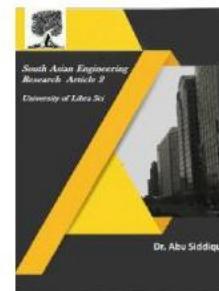




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A STUDY ON PERCEPTION OF FIXED ASSETS MANAGEMENT LG ELECTRONICS INDIA PVT.LTD.

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ABSTRACT: Also referred to as immovable belongings, non-present day asset or property, plant and gadget (PP&E), the term utilized in accounting for asset and assets, cannot be without difficulty transformed to cash. This can be compared to modern belongings inclusive of cash or financial institution bills, which are described as liquid assets. In most cases, most effective intangible property are called constant. In addition, fixed / non-modern asset can also be described as property that isn't always offered immediately to the corporation's customers / stop customers. For example, the baking enterprise's modern property consist of its stock (in this case, flour, yeast, and so forth.), income cost to the business enterprise by credit (i.E. Borrowers or bills receivable), cash within the bank, its non-modern assets used to bake, supply deliveries Motor vehicles used to make cash registers, cash registers and many others. Not each non-present day property indexed above is offered directly to clients. These are precious gadgets that the agency has purchased and could use for a long time; Fixed belongings usually consist of land and buildings, motor motors, furniture, workplace equipment, computer systems, fixtures and fittings, and plant and machinery. They regularly acquire favorable tax treatment (depreciation allowance) on quick-time period belongings. According to the International Accounting Standard (IAS) sixteen, fixed property are belongings whose future monetary benefit is in all likelihood to flow into the entity, whose fee can be reliably measured. Fixed asset control is an accounting system that tries to track fixed property for the purposes of financial accounting, prevention, and theft prevention. Many organizations face the crucial undertaking of understanding the location, length, condition, control and depreciation status of their fixed property.

KEY WORDS: IASB,PVT, PP&E,GAAP.

I.INTRODUCTION

However, cars apart from those held for resale may be categorized as fixed belongings together with shipping vehicles and employee automobiles. Fixed property are commonly predicted to be used for more than one accounting length, that's why they're part of the entity's noncurrent assets. Financial benefits from fixed asset are obtained in the end. For constant property to

be recognizes in a corporation's financial statements, the fundamental standards need to be met for identifying belongings indexed inside the IASB Framework: Potential flow of economic benefits to the entity. / Cost / fee may be measured reliably. Asset Meaning: What you call belongings is depending on your enterprise sports. The first component that involves mind is constant assets such as

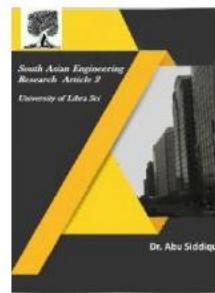


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computers, manufacturing device, workplace furniture. You might also need to deal with employees as belongings or service and renovation contracts. The bendy asset control software program software give a way to song many things that maximum of us do not take into accounts as property. Assets in the account: In the financial accounting sense of the term, there may be no need to legally put into effects the benefits of the belonging so that you can qualify the asset as an asset, if the enterprise can modify its use through other manner. The mathematical shapes of the accounting equation balance sheets. This pertains to property, liabilities and owner's equity: Assets = Liabilities + Capital (where Capital for a corporation equals Owner's Equity) Liabilities = Assets - Capital Capital = Assets – Liabilities That is, the entire price of a corporation's assets is always identical to the mixed cost of its "fairness" and "liabilities." Assets are listed on the stability sheet. Certain sections are required with the aids of the generally standard accounting ideas (GAAP) at the organization's balance sheet, which vary from country to us of a. [8] Assets e.g. Current belongings and stuck assets, often with subdivisions along with coins, returns and stock. Assets may be formally controlled and controlled in huge companies thru asset tracking equipment.

