**2022 Chung Ling (Private) High School Paper 2 Question 3**

Yi Jing Ltd was incorporated on 1 January 2019 and has an authorised capital of 500,000 Ordinary Shares of RM1.20 each. The issued share capital as at 31 December 2021 was RM300,000 which was issued at par and fully paid.

On 1 April 2022, the company decided to issue a further 150,000 ordinary shares at a price of RM1.50 per share, payable as follow:

|  |  |  |
| --- | --- | --- |
|  |  | **Per cent on issued price** |
| April 1 | Application | 10% |
| May 1 | Allotment (including premium) | 30% |
| June 1 | First Call | 40% |
| July 1 | balance on Second and Final Call |  |

Applications are received for 300,000 shares. RM15,000 returned to unsuccessful applicants at the allotment date.

Successful applicants were deal as follow:

1. Full allotment for 100,000 applications;
2. The remaining applications were based on 1 shares for every 2 shares applied for.
3. The excess application monies are set off against the allotment monies asked for.
4. The balance of allotment money was received on 15 May 2022.

The remaining requested instalments are all paid in full.

**You are required to prepare:**

1. Journal Entries **OR** Ledger accounts to record the above transactions;
2. Statement of Financial Position (Extract) as at 1 July 2022.