

Solution:

(1)

Particulars	Debit	Credit
Cash	103,580	
To Paid in Capital		103,580
(Being shares sold to public)		

Amounts are in millions of yens.

(2)

U.S. companies will often account for the par value of the stock. If it is 1 yen per stock, then the par value will be reported to be 1,670 million yens. Thus, the companies would have reported it as:

Particulars	Debit	Credit
Cash	103,580	
To Paid in Capital		101,910
To Par Value of the Shares		1,670
(Being shares sold to public)		