0.6$
= ₹120,000

Year	o/s Deb (Fv)	Ratio of Benefit derived	Disc to be written off
1	20,00,000	5	$120,000 \times \frac{5}{15} = 40,000$
2	16,00,000	4	$120,000 \times \frac{4}{15} = 32,000$
3	12,00,000	3	$120,000 \times \frac{3}{15} = 24,000$
4	8,00,000	2	16,000
5	4,00,000	1	8,000
		<u>15</u>	<u><u>120,000</u></u>

CA Foundation - Accounts

A company issued 12% debentures of the face value of ₹10,00,000 at 10% discount on 1-1-2022. Debenture interest after deducting tax at source @ 10% was payable on 30th June and 31st of December every year. All the debentures were to be redeemed after the expiry of five year period at 5% premium. Pass journal entries for the accounting year 2022.

1.1.20 Bank Dr. 900,000
To Deb App & All A/c 900,000

Deb App & All Dr. 900,000
Loss on issue of Deb Dr. 150,000 - 100,000 = 50,000

To Int. Deb 10,00,000
To Prem on Red 50,000

30.6 Deb Int Dr. $[10,00,000 \times \frac{12}{100} \times \frac{6}{12}]$ 60,000
To Deb. holder A/c 54,000
To Tax deducted at Source - 6,000

Deb holder Dr. 54,000
Tax deducted at Source Dr. 6,000
To Bank A/c 60,000

31.12 Same

31.12

Statement of P&L A/c Dr 120,000
To Int on Deb 120,000

31.12

Statement of P&L Dr 30,000
To Loss on Issue 30,000
[$150,000 \times \frac{1}{5}$]

$$50,000 \times 2.5 = 125,000$$

Pass Journal Entries in the following circumstances:

- (i) A Limited company with subscribed capital of ₹ 5,00,000 consisting of 50,000 Equity shares of ₹ 10 each; called up capital ₹ 7.50 per share. A bonus of ₹ 1,25,000 declared out of General Reserve to be applied in making the existing shares fully paid up.
- (ii) A Limited company having fully paid up capital of ₹ 50,00,000 consisting of Equity shares of ₹ 10 each, had General Reserve of ₹ 9,00,000. It was resolved to capitalize ₹ 5,00,000 out of General Reserve by issuing 50,000 fully paid bonus shares of ₹ 10 each, each shareholder to get one such share for every ten shares held by him in the company.

(i) Eq. Sh. final call Dr 125000 - Rec.
To Eq. Sh cap 125000

(ii) Bonus to Shareholder Dr 125000
To Eq. Sh. final call A/c 125000

(iii) Gen. Res Dr 125000
To Bonus to sh. A/c 125000

b) (i) Gen. Res Dr 500,000
To Bonus to SH 500,000

(ii) Bonus to SH Dr 500,000
To Eq. Sh cap A/c 500,000

The following is the abstract of Balance Sheet Happy Ltd. as on 31st March,2024:

	₹
Issued and paid up capital	
90,000 Equity shares of ₹ 10 each fully paid-up	9,00,000
Less: Calls-in-arrear (10,000 Equity shares of ₹ 2 each) 20,000	8,80,000
40,000 Equity shares of ₹ 10 each, ₹ 4 cash paid up	1,60,000
Reserves and Surplus:	
Capital Reserve (realized in cash)	60,000
Capital Redemption Reserve	1,60,000
Securities Premium (in cash)	1,00,000
General Reserve	1,20,000
Profit and Loss Account	7,00,000

On 1st April, 2024. The company makes final call @ 6 each on 40000 equity shares. The call money is duly received by 30th April,2024.

