

Contents

1. Users of accounting information system and their needs. Financial and managerial accounting. Qualitative characteristics of useful financial information	5
2. Accounting cycle	11
3. Presentation and preparation of financial statements	21
3.1.Components and identification of financial statements	21
3.2.Statement of financial position (balance sheet).	23
3.3.Statement of profit or loss and other comprehensive income (income statement)	28
3.4.Statement of changes in equity	33
3.5.Statement of cash flows and notes	35
3.6.Example of influence of transactions on financial statements	37
4. Instruments of accounting policies and estimates.	41
4.1.Methods of depreciation	43
4.2.Impairment.	45
4.3.Merchandise inventory	46
4.4.Financial instruments	50
4.5.Uncollectible accounts receivable	54
4.6.Provisions	55
5. Income statement – nature and function variants. Inventories costing	57
5.1.Revenue recognition	57
5.2.Cost of goods sold	58
5.3.Nature and function variants of income statement	62
6. Statement of cash flows	69
7. Objectives of managerial accounting. Accounting techniques supporting the management process of decision making.	81
References.	89
List of tables	91
List of illustrations	92
List of examples	92