

CWC/Ind AS/2023-24/Circulars

Dated: 13-04-2024

Ind-AS FINANCIAL STATEMENTS

CORRIGENDUM TO CIRCULAR # 27

Sub: Cost Centre wise accounting of Claims received against the corporation for which deduction has been made by Customers and Expected Credit Loss (ECL) of Trade Receivables

Ref: Circular No. 27 dated 27-03-2024

1. Accounting of Claims received against the corporation for which deduction has been made by Customers.

It has been decided that expenses on account of (1) above should be booked to 49113 Compensation to Depositor /Customer (Expense) **Warehouse/Cost Centre-wise** as it is prima facie identifiable. For example, FCI has made recovery against the storage loss at Moga-I, whether recovery is made from bills of any other centre. The Cost Centre should be Moga-I for booking of this expenditure using accounting ledger 49113 Compensation to Depositor /Customer (Expense).

2. Accounting of Expected Credit Loss (ECL) of Trade Receivables

The ECL should be computed as the rate specified in the Circular No. 27 dated 27.03.2024 and excess/short amount should be posted to ledger 44010 Expected Credit loss Expense in respective Cost Centre. The Excel sheet to attached herewith to Compute Cost-centre-wise ECL. The Regions may have bills/references where cost centre is not available. In such a case, Region should decide a Cost centre which should not be changed till that bill/reference exists in Tally.

The Region should allocate the amount as on 01.04.2023 in 10765 - ECL Provision costwise and compute the ECL required as on 31.03.2024 Cost centre wise based on outstanding debtors. The difference in Opening and closing ECL to be routed through Profit and Loss Account i.e. 44010 Expected Credit loss Expense.

- **3.** Write off Bad Debts: The entry for write-off should be passed Warehouse/Cost Center wise as Warehouse/Cost Center wise is clearly identifiable.
- 4. Transfer of Credit balance appearing in Expense ledger: If any Regional office is having credit balance in the expenses ledger i.e. 44010 Expected Credit loss Expense and 49113 Compensation to Depositor /Customer (Expense) at the end of Financial Year, the same should be transferred to 31403 Excess Reserve for Bad & Doubtful Debts Written Back (Non-Operating) Cost centerwise.

- 5. Periodicity of Expected Credit Loss (ECL) expense booking: The status of Outstanding dues and the financial performance is reported on quarterly basis to Audit Committee/ BoD. The Regional offices should book expenses on quarterly basis i.e. 30th June, 30th September, 31st December and 31st March.
- 6. Periodicity of booking of Claims received against the Corporation: Regional offices should book expenses as and when the claims are deducted by depositors from the bills and informed of the corporation.



(Amit Puri) General Manager (F&A)

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.

Copy for information to:

- 1. All GM/DGM/AGMs/Managers/(Sr.) Asstt. Managers/Accountants in Finance, Accounts & Internal Audit Cadre at CWC, Corporate Office, New Delhi.
- 2. Sr PA to Dir. (Fin.), CWC, CO, New Delhi.
- 3. PPS to MD MD, CWC, CO, New Delhi
- 4. SAM (Systems), CWC, CO, New Delhi to place this Circular on CWC's Website.

Region	(All)
Tally Company	Cwc Haryana (RO)

To be computed similarly for 31.03.2024 Where cost center is not available, please make best assumption based on available information Computation of FCL -Cost center wise as per the Rates