On 1st May,2024 the Board of Directors of the company decided:

- (i) To forfeit the share on which final call of ₹ 2 each is due:
- (ii) To re- issue the forfeited share @ ₹ 11 each as fully paid up:
- (iii) To issue fully paid bonus shares in the ratio of one fully paid bonus share for every two fully paid shares held; and
- (iv) To use minimum balance of Profit and Loss Account. ~~Last~~

Pass necessary journal entries in the books of the company on the basis of the above decisions. (10 Marks)

$130,000 \times \frac{1}{2} = 65,000 \text{ Shares}$

To Bonus to SH 650.000

A company offers new shares of ₹ 100 each at 25% premium to existing shareholders on one for four bases. The cum-right market price of a share is ₹ 150. Calculate the value of a right. What should be the ex-right market price of a share?

1:4 ✓

↓
After Right

↓
Before Right

125 ✓

1. Ex-Right Market price of a share

$$= \frac{4 \times 150 + 1 \times 125}{4 + 1}$$

$$= ₹ 145$$

$$\begin{aligned} 2. \text{ Value of Right} &= ₹ 150 - ₹ 145 \\ &= ₹ 5 \text{ per share} \end{aligned}$$

May 25 - playlist ₹ 100

Issue of Deb. Bonus & Right issue done ✓

WN

$$\text{DRR} = \frac{10}{100} \times [10.000 \times 100] = 100.000$$

Already created DRR - (50.000)

$$\underline{\hspace{10em}} 50.000$$

Journal

Jan 1, 2022 P&L A/c Dr. 50.000
 To ORR 50.000

Feb 28, 22 Bank Dr. 1000
 To Int on DRRI A/c 1000
 [$150,000 \times \frac{4}{100} \times \frac{2}{12}$]

Feb 28 Bank Dr 150.000
To DRR1 A/c 150000

Feb 28

Deb holder Dr	10,000
To Bank	10,000

Feb 28

6% Deb Dr.	10,00,000	
Prem on Red. of Deb	10,000	-
To Deb holder		10,10,000

Feb 28

Deb holder Dr		10.10.000	
	To Bank		10.10.000

Feb 28 DRR Dr. 100.000
 To Gen. Res. 100.000

Feb 28 P&L Dr 20.000
To Int on Deb A/c 10.000
To Prem on Red 10.000

Feb 28 Int on DRR1 Dr 1000
to P&L A/c 1000

A company had issued 40,000, 12% debentures of ₹ 100 each on 1st April, 2020. The debentures were due for redemption on 1st March, 2024. The terms of issue of debentures provided that they were redeemable at a premium of 5%. The company offered an option to the debenture holders to convert redeemable value of 20% of their holding into equity shares (nominal value ₹ 10) at a predetermined price of ₹ 15 per share and the payment in cash for remaining debentures. 50% debentures holders holding totally 5,000 debentures did not exercise the option. Calculate the number of equity shares to be allotted to the debenture holders and the amount to be paid in cash on redemption.

1. Deb holders Opted for Conversion	35000
2. No. of Deb. to be converted (35000 x 20%)	7000
3. Redemption value (7000 x 105)	₹ 735000
4. No. of eq. Shares $\left[\frac{735000}{15} \right]$	49000 eq.
5. Cash to be paid [(40,000 - 7000) x 105]	₹ 3465000

DRR x
ORRI ✓

Libra Limited (a listed company) recently made a public issue in respect of which the following information is available:

- (a) No. of partly convertible debentures issued- 2,00,000; face value and issue price- ₹ 100 per debenture.
- (b) Convertible portion per debenture- 60%, date of conversion- on expiry of 6 months from the date of closing of issue.
- (c) Date of closure of subscription lists- 1.5.2021, date of allotment- 1.6.2021, rate of interest on debenture- 15% payable from the date of allotment, value of equity share for the purpose of conversion- ₹ 60 (Face Value ₹ 10).
- (d) No. of debentures applied for- 2,00,000.
- (e) Interest payable on debentures half-yearly on 30th September and 31st March.

Write relevant journal entries for all transactions arising out of the above during the year ended 31st March, 2022 (including cash and bank entries).

