

## ENGLISH VERSION

- 1 A company issued a prospectus inviting application for 14  
50,000 Ordinary shares of Rs. 10 each at a premium of  
Rs. 2 per share payable under :

On Application	Rs. 2
On Allotment	Rs. 5 (including premium)
On first Call	Rs. 2
On Second Call	Rs. 3

Applications were received for 75,000 shares and allotment made pro-rata to the applicants of 60,000 shares and the remaining applications were rejected and the amount was refunded. Money overpaid on applications was to be transferred to allotment account.

→ A, to whom 2,000 shares were allotted, failed to pay the allotment money and B, to whom ~~2,500~~ shares were allotted → 1000  
failed to pay the two calls. These shares were forfeited after making second call. 234124

All the shares were re-issued as fully paid, for Rs. 8 per share. Pass necessary journal entries in the books of the company.

OR

- 1 Authorised capital of Akar limited is Rs. 25,00,000 divided 14  
into 25,000 equity shares of Rs. 100 each. Company issued  
15,000 equity shares at a premium Rs. 40 for public. Amount  
was called as under :

On Application	Rs. 20
On Allotment	Rs. 65 (including premium)
On first Call	Rs. 25
On Second Call	Rs. 30

Company received Applications twice than the shares issued. Allotment of the application received by the company was made as follows:

- Application of the applicants for 4,000 shares were rejected.
- Applicants of 4, 000 shares were allotted full shares.
- Remaining shares were allotted to the remaining applicants pro-rata.