BGR MINING & INFRA LIMITED

tvarana

SUCCESS STORY: BGR MINING

Fixed Asset Management made easy with NetSuite

BGR MINING

BGR Mining & Infra Private Limited is one of India's leading mining companies, with a legacy of more than two decades in the mining industry. Headquartered in Hyderabad, Telangana, BGR Mining specializes in offering comprehensive mining solutions, including drilling, blasting, extraction, and transportation of coal and other minerals.

Known for its commitment to operational excellence and sustainable practices, BGR Mining operates with a focus on safety, efficiency, and environmental stewardship. The company's advanced technological capabilities and robust infrastructure enable it to undertake large-scale mining projects across India, delivering high-quality outputs while adhering to stringent timelines.

RESULTS ACHIEVED

205%* savings

Enhanced Audit Readiness

Compliance with Indian Accounting standards

***Savings** *achieved by the complete FAM solution implemented for BGR and not limited to the features discussed in this case study*

THE CHALLENGE

BGR implemented NetSuite to manage their multi-location business and were now looking to customize the Fixed Asset Management Module with a solution tailored to their business requirements. They encountered several limitations with NetSuite's standard Fixed Asset Management (FAM) module, resulting in inefficiencies and risks related to asset management. These included fragmented reporting, lack of automation in depreciation posting, inefficient asset categorization, and absence of an asset review process.

Key Challenges:

1. **Depreciation Posting Gaps:** The native FAM module did not automatically account for remaining depreciation during asset sale or disposal, leading to inaccurate financial reporting.
2. **Inefficient Asset Categorization:** NetSuite's asset classification lacked flexibility for grouping assets, making asset management cumbersome.
3. **Lack of Asset Review Process:** The absence of an approval or validation process led to potential errors in asset data before depreciation began.

THE SOLUTION

Tvarana's FAM solution addressed these challenges and enhanced BGR Mining & Infra Ltd.'s asset management processes:

- **Automated Remaining Depreciation Posting:**
  - Automatic Journal Entries: The system automatically creates journal entries to account for remaining depreciation upon asset sale/disposal, ensuring accurate financial reporting.
  - Depreciation History Record: Captures the remaining depreciation between the last depreciation date and the disposal date, ensuring compliance with accounting standards.
- **Streamlined Asset Categorization:**
  - Sub-Categorization of Assets: Enabled grouping and sub-categorization within primary asset types for better organization.

- **Mandatory Field Validation:** Implemented rules to ensure proper categorization during asset purchase transactions.
- **Custom Asset ID Generation:**
  - Unique Asset IDs: Implemented a system for generating meaningful and consistent asset IDs, improving clarity in asset tracking.
- **Asset Maker and Checker Process:**
  - Approval Workflow: Established an approval process with designated roles to validate asset data before depreciation begins, ensuring data accuracy.

THE IMPACT

- **Better Compliance:** The custom solutions ensured full compliance with accounting standards, improving reporting accuracy.
- **Audit-Ready:** The improvements made audits easier and more transparent.
- **Improved Efficiency:** Automated processes for depreciation and asset categorization saved time and reduced manual work.
- **Enhanced Accuracy:** The maker-checker process and automated depreciation posting ensured financial data integrity.

> “As a service provider, Tvarana’s team is a combination of three things - Industry knowledge, NetSuite expertise and a good understanding of their customer and their business, making them a very successful and valued implementation partner.
>
> **Vijayanand, CFO, BGR Mining & Infra Ltd.**”

THANK YOU FOR YOUR INTEREST IN TVARANA!