Journal

₹ in Lakhs

1.5.21 Bank Dr 200
To Deb App & All A/c 200

1.6.21 Deb App & All Dr 200
To 15% Deb A/c 200

1.6.21 ORRI Dr 12
To Bank A/c 12
[200 lac x $\frac{40}{100}$ x $\frac{15}{100}$]

30.9.21 Int on Deb Dr. 10
 To Deb holder A/c 10
 [$200 \times \frac{15}{100} \times \frac{4}{12}$]

Deb holder Dr. 10
 To Bank 10

31.10. 151. Deb A/c Dr. 120
 To Debholder 120

Debholder Dr. 120
 To Eq.sh cap 20
 To Sec. Prem A/c 100
(200,000 x 10%)
(200,000 x 5%)
 [$\frac{120}{60} = 2,00,000 \text{ eq.sh}$]

31.3.22 Deb Int Dr. 7.5
 To Debholder A/c 7.5 :- Payment

WN [$1/10 - 31/10 - 200,000 \times 100 \times \frac{15}{100} \times \frac{1}{12} = 250,000$]
 [$1/11 - 31/3 - 80,000 \times 100 \times \frac{15}{100} \times \frac{5}{12} = 500,000$]

31/3 P&L Dr. 17.5
 To Deb Int 17.5

The Balance Sheet of BEE Co. Ltd. (unlisted company other than AIFI, Banking company, NBFC and HFC) as at 31st March, 2021 is as under:

Particulars	Note No	₹
I. Equity and liabilities		
(1) Shareholder's Funds		
(a) Share Capital	1	2,00,000
(b) Reserves and Surplus	2	1,20,000
(2) Non-current liabilities		
(a) Long term borrowings	3	1,20,000
(3) Current Liabilities		
(a) Trade payables		1,15,000
Total		5,55,000
II. Assets		
(1) Non-current assets		
(a) Property, Plant and Equipment	4	1,15,000
(2) Current assets		
(a) Inventories		1,35,000
(b) Trade receivables		75,000
(c) Cash and bank balances	5	2,30,000
Total		5,55,000

Notes to Accounts

		₹
1. Share Capital		
Authorised share capital		
30,000 shares of ₹ 10 each fully paid		3,00,000
Issued and subscribed share capital		
20,000 shares of ₹ 10 each fully paid	20,000 × 10 = 2,00,000	2,00,000
2. Reserve and Surplus		
Profit & Loss Account	25,000 - 13,000 = 12,000	1,20,000
3. Long term borrowings		
12% Debentures		1,20,000
4. Property, Plant and Equipment		
Freehold property		1,15,000
5. Cash and bank balances		
Cash at bank	2,00,000	
Cash in hand	30,000	2,30,000

At the Annual General Meeting, it was resolved:

- (a) To give existing shareholders the option to purchase one ₹ 10 share at ₹ 15 for every four shares (held prior to the bonus distribution). This option was taken up by all the shareholders.
- (b) To issue one bonus share for every five shares held.
- (c) To repay the debentures at a premium of 3% ✓

Give the necessary journal entries for these transactions.

Journal

1. Bank Dr. (5000 x 15) 75000
To Eq. Sh Cap 50,000
(5000 x 5) To Sec. Prem A/c 25000

2. a. Sec Prem Dr. 25000
P&L A/c Dr. 25000
To Bonus to SH 50,000

b. Bonus to SH Dr. 50,000
To Eq. Sh Cap 50,000

3 a. P&L Dr. 12000
To DRR 12000 ✓

b. DRR Dr. 18000
To Bank 18000

- c. Bank Dr. 18000
To DRR A/c 18000
- d. 12% Deb Dr. 120,000
Prem on Red Dr. 3600
To Deb holder A/c 123600
- e. Deb holder Dr. 123600
To Bank 123600
- f. DRR Dr. 12000
To Gen Res. 12000
- g. P&L Dr. 3600
To Prem on Red. 3600
-

Red. of Deb Done ✓
L 30 min available