

**JOINT VENTURE OPERATIONS
FROM ACCOUNTING PERSPECTIVE IN THE
PETROLEUM UPSTREAM ACTIVITIES**

WITH
SPECIAL EMPHASIS ON
PETRONAS CARIGALI SDN BHD

PROJECT PAPER
FOR THE PARTIAL FULFILLMENT OF
ADVANCED DIPLOMA IN ACCOUNTANCY

SUBMITTED BY

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8TH AUGUST 1992

ABSTRACT

The main purpose of this project paper is to reveal the treatment of costs, expenditure, liabilities and investment undertaken by the Joint Venture Operations in the petroleum upstream activities. The joint ventures (JV) in question are the one which are formed through a contractual basis.

It is also the purpose of the study to examine Joint Venture Operations form through contractual basis as a separate entity from business, legal and tax point of view. The study will be made on PETRONAS Carigali Sdn Bhd (PCSB) which, currently involves itself in all the joint ventures in the upstream sector of petroleum industry in Malaysia.

The study will undertake PCSB's accounting treatment as an operator as well as non-operator in the joint ventures. At present there is no standard which govern the accounting treatment of the joint venture. This paper will reveal the accounting treatment of the joint venture practiced by PCSB in the absent of such Accounting Standard.

ACKNOWLEDGEMENT

First and for most, I would like to express my personal gratitude to my adviser Mr. Lee Ung Mooi who provides me with guidance and criticism in the development of this project paper.

I have done so many project paper throughout this Advance Diploma In Accounting course. I thought, I could manage to complete this project paper with a little guidance from my adviser. But I was wrong. His guidance, perhaps helps a lot.

The following persons are the key personnel of PCSB who are involved in this study. Their assistance no matter big or small, do provide some degree of values in their own way.

I would like to thank Tuan Hj. Zainal K. Ahmed, Division Manager of Finance & Services and Tuan Hj. Fadzullah Yahya, Manager of Human Resources and Administration Department for their permission, allowing me to carry out my research on PCSB. I also would like to thank En. Basharuddin Saad, Manager of Finance and Account Department who provides me with a great detail of the joint accounting systems currently practice by PCSB.

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