



1. On 1-1-2017 the first call of Rs 3 per share became due on 1,00,000 equity share issued by Kartar Ltd. Karan, a holder of 500 shares did not pay the first call money. Arjun, a holder of 1,000 shares paid the second call money of Rs 5 per share along with first call. Pass necessary journal entry for the amount received by opening 'Calls-in-arrears' and 'Calls-in advance' account in the books of the company. (1)
2. State the provisions of Companies Act, 2013 for the creation of 'Debenture Redemption Reserve'. (1)
3. Mention any Difference between premium on issue of debentures and premium on redemption of debentures. (1)
4. Which section and schedule of Act prescribes the form for Companies Balance Sheet? (1)
5. Debt equity ratio of a company 0.8: 1. State whether the long term loan obtained by the company will improve, decrease or not change the ratio. (1)
6. What is the significance of Return on Capital employed Ratio? (1)
7. Z Ltd. forfeited 600 shares of Rs. 10/- each, on which first call of Rs. 3/- per share was not received; the second and final call of Rs. 2/- per share has not yet been called. Out of these, 200 shares were re-issued as Rs. 8/- paid up for Rs. 7/- per share. (3)
8. Under which heads and sub-heads will the following items appear in the Balance Sheet of a company as per Companies Act, 2013.  
i) Computer Software                      ii) Loose tools                      iii) Mining Rights (3)
9. On 1<sup>st</sup> April 2013 Osaw Agro Ltd. had Rs. 1,00,00,000/-, 10% Debentures of Rs. 100/- each outstanding.  
i) On 1<sup>st</sup> April 2014 the company purchased in the open market 30,000 of its own debentures for Rs. 95/- and cancelled the same immediately.  
ii) On 28<sup>th</sup> February 2017 the company redeemed at par debentures of Rs. 50,00,000/- by draw of lot.  
Ignoring interest on debentures and DRR, pass necessary journal entries for the above transactions in the books of the company. (4)
10. On 1<sup>st</sup> April 2017 Ashoka Ltd as formed with an authorised capital of Rs. 1,00,00,000/- divided in to 2,00,000 equity shares of Rs. 50/- each. The company issued prospectus inviting applications for 1,50,000 equity shares. The issue price was payable under: On application Rs. 15/-, on allotment Rs. 20/- and on Call balance. The issue was fully subscribed and the company was allotted shares to the entire applicant. The company did not make the call during the year. The company also issued 5,000 shares of Rs. 50/- each fully paid up to the vendor for purchase of office premises. Show the:  
a) Share capital in the Balance Sheet of the Company as per Act, and  
b) Prepare notes to accounts of the same. (4)
11. a) Mohit Ltd took over assets of Rs. 8,40,000/- and liabilities of Rs. 80,000/- of Ram Ltd. at an agreed value of Rs. 7,20,000/-. Mohit paid to Ram Ltd. by issue of 9% debentures of Rs. 100/- each at a premium of 20% . Pass necessary journal entries to record the above transactions in the books of Mohit Ltd.  
b) Give journal entries in each of the following cases if the face value of 9% debentures is Rs. 100/-.  
i) A debenture issued at Rs. 100/- repayable at Rs. 105/-.  
ii) A debenture issued at Rs. 95/- repayable at Rs. 105/-. (6)

12. A company had a liquid ratio of 1.5 and current ratio of 2 and Inventory Turnover ratio 6 times. It has total current assets of Rs. 8,00,000/- in the year 2017. Find out annual revenue from operations if goods sold at 25% profit on cost. (6)
13. Gupta Ltd. invited applications for issuing 30,000 shares of Rs. 10/- each issued at a premium of 4 per share. The amount was payable as follows:
- On application Rs. 5/- (including Re. 1/- Premium)
  - On allotment Rs. 4/- (including Re. 1/- Premium)
  - On first Call Rs. 3/- (including Re. 1/- Premium)
  - On second and final call Rs. 2/- (including Re. 1/- Premium)
- Applications for 80,000 shares were received and pro rata allotment was made to applicants and are as follows:
- List I Applicants for 30,000 shares were allotted 10,000 shares.
  - List II Applicants for 23,000 shares were allotted 10,000 shares.
  - List III Applicants for 17,000 shares were allotted 10,000 shares.
  - List IV Balance applications rejected.
- Excess application money can be used for further instalments and the leftover should be returned to applicants.
- Sudha to whom 900 shares were allotted in the List III failed to pay the allotment money, and her subsequent failure to pay first call money her shares were forfeited. Asha who had applied for 1,150 shares in List II paid only application money and her subsequent failure to pay both calls her shares were forfeited.
- Out of the forfeited shares 900 shares were reissued @ Rs. 8/- per share fully paid up. The reissued shares included the whole shares of Asha. Pass necessary journal entries in the books of the company. (8)