



Assignment

Why do you think this subject is important in business education and how it will help you in your current job or the job you wish to join.

Program

MBA (Non Business)

Submitted to

Sir Dr Amjad Rafiq

Submitted by

Farhad Alam

ID: 16476

Department of

Management Science

.Financial accounting, which measures the financial performance of an organization using standard conventions to prepare and distribute financial reports. Financial accounting is used to generate information for stakeholders outside of an organization, such as owners, stockholders, lenders, and governmental entities such as the Securities and Exchange Commission (SEC) and the Internal Revenue Service (IRS).

Financial accounting is also a foundation for understanding managerial accounting, which uses both financial and nonfinancial information as a basis for making decisions within an organization with the purpose of equipping decision makers to set and evaluate business goals by determining what information they need to make a particular decision and how to analyze and communicate this information. Managerial accounting information tends to be used internally, for such purposes as budgeting, pricing, and determining production costs. Since the information is generally used internally, you do not see the same need for financial oversight in an organization's managerial data.

Financial accounting is integral to companies of all sizes because it helps in the following:

Communication of information externally. The statements and reports generated by financial accounting are used to communicate information about the overall health and well-being of the company to the external parties. Such external users may include suppliers, banks and leasing companies etc. who are not part of the company but require all this information to analyze the progress of the company and compare it with their expectations.

Communicate information internally. A company's finance team or its employees who are interested in stock-based compensation etc. constitute the internal users of the information generated by financial accounting practices. The reports generated with the help of financial accounting skills are helpful for this purpose as well.

Comparison through analysis. Since financial accounting requires the use of standardized guidelines, the financial statements generated by all companies are comparable, providing a standard method of analysis.

After getting a financial accounting degree, you will get high job prospects as there will always enormously and ongoing demand for skilled financial professionals. The experts in financial accounting can work on budgeting, payroll and financial analyst and tax professionals.

The financial accounting experts can easily work in any industry. They classify, record, interpret the financial information about the business. After getting a degree of a financial accounting course, they can work in any field, any industry and sector, which is very much better for your career growth.

Every business needs a professional accountant who takes care of their finances. There is always a significant demand for financial accounting professionals. They are always in a high demand and create job security with career longevity.

So, these are the benefits of studying financial accounting. If you want to make your career in business, then you should opt for a financial accounting course