				Computation of ECL -Cost center wise as per the Rates												
Sum of Balance Amount	Column Labels							0%	45%	60%	70%	85%	100%	Total ECL	ECL	ECL Expenses
Cost Center	FY 2023-24	FY 2022-23	FY 2021-	FY 2020-	FY 2019-	up to	Grand Total	Current year	More than 1	More than 2	More than 3	More than 4	More than	As on 31.03.2024	As on	FY 2023-24
			22	21	20	31.03.2019			year to 2 years	years to 3 years	years to 4 years	years to 5 years	5 years		31.03.2023	
													(Debtors			
													lost)			
1201 - ASSANDH	-6599730	45663	-170315	12246		6100	-6706036	-	20,548.00	-1,02,189.00	8,572.00	-	6,100.00	-66,969.00		-66,969.00
1202 - BARHI	-3173228	123804	668181		431572	3220	-1946451	-	55,712.00	4,00,909.00	-	3,66,836.00	3,220.00	8,26,677.00		8,26,677.00
1203 - BHIWANI	5129185	406449	2295253	168635	50596		8050118	-	1,82,902.00	13,77,152.00	1,18,045.00	43,007.00	-	17,21,106.00		17,21,106.00
1204 - CHARKHI DADRI	4097840	57131	266859		1062	56814	4479706	-	25,709.00	1,60,115.00	-	903.00	56,814.00	2,43,541.00		2,43,541.00
1205 - FATEHABAD	1189704	128701	521261	6701	67947	3626	1917940	-	57,915.00	3,12,757.00	4,691.00	57,755.00	3,626.00	4,36,744.00		4,36,744.00
1206 - GOHANA		34816	1115238				1150054	-	15,667.00	6,69,143.00	-	-	-	6,84,810.00		6,84,810.00
1207 - HISSAR	8133346	82344	385850			448592	9050132	-	37,055.00	2,31,510.00	-	-	4,48,592.00	7,17,157.00		7,17,157.00
1208 - INDRI	-2067269	-79667					-2146936	-	-35,850.00	-	-	-	-	-35,850.00		-35,850.00
1209 - JAGADHARI	-1660475.8	130393.8	1316479	5043	33509		-175051	-	58,677.00	7,89,887.00	3,530.00	28,483.00	-	8,80,577.00		8,80,577.00
1210 - KAITHAL	-9507727	770	10406			5685	-9490866	-	347.00	6,244.00	-	-	5,685.00	12,276.00		12,276.00
1211 - KARNAL-I	-2048127	597870	1652		2562	18430	-1389825	-	2,69,042.00	991.00	26,452.00	2,178.00	18,430.00	3,17,093.00		3,17,093.00
1213 - KARNAL-III	-14066246	-241003.49	-284370			3579046	-11012573.49	-	-1,08,452.00	-1,70,622.00	-	-	35,79,046.00	32,99,972.00		32,99,972.00
1214 - KURUKSHETRA				2586			2586	-	-	-	1,810.00	-	-	1,810.00		1,810.00
1215 - LADWA	-6807372.73	4054	124233			13840	-6665245.73	-	1,824.00	74,540.00	-	-	13,840.00	90,204.00		90,204.00
1216 - CW MANDI ADAMPUR	5357625		7712	40066		516074	5921477	-	-	4,627.00	28,046.00	-	5,16,074.00	5,48,747.00		5,48,747.00
1217 - NARAINGARH	-714489	1824068	23169	35535			1168283	-	8,20,831.00	13,901.00	24,875.00	-	-	8,59,607.00		8,59,607.00
1218 - NARWANA	51553					57033	108586	-	-	-	-	-	57,033.00	57,033.00		57,033.00
1220 - ROHTAK	1052502						1052502	-	-	-	-	-	-	-		-
1221 - SIRSA	3700166	74767	2192		2083	17406	3796614	-	33,645.00	1,315.00	-	1,771.00	17,406.00	54,137.00		54,137.00
1222 - SONEPAT	963312			1646620	5381	39630	2654943	-	-	-	11,52,634.00	4,574.00	39,630.00	11,96,838.00		11,96,838.00
1223 - TOHANA(PEG)	-6825992		609208	211198		60436	-5945150	-	-	3,65,525.00	1,47,839.00	-	60,436.00	5,73,800.00		5,73,800.00
1225 - KUNDLI	24692.89	-2966.71		80618	1264936		1367280.18	-	-1,335.00	-	56,433.00	10,75,196.00	-	11,30,294.00		11,30,294.00
1226 - UKLANA		29951	890697				920648	-	13,478.00	5,34,418.00	-	-	-	5,47,896.00		5,47,896.00
1228 - CW BIBIPUR (JIND)	2138018	296301	22833				2457152	-	1,33,335.00	13,700.00	-	-	-	1,47,035.00		1,47,035.00
1230 - OFFICE BUILDING - PANCHKULA	945834						945834	-	-	-	-	-	-	-		
1600 - RO CHANDIGARH	30581	2065837			19470	60031	2175919	-	9,29,627.00	-	-	16,550.00	60,031.00	10,06,208.00		10,06,208.00
(blank)	-672922.44					10373563	9700640.56	-	-	-	-	-	1,03,73,563.00	1,03,73,563.00		1,03,73,563.00
Grand Total	-21329220.08	5579282.6	7806538	2247036	1879118	15259526	11442280.52	-	25,10,677.00	46,83,923.00	15,72,925.00	15,97,250.00	1,52,59,526.00	2,56,24,301.00		2,56,24,301.00