SATISH CHANDRA MEMORIAL SCHOOL

DEPARTMENT OF COMMERCE & BUSINESS STUDIES | ACADEMIC SESSION 2026-27

CLASS XII ACCOUNTANCY PRACTICE WORKSHEET

Student Name: .... **Roll No:** ....

Class & Sec: .... **Date:** ....

TOPIC: Issue, Forfeiture & Reissue of Shares | **MAX MARKS: 20** | **TIME ALLOWED: 45 Mins**

SECTION A: Multiple Choice Questions (4 Marks • 1 Mark Each)

Q1. When shares are forfeited, the Share Capital Account is debited with:

(a) Nominal (Face) value of shares
(b) Called-up amount on shares
(c) Paid-up amount on shares
(d) Uncalled amount on shares

Q2. Interest on Calls-in-Advance is payable according to Table F of the Companies Act, 2013 at a maximum rate of:

(a) 6% p.a.
(b) 10% p.a.
(c) 12% p.a.
(d) 5% p.a.

Q3. The maximum discount that can be offered at the time of reissue of forfeited shares is equal to:

(a) 10% of the face value
(b) The amount credited to Securities Premium
(c) The amount already forfeited on such shares
(d) The unpaid amount on such shares

Q4. X Ltd. forfeited 100 shares of ₹10 each (fully called up) for non-payment of final call of ₹3 per share. These shares were reissued at ₹8 per share as fully paid. The amount transferred to Capital Reserve will be:

(a) ₹700
(b) ₹500
(c) ₹200
(d) ₹300

SECTION B: Numerical Problems (16 Marks)

Q5. (4 Marks) — Calls-in-Arrears & Calls-in-Advance

Apex Ltd. invited applications for 20,000 equity shares of ₹10 each, payable as follows:

- **On Application:** ₹3 per share | **On Allotment:** ₹3 per share | **On First & Final Call:** ₹4 per share

All the shares were subscribed and money duly received, except:

1. **Rohan** (held 500 shares) failed to pay allotment money. He paid his allotment arrears along with first & final call.
2. **Sohan** (held 300 shares) paid the entire final call money along with the allotment.

Pass necessary Journal Entries for Allotment and Call stage (ignoring interest).

Q6. (6 Marks) — Forfeiture & Reissue of Shares Issued at Par

Zenith Industries Ltd. forfeited 800 equity shares of ₹10 each issued at par for non-payment of allotment money of ₹3 per share and first & final call money of ₹3 per share. The application money of ₹4 per share was duly received.

Out of the forfeited shares, 600 shares were reissued to Vikas as fully paid-up at ₹7 per share.

Pass Journal Entries in the books of Zenith Industries Ltd. for:

1. Forfeiture of 800 shares
2. Reissue of 600 shares
3. Transfer of profit on reissue to Capital Reserve

Q7. (6 Marks) — Forfeiture & Reissue of Shares Issued at Premium

Nova Tech Ltd. issued 10,000 shares of ₹10 each at a premium of ₹2 per share, payable as follows:

- **On Application:** ₹4 per share (including ₹1 premium)
- **On Allotment:** ₹5 per share (including ₹1 premium)
- **On First & Final Call:** ₹3 per share

All money was received except from **Aman** (held 400 shares), who failed to pay allotment and final call money. His shares were forfeited immediately after the final call. Out of these, 300 forfeited shares were reissued to Rahul at ₹9 per share as fully paid-up.

Pass Journal Entries for forfeiture, reissue, and capital reserve transfer in the books of Nova Tech Ltd.