

FINANCIAL ACCOUNTING

Finance

Study of accounts, investments or treasury management. More over finance comes as synonym to Accounts or accounts related field but Finance in itself is a universal terminology that comprises of Accounts as one part of it.

Financial

Being financial simply implies with the usage of transactions in finance manner. "Budgeting", "Mortgage" process or "Taxation" is a suitable and vital example of financial activities.

We can elaborate it in this way the activity that can be measured in money form and can be directly relates to finance is known as Financial.

Accounts

Account could be more specifically termed as description/report of an event that is monetary or financial in nature as well as calculating in measuring terms.

Accounting

Procedure of maintaining accounts in a pre-defined set manner is all about accounting.

Accounting is a pre-defined format that is set to be use for classification of financial transactions "recording", "categorization", "explication" of the classified format and then interpretation for the concern stakeholders, here the word stakeholder has been formulated for employees, investors, creditors/suppliers, debtors, society and government.

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| CLASSIFICATION | Measuring transactions of finance in nature |
| RECORDING | JOURNALIZING |
| CATAGORIZATION | LEDGERING |
| SUMMATION | TALLY/TRIAL BALANCE |
| EXPLICATION | INCOME STATEMENT* AND POSITION STATEMENT* |

Income Statement- Trading, Profit/Loss for Financial Year.....

Position Statement- Balance Sheet for Financial Year ended.....

DEBIT and CREDIT

Debit

Debit could be used in addition/subtraction of a financial event as of its affects depending on default nature of event. Debit can be shown as Dr. in financial entries. Debit is opposite of Credit. Debit means