

**ST. JOSEPH'S COLLEGE OF LAW**  
#18, Residency Road, Bengaluru – 560025  
**Midterm Examinations – May 2025**

**Subject: Corporate Accounting**

**Class: I BCOM LLB**

**Max Marks: 10**

**Time: 1 Hr**

**Instructions:**

- Answer any one essay type question from Part A and any one short note question from Part B.
- Essay type question carries 7 marks and the short note question carries 3 marks.

**Part A**

**7 x 1 = 07**

1. A company issued 5,00,000 shares at Rs 10 each. The whole issue was underwritten by A, B, C, and D as follows

A = 2,00,000 Shares

B = 1,50,000 Shares

C = 1,00,000 Shares

D = 50,000 shares

The applications were received for 4,50,000 of which marked forms were:

A = 2,20,000 shares

B = 1,10,000 shares

C = 90,000 shares

D = 10,000 shares

Calculate the liability of the underwriters

**Or**

2. Sana company Ltd has a nominal capital of 4,00,000 in equity shares of Rs 10 each of these shares 30,000 shares were issued to the public. The amount was payable as follows

Rs 3 on application

Rs 2 on allotment

Rs 3 on first call

Rs 2 on final call

All the shares were duly subscribed and the money duly received except the final call on 2000 shares. The directors forfeited these shares and re-issued at Rs 7 per share fully paid. Pass the journal entries.

**Part B**

**3x 1= 03**

3. Write a short note

- Marked applications
- Underwriting
- Underwriter

**Or**

4. Vijay company issued 5000 shares of Rs 10 each. All money was duly received except final call on 100 shares final call money is Rs 3 per share. Directors forfeited these shares and reissued at Rs 7 per share fully paid-up. Pass forfeiture and reissue entries only.