

**KHANDELWAL LIMITED
JOURNAL**

Date	Particulars	L.F.	Debit (Rs.)	Credit (Rs.)
	Sundry Assets A/c Dr.		25,00,000	
	Goodwill A/c Dr.		9,80,000	
	To Sundry liabilities A/c			7,80,000
	To Sharma Ltd.			27,00,000
	(Acquired Assets and Liabilities of Sharma Ltd.)			
	Sharma Ltd. (30,000 × 90) Dr.		27,00,000	
	Loss /Discount on issue of Debentures A/c Dr.		3,00,000	
	(30,000 × 10)			
	To 10% Debentures A/c			30,00,000
	(Issued 10% debentures in favour of Sharma Ltd. and recorded loss/discount on issue of debentures)			

$$\begin{aligned}
 \text{Number of debentures to be issued} &= \frac{27,00,000}{100-10} \\
 &= \frac{27,00,000}{90} \\
 &= \mathbf{30,000 \text{ debentures}}
 \end{aligned}$$