



Q2. Y.Ltd. issued 2,000, 6% Debentures of Rs.100 each payable as follows: Rs.25 on application; Rs.50 on allotment and Rs.25 on First and Final call.

Solution:

#### Journal Entries

Date	Particulars	LF	Amt. (Dr)	Amt. (Cr)
(i)	Bank A/c Dr To 6% Debentures Application A/c (Being application money @ ₹ 25 each received for 2,000 6% debentures)		50,000	50,000
(ii)	6% Debenture Application A/c Dr To 6% Debenture A/c (Being application money on 2,000 debentures transferred to 6% debentures account)		50,000	50,000
(iii)	6% Debenture Allotment A/c Dr To 6% Debenture A/c (Being debenture allotment money @ ₹ 50 each due on 2,000 6% debentures)		1,00,000	1,00,000
(iv)	Bank A/c Dr To 6% Debenture Allotment A/c (Being allotment money for 2,000 6% debentures received)		1,00,000	1,00,000
(v)	6% Debenture First and Final Call A/c Dr To 6% debenture A/c (Being debenture first and final call @ ₹ 25 each due on 2,000 6% debentures)		50,000	50,000
(vi)	Bank A/c Dr To 6% Debenture First and Final Call A/c (Being first and final call for 2,000 6% debentures received)		50,000	50,000

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