




# CONSIGNMENT ACCOUNTS

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CA PRASANNA TAMBE

# Consignment basics

- Sale of goods through agent
- Principal known as Consignor and agent called as Consignee
- Ownership of goods
- Possession of goods
- Expenses
- Payments

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- Proforma invoice
  - Account sales
  - Commission to consignee – normal commission & del credere commission , over riding commission, commission for surplus price

# Valuation of Stock with consignee

- Valuation at cost
- Includes expenses by Consignor – carriage, freight, insurance , packing , loading
- Includes expenses by Consignee – carriage/freight to godown , unloading charges, custom or similar duty, clearing charges
- Exclusion from cost – advertisement, commission, godown rent, bad debts, interest , office expenses
  
- Accounts [CONSIGNMENT.xlsx](#)
- Notes & journal entries [consignment.pdf](#)