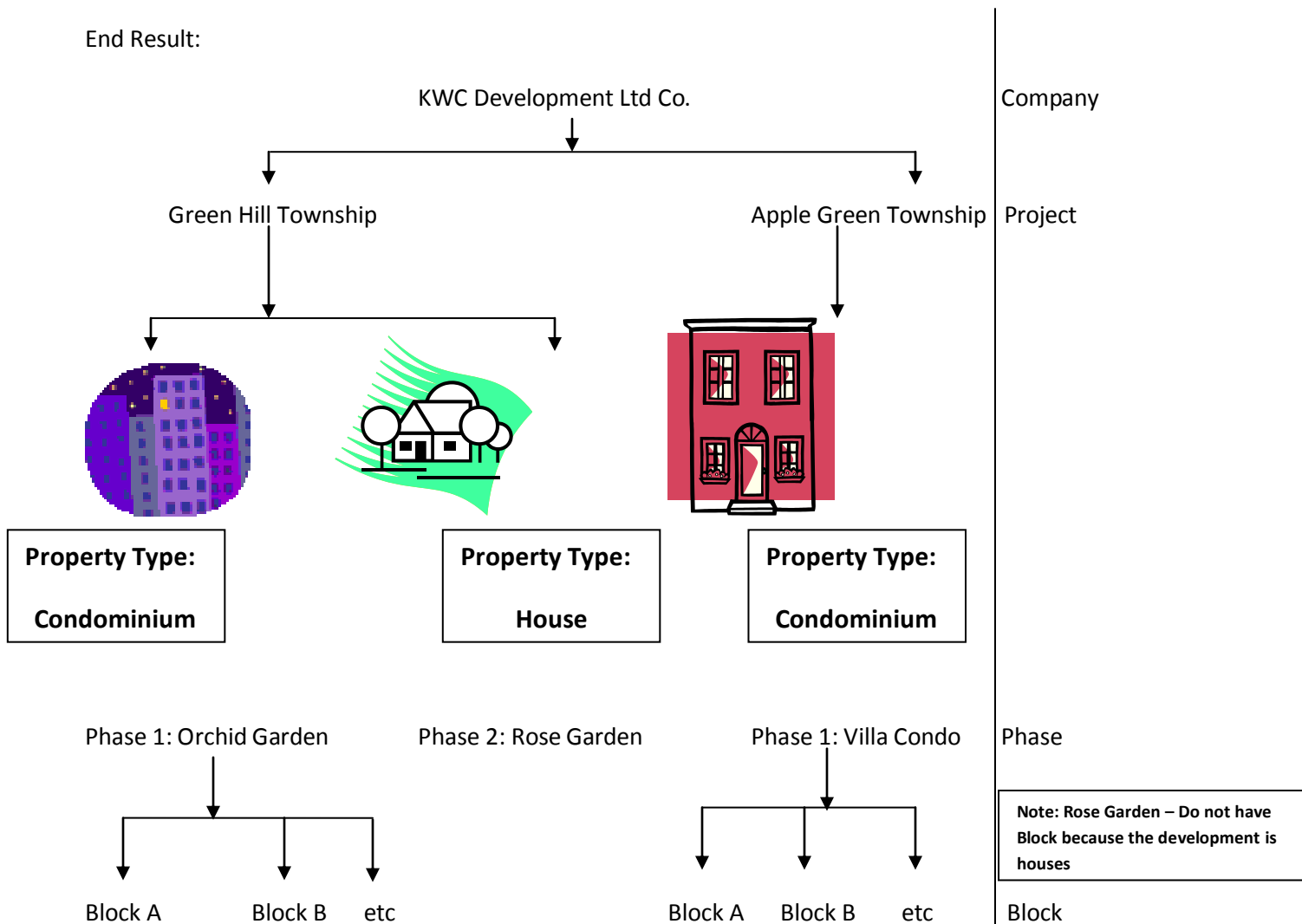


Organization structure of a Property Development Company

End Result:



Question 1: How to define the following:

Which is which?

How to configure

Eg. KWC Deve. Is it

this column?

Project Definition?

Project Definition: Controlling Area

	Company Code	
	Business Area	
	Profit Center	
	Plant	
WBS Elements:	Company Code	
	Business Area	
	Plant	
	Profit Center	
	Technical Location/Equipment	
	Responsible Cost Center	
	Investment Program	
	Jurisdiction Code	
	Joint Venture	
Network	Plant	
	Business Area	
	Profit Center	
	Jurisdiction Code	
Activities		
Activities 1) Internally Processed Activities		
		Pre-Development Cost
-Plant	- Business Area	Conversion Premium
-Work Centre	- Profit Centre	Title, subdivision and survey fees

-Jurisdiction Code	Plan Processing Fees
	Stamping and Legal Fees

Activities 2) Externally Processed Activities

-Purchasing	- Plant	
Organization	- Business Area	Construction Cost
-Purchasing	- Profit Centre	Infrastructure Cost
Group	- Jurisdiction Code	Site Clearance and Related Works
		Earthworks

Activities 3) General Cost Activities *

Plant	- Business Area
	- Profit Center
	- Jurisdiction Code

*Not sure what is the differences between General and Internal or External

In the manual financial reporting, it will look something like the below:

<u>SD</u>		<u>PS</u>	Balance Sheet	P/L
Sales	100,000	Township 1	Liability:	
(Billing to customer)		Phase 1 – 50,000	Billing not recognized	100,000
		Phase 2 – 50,000	Debtor (asset)	100,000
<u>PS</u>				
Contractor Claim 50,000		Township	Asset:	
		Phase 1 – 25,000	Project Deve. Exp not recognized	50,000
		Act 1,2,3 = 25,000		

Phase 2 – 25,000 Cr Creditor (liability) 50,000

Act 1,4,5 = 25,000

Come end of the year,

Accountant will compute Percentage of Completion

Let's assume POC = Actual Cost/Budgeted Cost+foresee fut. Cost(zero amount)

Budgeted cost = 100,000

POC = $50/100 = 50\%$

Double entries in accounts:

50% X 100,000

(POC X Billing not recognized)

Balance Sheet

P/L

Dr Billing recognized 50,000

Cr Sales(P&L) 50,000 Sales 50,000

50% X 50,000

(POC x PDE not recognized)

Dr Cost of Sales(P&L) 25,000

Cr PDE recognized 25,000 COS 25,000

Notes to Accounts:

Billing Not Recognize 100,000.00

Billing Recognized (50,000.00)

Profits Recognized to date 50,000.00

In Malaysia, most of the construction is done by sub-contractors.

Contribution by: W.C. Kon

Resource Guide

Recommended Reading

mySAP Certification - Criteria For Application

The guidelines: Criteria to applying for a SAP Certification:

<http://www.erpgreat.com/general/mysap-certification.htm>

T.codes in SAP Project System

All those transaction codes in SAP PS Module.

<http://www.erpgreat.com/project/tcodes-in-sap-project-system.htm>

Versions in the SAP PS module

Explain the type of version in SAP Project Systems.

<http://www.erpgreat.com/project/versions-in-project-systems.htm>

SAP Project System FAQ

List of Frequently Asked Questions about Project System.

<http://www.erpgreat.com/project/sap-ps-frequently-asked-questions.htm>

List of SAP PS Reports

List of useful reports found in SAP PS.

<http://www.erpgreat.com/project/list-of-sap-ps-reports.htm>