They screen the acquisition, upgrading, servicing, licensing and disposal of bodily and non-physical assets. Assets in accounting are categorized □ Current Assets □ Fixed Assets □ Non-current Assets □ Collectible Assets Now Let us discuss about these assets in detail Current Assets: The second category of property blanketed in the balance sheet is current property.

II.Literature review

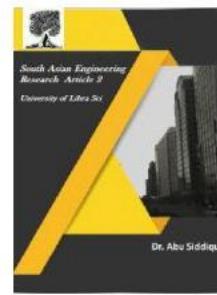
Sarbanes-Oxley Act In 2002, Congress exceeded the Sarbanes-Oxley Act, which centered on enhancing corporate governance of presidency groups and reducing fraudulent reporting. The law locations new economics reporting burden on corporations and imposes stringent penalties for non-compliances. U.S. CEO and CFOs of public organizations must personally verify the integrity of the monetary statements, as well as the processes and systems used to creates them. Publics accounting firms ought to verify the validity of economic statements and exams. Although Sarbanes-Oxley currently applies only to authorities groups, many private organizations and non-earnings also are adopting these practices in an attempt to offer higher economic attention to financial partners, boards and donors. Fixed property represent most of the investment of the organization, at the same time as depreciations mistake have an impacts at the accuracy of the larger monetary image. Inaccurate corporate financial statement are the idea for crooks legal responsibility for executives and auditing corporations under Sarbanes-Oxley. With the proper solution, constants assets manager can correctly song, manipulate and file fixed asset from their assembly or structure with the aids of depreciating over their beneficial lives. With those physical activities of constants assets managements, the end results is a extra green use of the belongings presently owned and a better plan for the belongings you need. The Importance of Fixed Asset Management: Fixed belongings are very important to the Assets enterprise. Without constant assets, a businessman cannot perform his duties inside the first-class possible manner. All fixed assets make the



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businessman versatile in each activity of the entrepreneur. Assets Fixed assets also boom the businessman's capability. If I even have a computer and loads of paintings that requires extra space, I want some other laptop to boom my ability. Fixed asset protects the commercial enterprise from many risks. If you have got your own automobile, you could get to any region and get a enterprise opportunity with no postpone. Building Good constructing, appropriate layout, good plant, appropriate equipment additionally attract client and help boom income.

We can see the bodily constant assets. So, you apprehend our enterprise, when you have your personal place of job, you will sense higher than in case you are running in a rented space. The Importance of Fixed Asset Management at LG Electronic India PVT Ltd: Fixed asset control is an important feature of LG Electronics India Private Limited, even though this is something maximum small enterprise owners fail to recognize. In some groups constant assets directly make a contribution to turnover, consequently profitability, and without those key fixed assets the business will fail. Due to the importance of constant belongings, they are effectively controlled. Although constant property appointed via the commercial enterprise won't have

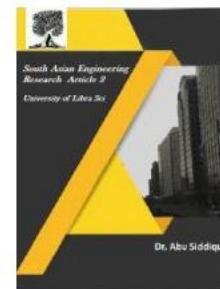
2.1.Objective of the study

- The examines is to assess the turnover of fixed property in LG LG Electronics India Pvt. Ltd.
- Fixed asset control is used and supported to evaluate the entity, assignment, goals and targets.

III.Research methodology

As parts of the curriculum, I am operating on a look at on comparative evaluation of fixed asset management in terms of Hyderabad. A vicinity referred to as Life's Good become selected to do this research. The bias evaluation requires cautious attention of all facts pertaining to the elements to keep away from danger. Once we've got diagnosed what information is relevant and what wishes to be collected, we want to define how it's miles finished. The methods used in the research relies upon on the reason and scopes of the study. Research Design: Research designs is the descriptions of positives statements or methods for accumulating and analyzing information had to resolve a particular hassle. Descriptive research right here is used as research and specially to decide traits and returns in constant asset control.

