



CENTRAL WAREHOUSING CORPORATION
(GOVT. OF INDIA UNDERTAKING)

No. CWC/FD-CA/Accounting Circular/19-20

15th April 2020

Accounts Circular # 28

Subject: Accounting of Income, Expenditure, Payable and Recoverable at CFS/ICDs under Strategic Alliance Management Operator (SAMO) at CFS/ICDs.

- 1.0 This is in supersession to guidelines circulated vide C.O. letter No. CWC/FD-Compilation/Ann. Closing/16-17/260E dated 17/01/2017 vide which Accounting of income and expenditure for the SAMO operations was advised.
- 2.0 In view of the recently entered/renewed SAMO contracts at various CFS/ICDs of CWC and also to correctly account for the GST, TDS on GST, TDS control, TDS availment and GST input credit in SAMO billing, following accounting instructions are advised to be followed henceforth, so that accounting is done as per the SAMO contract entered.
- 3.0 Presently, there are two types of Strategic Alliance arrangements. In the first type of arrangement, entire billing to the customers is done by CWC and thereafter the SAMO partner bills to CWC for its share of income, ensuring that the monthly fixed and variable fee of CWC as per contract remains with the Corporation. In the second type of arrangement, entire billing is done by SAMO partner and CWC is to bill to SAMO for its share of fixed and variable fee.

4.0 Arrangement No. 1: Billing to customer by CWC

- i. For booking of income of SAMO

28404-XXXXX	SAMO Debtor	Dr.	XXX	
30121	WH.CHARGES- SAMO (GST TAXABLE)	Cr.		XXX
30122	WH. CHARGES- SAMO (GST EXEMPTED)	Cr.		XXX
30213	M.F.CHARGES-SAMO (GST-TAXABLE)	Cr.		XXX
30214	M. F. CHARGES-SAMO (GST-EXEMPTED)	Cr.		XXX
12104/05/06	GST Payable	Cr.		XXX

- ii. For booking of expenses of SAMO (on receipt of Bill by SAMO to CWC of net amount after deducting fixed and variable income of CWC)

41204	M.F.EXPENSES (SAMO)	Dr.	XXX	
29541/42/51/ 52/61/62	GST Credit	Dr.	XXX	
12404-XXXXX	SAMO CREDITOR	Cr.		XXX
12002	TDS payable	Cr.		XXX
12107/8/9	TDS on GST	Cr.		XXX

Note: No bill is required to be raised by CWC to SAMO for fixed and variable charges except in one case where **Income** of SAMO is not sufficient enough to cover Fixed and Variable charges of CWC.

iii. For receiving payment against CWC income against step (i) above

	Bank	Dr.	XXX	
29110	TDS Control	Dr.	XXX	
28404-XXXXX	SAMO Debtor	Cr.		XXX

iv. For transferring reflected TDS from control to availment a/c

29102	TDS deducted at source (26AS)	Dr.	XXX	
29110	TDS control	Cr.		XXX

v. Withholding amount of TDS deducted by SAMO Debtors and not reflected in 26AS

12404-XXXXX	SAMO Creditor	Dr.	XXX	
12410-XXXX	SAMO TDS withhold	Cr.		XXX

vi. For making payment to SAMO:

12404-XXXXX	SAMO Creditor	Dr.	XXX	
	Bank	Cr.		XXX

Note : Regional office has to make its own calculations regarding payment to SAMO operator monthly basis.

vii. For releasing of withhold amount of TDS after reflection in 26AS:

12410-XXXX	SAMO TDS withhold	Dr.	XXX	
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	Bank		Cr.		XXX
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2) Arrangement No. 2: Bill to customer by SAMO

a. For Raising of Invoice for Fixed and Variable fees

28409-XXXXX	SAMO Debtor	Dr.	XXX	
30400	Income from CFS/ICD under Strategic Alliance	Cr.		XXX
	GST Payable	Cr.		XXX

b. For raising of invoice for reimbursement of Salary, Security, Water-Electricity Charges, Custom cost recovery charges and any other charges

28409-XXXXX	SAMO Debtor	Dr.	XXX	
30621/30622/30607	Miscellaneous Business Support Services(Taxable/Exempt)/Rent Received other-Taxable	Cr.		XXX
	GST Payable	Cr.		XXX

c. For receiving payment against Invoices:

	Bank	Dr.	XXX	
	TDS control	Dr.	XXX	
28409-XXXXX	SAMO Debtor	Cr.		XXX

No deviation shall be acceptable of above accounting procedures.

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(Amit Puri)
GM(Tax & CA)

Distribution to:

1. All Regional Managers of CWC.
2. All DGMs/AGMs/Managers/ (Sr.) Asstt. Managers in-charge of the Finance, Accounts & Internal Audit Wings of all ROs.

Copies for information to:

1. All DGM/AGMs/Managers/(Sr.) Asstt. Managers/Accountants in Finance, Accounts & Internal Audit Cadre at CWC, Corporate Office, New Delhi.
2. SAM to Director (Fin), CWC, CO, New Delhi.
3. PPS to GGM (F&A), CWC, Corp. Office, New Delhi.
4. PPS to GGM (Systems), CWC, CO, New Delhi with a request to place this Circular on CWC's Website.

5. Manager(Rajbhasha), CWC, CO, New Delhi with a request to arrange Hindi Version of this Circular.