Bonus Shares

1. The issued capital of AMNS Ltd. Consists of 20,000 Equity shares of ₹100 each. On 31-03-2026, it had ₹4,00,000 balance in General Reserve and ₹2,00,000 balance in Security premium A/c. The company declared a bonus at the rate of one share for every four shares held. Give the necessary entries in the books of company.
2. Rocky Ltd. had a paid-up capital of ₹10,00,000 in equity shares of ₹10 each. The company had accumulated reserve balance of ₹15,00,000 out of which ₹7,50,000 was distributed as bonus shares. Each bonus share is of ₹20 each. Write necessary entries in the books of company.
3. The following balances are shown in the books of company:
   Equity share capital of ₹10 each, ₹9 per share paid-up-9,00,000
   Security premium- ₹20000
   Profit prior to Incorporation- ₹30000
   Capital redemption reserve- ₹80000
   Profit and loss account (Cr.)- ₹70,000

The company declared a bonus to make partly paid up shares as fully paid up. Give the necessary entries in the books of company.

4. A Limited Company has an authorised capital of ₹6,00,000 divided into equity shares of ₹10 each. The issued capital of the company was ₹3,50,000 divided into shares of ₹10 each, ₹7 per share paid up. A sum of ₹3,00,000 was capitalised out of Reserve funds. A company declared bonus shares to convert partly paid shares into fully paid. To issue bonus shares of ₹10 each, at a premium of ₹5 per share, on the basis of one equity share for every five equity shares held by them.
   Write necessary journal entries in the books of company.

5. Meghnath Co. Ltd, declared bonus out of its General Reserve to convert its partly paid shares into fully paid shares. Afterwards three fully paid equity shares were distributed as bonus in exchange for five shares from share premium and capital reserve. The balances on 31-03-2026 are as under :

Particulars	Amount
Equity shares of ₹100 each ₹75 paid up	6,00,000
General Reserve	2,50,000
Capital Reserve	3,30,000
Securities Premium	1,50,000

Write necessary journal entries in the books of company regarding bonus shares.

6. Lakme India Ltd. has authorised capital of ₹ 20,00,000 which is divided into 2,00,000 equity shares of ₹10 each. The reserve fund of the company is ₹6,00,000. The company has issued 80,000 equity shares at the premium of ₹2 per share and ₹9 (including premium) were demanded per share and were paid-up. It was decided to use some part of reserve fund for declaring the bonus so as to make partly paid equity shares fully paid-up. On every 5 shares, 1(one) share was declared as bonus at 20% premium. Pass necessary entries in the books of the company.