

You may decide to transfer some money to another firm. This action is not very common, but it may be useful especially in later quarters. For instance, you may need to negotiate an R&D licensing deal where one firm transfers a part of the licensing payment in advance.

YOUR TASK

To transfer a sum of money to another firm, enter the amount of money that you want to transfer to it in the Workspace. The recipient does not need to make any entry, only the firm making the payment. The money is transferred in the same quarter in which the transaction is entered. The payee receives the funds immediately and can spend them in the same quarter the transfer is made. As soon as the transaction is saved, it will appear in the Accounting Statements under Other Income for the receiving firm and Other Expenses for the firm making the payment.