

Download What Is Practical Frame Work Of Bookkeeping

An accounting framework is a published set of criteria that is used to measure, recognize, present, and disclose the information appearing in an entity's financial statements. An organization's financial statements must have been constructed using a recognized framework, or else auditors will not issue a clean audit opinion for them. Which of the following describes the practical framework of bookkeeping? (A) Classifying, recording and summarizing (B) Reporting, analyzing and interpreting (C) Classifying, analyzing and interpreting (D) Recording, summarizing and reporting

ANS - a. Posted by Unknown at 08:21. A conceptual framework deals with fundamental financial reporting issues such as the objectives and users of financial statements, the characteristics that make accounting information useful, the basic elements of financial statements (e.g., assets, liabilities, equity, income, and expenses), and the concepts for recognizing and measuring these elements in the financial statements. The Roles of Conceptual Frameworks in Accounting. A conceptual framework is necessary for all the parties affected by accounting in relation to their respective capacity, namely accounting rule-setting bodies, companies that prepare financial statements, and users of financial statements. The conceptual framework in accounting is a building block used for effective financial reporting.