

**Q.1 Answer**

Journal Entry  
In the books of SOS Ltd

Sr.no	Particulars	Debit	Credit
1	Cash bank a/c .....Dr To equity share application a/c	18000	18000
2	Equity share application a/c.....Dr To equity share capital a/c To cash bank a/c	18000	12000 6000
3	Equity share allotment a/c To equity share capital a/c To security premium a/c	30000	18000 12000
4	Cash bank a/c .....Dr Calls in arrears a/c .....Dr To equity share allotment a/c	29500 500	30000
5	Equity share first call a/c.....Dr To equity share capital a/c	18000	18000
6	Cash bank a/c.....Dr Calls in arrears a/c .....Dr To equity share first call a/c	17100 900	18000
7	Equity share capital a/c .....Dr Security premium a/c .....Dr To calls in arrears To share forfeiture	800 200	800 200
8	Equity share final call a/c .....Dr To equity share capital a/c	11800	11800
9	Cash bank a/c .....Dr Calls in arrears a/c .....Dr To equity share final call a/c	11400 400	11800
10	Equity share capital a/c .....Dr To calls in arrears a/c To share forfeiture a/c	2000	1000 1000
11	Cash bank a/c .....Dr Share forfeiture a/c .....Dr To equity share capital a/c	1700 300	2000
12	Share forfeiture a/c .....Dr To capital reserve	400	400

**Q2. Answer**

Journal Entry  
In the books of YY Ltd

Sr.No	Particulars	Debit	Credit
1	Equity share final call a/c .....Dr To equity share capital a/c	270000	270000
2	Cash bank a/c .....Dr To equity share final call a/c	270000	270000
3	Capital redemption reserve a/c .....Dr Security premium a/c .....Dr Capital reserve a/c .....Dr General reserve a/c .....Dr Profit & loss a/c .....Dr To bonus to equity share holder a/c	30000 30000 60000 180000 37500	337500
4	Bonus to equity shareholder a/c.....Dr To equity share capital a/c	337500	337500

**Q3. Answer**

Journal Entry  
In the books of Anukula Ltd

Sr.no	Particulars	Debit	Credit
1	Cash bank a/c.....Dr Profit and loss a/c .....Dr To investment	2800000 200000	3000000
2	General reserve a/c .....Dr To capital redemption reserve a/c	1600000	1600000
3	Equity share capital a/c.....Dr Premium payable on buy back a/c .....Dr To equity share holder a/c	1600000 4000000	5600000
4	Security premium a/c .....Dr Premium payable on buy back a/c	4000000	4000000
5	Equity share holder a/c.....Dr To Cash bank a/c	5600000	5600000
6	Equity share final call a/c .....Dr To equity share capital a/c	1000000	1000000
7	Cash bank a/c.....Dr To Equity share final call a/c	1000000	1000000
8	General reserve a/c .....Dr To Capital redemption reserve a/c	5000000	5000000
9	8% preference share capital a/c .....Dr Premium on redemption on preference share capital a/c. To preference shareholder a/c	5000000 1250000	6250000
10	Security premium a/c .....Dr To Premium on redemption on preference share capital a/c	1250000	1250000
11	Preference shareholder a/c .....Dr To Cash bank a/c	6250000	6250000
12	12% debenture a/c .....Dr To investment in own debenture a/c To capital reserve a/c	1150000	1000000 150000

**Q4. Answer**

Journal Entry  
In the books of APC Ltd

Sr.No	Particulars	Debit	Credit
1	Cash bank a/c.....Dr To equity share capital a/c To Security premium a/c	86006	81910 4096
2	Profit and loss a/c .....Dr To Capital redemption reserve a/c	18090	18090
3	Preference share capital a/c .....Dr Premium payable on redemption on preference share a/c To preference shareholder a/c	100000 10000	110000
4	Security premium a/c .....Dr Profit and loss a/c .....Dr To Premium payable on redemption of preference share	8086 1904	10000

	capital a/c		
5	Cash bank a/c.....Dr To preference shareholder a/c	110000	110000

**Q5. Answer**

Journal entry  
In the books of Vardhaman ltd

Date	Particular	Debit	Credit
1-1-04	Cash bank a/c.....Dr To 9% debentures	2000000	2000000
1-2-05	Own debenture a/c .....Dr To Cash bank a/c	204000	204000
1-2-05	9% debenture a/c .....Dr Profit and loss a/c .....Dr To Own debenture a/c	200000 4000	204000
1-1-08	9% debenture a/c .....Dr To debenture holder a/c	300000	300000
1-1-08	Debenture holder a/c .....Dr To Cash bank a/c	300000	300000
1-6-10	Investment in own debenture a/c .....Dr To Cash bank a/c	197800	197800
31-5-11	9% debenture a/c .....Dr To capital reserve To investment in own debenture a/c	200000	2200 197800
1-2-14	9% debenture a/c .....Dr Premium payable on redemption of debenture a/c .....Dr To debenture holder a/c	1300000 39000	1339000
1-2-14	Security premium a/c .....Dr To Premium payable on redemption of debenture a/c	39000	39000
1-2-14	Debenture holder a/c .....Dr To Cash bank a/c	1339000	1339000