

VIVEKANANDHA COLLEGE FOR WOMEN
DEPARTMENT OF COMMERCE (CA)
INCOME TAX LAW & PRACTICE - I
II.B.COM (CA)

Time: Three hours

Maximum:75 marks

SECTION A – (10*2=20 marks)

Answer ALL questions

1. What is an equity share?
2. What is meant by calls in advance?
3. What are various types of share capital of a company?
4. Write short notes on reissue of forfeited shares?
5. What is meant by issue of share at premium?
6. What is a preference share?
7. What is revenue reserve?
8. What do you mean by CRR?
9. What is meant by calls in arrear?
10. What is pro rata allotment?

SECTION B (5*5=25 marks)

Answer ALL questions

11. a) Write model journal entries for issue of shares. (OR)
b) What are various types of preference shares? Explain.
12. a) X Ltd., had an authorized capital of Rs.4,00,000 divided into shares of Rs.100 each.
If offered to the public 3000 shares payable as follows:
On application – Rs.30
On allotment - Rs.20
On first & final call - Rs.50
The shares were duly subscribed for by the public all money was received.
Pass journal entries. (OR)
b) The Directors of a company after due notice forfeited 100 shares on which the final call amount of Rs.3 being failed to pay of Rs.10 each on which later these shares were reissued at Rs. 8 per share. Give journal entries.
13. a) Raja Ltd., issued 10,000 shares of Rs.10 each at premium of Rs.2 per share, on allotment Rs.5 (including premium).
Give journal entries for share allotment and allotment money received. (OR)
b) The following extract from the balance sheet of AB Ltd., as on 31st Dec. 1997 is given to you.
Share capital:

2,00,000 equity shares at Rs. 10 each	20,00,000	
3,00,000 6% redeemable preference shares of Rs. 10 each		30,00,000
Capital reserve		15,00,000
General reserve		9,00,000
P & L A/c		25,50,000

Give the journal entries for redemption of preference shares.