

Q-2 Balance Sheet as on 31st March, 2012 of Harsad Ltd., and Pravin Ltd. was as under

Balance Sheet of Harsad Ltd.

Liabilities	Rs.	Assets	Rs.
Share Capital: 10000 equity share of Rs.100 each	1000000	Land and building	350000
General Reserve	350000	Machinery	750000
Profit and Loss Account	65000	Patents	75000
Creditors	75000	Stock	150000
		Debtors	65000
		Bank	100000
Total	1490000	Total	1490000

Balance sheet of Parvin Ltd.

Liabilities	Rs.	Assets	Rs.
Share Capital: 2000 equity share of Rs.100 each	200000	Goodwill	35000
Profit and Loss A/c	26000	Land and Building	120000
Creditors	15500	Stock	32000
		Debtors	31000
		Bank	23500
Total	241500	Total	241500

Directors of both the companies decided that:

- (1) Both the companies should be wound up and a new company Anand Ltd. Be formed to acquire the assets and liabilities of both the companies.
- (2) Authorised share capital of Anand Ltd. be fixed at Rs.12, 00,000 divided in to 12000 Equity share of Rs.100 each.
- (3) Harsad Ltd. To be paid Rs.1400000 as purchase consideration. 8860 Equity share of Rs.100 value to be treated at Rs.150 per share and balance purchase consideration in cash.
- (4) Parvin Ltd. To be paid Rs.185000 as purchasing consideration. 1140 Equity share of Rs.100. value to be treated at Rs.150. per share and balance purchase consideration in cash.
- (5) Harsad Ltd. And Parvin Ltd. shall retain cash with Bank
- (6) Anand Ltd. issued remaining Equity shares at Rs.150 per share and were fully paid
- (7) The liquidation Expenses of Harsad Ltd. and Parvin Ltd. Amounted to Rs. 5000 and Rs.3000 respectively.

Prepare (A) In the book of Harsad Ltd.:- (i) Realization Account (ii) Purchasing company Account (iii) Shareholders Account (iii) Bank Account