

THE FOOD CORPORATION OF INDIA
HEADQUARTERS : NEW DELHI

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CIRCULAR NO. 686/ACCTS

References have been received from the field offices regarding Opening of A/c heads in respect of sub-standard stocks of paddy, coarse grains and sugar.

The matter has been examined and it is clarified that due to some operational constraints, it is not possible to prescribe separate A/c heads for above mentioned sub-standard stocks w.e.f. 1.4.94 in the Chart of Accounts-Trial Balance Part I & II and SLS at this stage. However, it has been decided that concerned unit offices will prepare separate stock ledger summary in respect of sound as well as sub-standard stock of paddy, coarse-grains and sugar as being done in case of wheat/rice-Below 'D' Category/Sub-Standard stocks and will also prepare a consolidated stock ledger summary of coarsegrain, paddy and sugar for 1994-95. The entries in the Trial Balance Part-I & II will be made on the basis of consolidated stock ledger summaries of the food grains concerned.

The separate valuation of such-sub-standard stock of coarsegrains, paddy and sugar will be taken care at Hqrs. level at the time of finalisation of accounts on the basis of SLS received from the regions.

All the accounting units are therefore advised to follow the instructions scrupulously and ensure submission of separate SLS for sub-standard stocks of coarse grains, paddy & sugar. The matter for Opening of separate head of accounts for the year effective from 1.4.95 is under examination.

The receipt of the Circular may please be acknowledged.

Sd/-
(MAHESH CHANDRA)
JT. MANAGER (ACCTS.)