

Financial Accounts  
T.D.C Part I  
B. Com.

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Q. Omex Limited issued a prospectus offering 200,000 equity shares @ 10 each on the following terms. on Application 2, on allotment 6 per share (including premium of 3 per share) on first call 2 per share and 3 per share on second and final call. Subscriptions were received for 3,30,000 shares on 20/17, the allotment made on 30 March was as follows.

- (A) Allotment in full Share Allotment  
40,000
- (B) Allotment for two third share applied for 150,000
- (C) Allotment for  $\frac{1}{4}$  of share applied for 10,000

No allotment were made on application for 25,000 shares was returned to Applicant on 13 April 2017. The amount due were received on the due date with the exception of the allotment, first call and final call on 200 shares. These shares were forfeited on 10 Oct 2017 and re-issued to Ganesh for payment of 9 per share. These shares are included in category 'B' Give Journal entries in the book of Omex Limited.

Aus.

Analytical Table of 200000 Shares @ 10 each

Call	Due	Received	Net Amnt	Excess	Adjust Amnt
Applica @ 2	4,00,000	6,60,000	50,000	2,10,000	
Application B + 3	6,00,000 + 6,00,000	9,89,000			2,10,000 100
I @ 2 each	4,00,000	3,99,600			400
II Call - 3	6,00,000	5,99,400			600

Share applied by A = 40000

Share applied by B =  $\frac{1,50,000 \times 3}{2} = 2,25,000$

Share applied by C =  $\frac{1,00,000 \times 4}{2} = 40,000$

Excess Amount of B =  $(2,25,000 \times 2 - 1,50,000 \times 3) = 1,50,000$

Excess Amount of C =  $(40,000 \times 2 - 1,00,000 \times 2) = 60,000$

Arrear on allotment =  $\frac{1,50,000 \times 6}{1,50,000} - 1,50,000 \times 200 = 1,000$

Journal Entries

Bank a/c Dr 6,60,000  
 To Share Application a/c 6,60,000

(Being Application Money received 3,30,000 shares @ 2 each)

Share Application a/c — 4,50,000  
 To Share Capital 4,50,000

(Bank — Application Money received to Share Capital a/c & Refund)

Share Allotment — 1,200,000  
 To Share Capital 6,00,000  
 To Premium 6,00,000

(Bank Allotment Money due)

Bank Cr 989000  
Applicator: Cr Dr 210000

To Share Allotment 1189000  
(Bank Allotment Money received)

Share First Call Cr 400000  
To Share Capital 400000  
(Bank First call Money Recd)

Bank Cr 399600  
To Share First call 399600

(Bank First call Money received)

Share Second & Final Call Cr 600000  
To Share Capital 600000  
(Bank Final call Money Recd)

Bank Cr 599400  
To Share Final Call 599400  
(Bank Amount received on Final)

Share Capital Cr 200000  
Premium Cr

To Share Allotment 1000  
" First call 400  
" Second & Final 600  
Share forfeited for defaulted share 600  
Payment of above calls

Bank Cr 2000  
To Share Capital 2000  
(Bank Share Re-issued)

Share Forfeited Cr 400  
To Capital Re 400