

(1)

Q1) MCG

↳ Security Premium (2) Fixed Int prior to Shareholders

(4) A Liability

(3) ~~13~~ Reporting currency

(5) 13

(6) Income and Exp A/c

(7) at premium

(8) Long term

(9) For all of above

(10) Initial public offer

True - 1, 2, 3, 4, 5, 6, 7, 8, 9, 10

~~False~~ -

02) Issue of shares

(2)

1) Bank A/c — Dr To Sh Appln. (5000 x 3)	15000	15000
2) Share Appln — Dr To Bank (500 x 3)	1500	1500
3) Share Appln — Dr To Sh. Allotment (500 x 3)	1500	1500
4) Sh. Allotment A/c — Dr To Sh. cap. Dr (4000 x 2)	8000	8000
5) Bank A/c — Dr To Sh. Allotment.	8000	8000
6) 1st call A/c — Dr To Sh cap (4000 x 3)	12000	12000
7) Bank — Dr To 1st call	12000	12000
8) Final call A/c — Dr To Sh. cap.	8000	8000
9) Bank — Dr To Final call A/c	8000	<del>8000</del>

Date	Particulars	F.V	Int	Cost	Date	Particulars	F.V	Int	Cost
1-6-11	To Bank	40000	2000	38400	30-6-11	By Bank	-	2000	21600
1-12-11	To Bank	50000	4000	47000	1-9-11	By Bank	20,000	400	1700
					31-12-11	By Bank By P & L By Bal c/d.	30000 - 40000	-	33000 - 30923
	By Bal c/d	90000	4500	85400			90000	4500	85400

Investment A/c

33

33

Q3

7.5% Pref Shares

(4)

Gen Res. 18,00,000

Cap Res. 1,40,000

$$\text{Redn} = 12000 \times 100 = 1200000 \text{ } \left. \begin{array}{l} \text{Prem.} \\ = 120000 \end{array} \right\} 13,20,000$$

1)	Bank A/c ——— Dr To 7.5% Pref sh. (6000x100) To Premium (6000x45)	750000	600000 150000
2)	Redn on Pref sh cap A/c — Dr Prem on Redn A/c ——— Dr To Pref sh. cap.	1200000 120000	13,20,000
3)	Sec. Prem. <del>Gen Res.</del> To Prem on Redn	120000 <del>120000</del>	120000
4)	Gen Res A/c ——— Dr To C. R. R.	1300000	13,00,000
5)	Pref sh. holders A/c — Dr To Bank	1309000	13,00,000
		1567000	15670,000

Balance sheet (opening)

(5)

Liabilities	Amt	Asset	Amt
outstanding liabilities.		Furniture	30,000
Salaries 2000	2600	Library Book	50,000
Rent 600		Int.	400000
Capital Fund	484500	Cash in hand	500
		Cash at Bank	5650
		Subscription	1000
		In arrears.	
	487500		487550

487550

487150

Income and exp A/c

Expenditure		Income	
Salaries	<del>2500</del> 24700	By subscription	45500
Rent	<del>700</del> 7200	(-) 15-16 (1000)	
Postage	300	17-18 (1500)	43000
Sundry exp	<del>300</del> 2550	By Int on Int	20000
Electricity charges	3000	Bank Int	250
meeting exp	1500	Sale of Furniture	3000
Excess/surplus	27000		
	66250		66250

Balance sheet (opening)

(5)

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		Cash at Bank	5650
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		In arrears.	
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			487150

Income and exp A/c

Expenditure		Income	
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Postage	300	17-18 (1500)	43000
Sundry exp	<del>300</del> 2550	By Int on Int	20000
Electricity charges	3000	Bank Int	250
meeting exp	1500	Sale of Furniture	3000
Excess/surplus	27000		
	66250		66250

Balance Sheet (Closing)

6

Liabilities	Amt	Asset	Amt
Subscription In advance	1500	Furniture C	30,000
Old salaries.	2500	Liability Bank (50000 + 10000)	60000
Rent	800	Investment: (10000 + 40000)	410000
Capital fund 484550		Cash at Bank	14800
Surplus 27000		Cash in hand	1550
	<b>516350</b>		<b>516350</b>

1)	Bank A/c — Dr Disct on Issue — Cr To 12% Deb <sup>n</sup> .	28,50,000 150,000	39,00,000
2)	Bank A/c — Dr Disct on Issue — Dr Loss on Issue — Dr To 12% Deb. To Perm on Rec <sup>n</sup>	57,00,000 3,00,000 30,000	60,00,000 <del>60,00,000</del> <del>30,00,000</del> 30,000
3)	Mach A/c — Dr <del>Disct on Issue — Dr</del> To 10% Deb <sup>n</sup> To Profit on Issue	28,00,000	25,00,000 3,00,000
4)	Bank A/c — Dr To 5% Deb <sup>n</sup>	10,00,000	10,00,000



②

In Balance of Mary Ltd.

11/1/17	Purchase Alc — Mr To Mary Ltd (25000 x 69)	1725000	1725000
10/2/17	Mary Ltd Alc — Mr (10000 x 69) F.E.F. Alc — Mr (10000 x 0.50) To Bank (10000 x 69.50)	690000 50000	695000
15/3/17	Mary Ltd Alc — Mr (7500 x 69) To Bank Alc — Mr (7500 x 67.60) To F.E.F. Alc (7500 x 1.4)	517500	507000 10500
31/3/17	Mary Ltd Alc — Mr (7500 x 4) To F.E.F. Alc (7500 x 4)	30000	30000
31/3/17	F.E.F. Alc — Mr To P&L	35500	35500
20/4/17	Mary Ltd Alc (7500 x 69) To Bank Alc (7500 x 66.75) To F.E.F. Alc (7500 x 2.25)	517500	500625 16875