

BOOKS OF VIMAL LIMITED
JOURNAL

Date	Particulars	L.F.	Debit (Rs.)	Credit (Rs.)
	Sundry Assets A/c	Dr.	5,00,000	
	Goodwill A/c	Dr.	50,000	
	To Sundry Liabilities A/c			1,00,000
	To Kapil Ltd. A/c			4,50,000
	(Being business of Kapil Ltd. taken over at Rs. 4,50,000)			
	Kapil Ltd	Dr.	1,50,000	
	To Bank A/c			1,50,000
	(Being Rs. 1,50,000 paid by cheque to Kapil Ltd)			
	Kapil Ltd	Dr.	3,00,000	
	To 11% Debentures A/c			2,50,000
	To Securities Premium Reserve A/c			50,000
	(2,500 debentures of Rs.100 each issued at a premium of 20%)			

Number of debentures to be issued = $\frac{\text{Purchase Consideration}}{\text{Issue Price}} = \frac{3,00,000}{(100+20)} = 2,500$ debentures