

Accounting

Accounting is the process of identifying, measuring and communicating economic information to permit informed judgments and decisions by users of information.

Business Accounting System

*Financial
Accounting*

Cost Accounting

*Management
Accounting*

Generally Accepted Accounting Principles (GAAP)

Money Measurement

Conservative Principle

Separate Entity Concept

Realisation Concept

Duality Concept

Accrual Concept

Going Concern Concept

Matching Concept

Cost Concept

Consistency Concept

Accounting Period Concept Materiality Concept

The Accounting Cycle Consists of Seven Sequential Stages

1. Transaction analysis
2. Recording transactions in journal books
3. Posting them in ledger books
4. Preparation of trial balance
5. Recording adjustment entries in journal book
6. Closing entries in respect of nominal accounts
7. Preparation of financial statements, namely, Profit and loss account, Profit and loss appropriation account and Balance sheet.