

E. Validation and accounting of physical inventory adjustment



Responsible: Finance responsible assigned



Any adjustment of the inventory valuation related to an inventory count is communicated to a controller (plant, function or business) who must validate based on memorandum of inventory and ensure proper accounting record. When systems are set up in a way that links automatically counting and postings, compensating a posteriori control is implemented.

Accounting of physical inventory adjustment so that is will be reported in BFC in the relevant balance sheet account(s) under subtotal A300 Inventories against [R27900 Miscellaneous production cost](#)