Data series methods: The key to creating a beneficial gadget is to analyzes the selectivity and movement taken in information series and hyperlink that selectivity to the decision problem. The accuracy of the facts gathered is of splendid importance from studies to formulate accurate and valid conclusions Sources of Information: The sources of information are two types. They are □ Primary Data □ Secondary Data Primary Data: Primary information aren't protected in this study, it's miles a comparative analysis so only secondary data is considered. Secondary records: Lection The method of records series is made up completely of secondary resources. G theoretical content is gathered as a main textbook reference and library on LG Electronic.



3.1.Data analysis and interpretation

The accounting and depreciation fee idea, based totally at the historic price of the old assets, is usually much less than what's calculated at cutting-edge values or the value of the reinvestment. These consequences in extra earnings on paper, which, if absolutely dispensed, will reduce capital. Fixed property valuation at LG Electronics calls for: Evaluation of fixed belongings is important for a truthful measurement of the earnings or loss and financial situation of the priority. Fixed property are supposed to be used for decades. The value of those belongings decreases with their use or time or other elements. Some of the immovable property, reduced by use, is converted into coins, despite the depreciation fee. Proper size of depreciation is essential for proper size of earnings, due to the fact depreciation is part of overall production fee. Trend evaluation and ratio evaluation are strategies utilized in fixed asset management analysis. Trend Analysis in LG Electronics: The route of exchange over the course of years is of high importance in monetary evaluation. The fashion analysis of time collection or proportions indicates the route of trade. This form of evaluation specially applies to elements of profit and loss account. It is ideal to see that each traits in income and net earnings are research in mild of farce. Fixed growth charge or the boom and secular trend of a commercial enterprise and the overall price degree.

Income Statement	2014-2015 (Rs. Lakhs)	2015-2016 (Rs. Lakhs)	2016-2017 (Rs. Lakhs)	2017-2018 (Rs. Lakhs)	2018-2019 (Rs. Lakhs)
Sales	134543.28	140116.22	135375.24	129553.62	142195.78
Domestic Exports	17062.4 71294.5	19584.3 72379.8	22058 73131.7	25534.8 73943.5	28777.9 74943.9
Cost of Sales	60513.1	65982.7	70725	76108.3	80938.1
Gross Profit	22879.3	23476.4	24464.7	23370	22783.7
SG&A	20176.5	19764.3	20803.4	21074	20290.9
Operating Profit	3547.2	3887	3661.3	2296	2492.8
Non-Operating Income	2598.9	3574.6	4538.7	3239	8224.6
Non-Operating Expenses	5017.3	4239.2	5235.7	4411.6	4153.3
Recurring Profit	5998.7	5646.4	29684	1123.4	6564.1
Extraordinary Gains	-	-	-	-	-
Extraordinary Losses	-	-	-	-	-
Income before Income Taxes	4509.07	3991.5	2968.4	6090.47	3765.1
Tax	135.9	145.64	153.73	209.1	413.82
Net Profit	4644.97	4137.14	2814.67	6299.57	3351.28

3.2.Suggestions and findings

- From the examiner above it may be stated that LG Electronics India Pvt Ltd could be very happy with the economic role of the enterprise on fixed belongings. The organization have to hold appropriateratios
- It is suggested to enhance the firm's function with the aid of utilizing constant propertyefficiently.
- Study From the examiner above, we are able to discover that asset management reports offer instant perception into tax planning, higher usage of current property, and purchase of futureassets.

Conclusion

From the survey we will finish that maximum customers do not buy client durables from exhibitions. The majority of customers do now not need any financing scheme to shop for

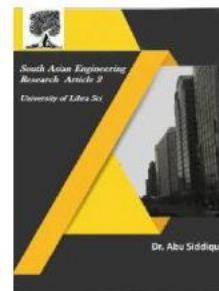


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durables. Weekends had been a huge rush so a huge number of ISDs had been hired that day. Live demo helps in selling calls. Exchange gives also generate sales. Customers now have plenty of preference and it's miles vital for the business enterprise to make their logo a everlasting purchaser.

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