

Accounting for Management: Concepts and Tools

Chapter 1:

Introduction to Accounting

Learning Objectives:

After completing this section, you should be able to:

- Recognize the primary statements used and the key areas of accounting.
- Recognize major accounting rule-making organizations.
- Identify the global focus in financial reporting.
- Identify the basic accounting principles.
- Identify the different types of business entities.

Chapter 2:

Understanding the Financial Statements

Learning Objectives:

After completing this section, you should be able to:

- Recognize the primary purpose and use of different accounting financial statements.
- Identify the format of the income statement.

Chapter 3:

Recording Financial Information and Accounting Conventions

Learning Objectives:

After completing this section, you should be able to:

- Recognize the double entry system and the accounting equation.
- Recognize the system of debits and credits.
- Identify different depreciation methods and calculate depreciation rates.

Chapter 4:

Analysis of the Financial Statements

Learning Objectives:

After completing this section, you should be able to:

- Recognize the benefits of financial statement analysis, and how key ratios are applied.

- Distinguish among trend analysis, vertical analysis, and horizontal analysis.
- Recognize various ratios used in financial analysis.

Chapter 5:

What Is Management Accounting?

Learning Objectives:

After completing this section, you should be able to:

- Recognize the benefits of and applications of management accounting and different management systems.
- Identify how to classify different costs in management accounting.

Chapter 6:

Product Costing Methods: Job Order Costing, Process Costing, And Activity-Based Costing

Learning Objectives:

After completing this section, you should be able to:

- Recognize basic assumptions and uses of different cost systems.

Chapter 7:

Cost Behavior and Cost-Volume-Profit Analysis

Learning Objectives:

After completing this section, you should be able to:

- Identify the benefits of developing a cost-volume profit analysis.
- Compute the sales necessary to break even or to achieve a target income.
- Perform a variety of "what-if" analyses using the contribution approach.

Chapter 8:

Budgeting and Standard Cost Systems

Learning Objectives:

After completing this section, you should be able to:

- Identify the different budgets used in an organization and their purpose.
- Recognize characteristics of a standard costing system and different cost variances.

Chapter 9:

Responsibility Accounting

Learning Objectives:

After completing this section, you should be able to:

- Identify uses and attributes of a contribution margin approach.
- Recognize and compute return on investment (ROI) by means of the Du Pont formula **Error! Bookmark not defined.**
- Identify how ROI and Residual Income (RI) measures affect the division's investment decision.

Chapter 10:

Relevant Costs and Short-Term Decisions

Learning Objectives:

After completing this section, you should be able to:

- Identify the costs that are relevant for different financial decisions.
- Recognize factors used in making a short-term profit maximization decision.

Chapter 11:

Capital Budgeting Decisions

Learning Objectives:

After completing this section, you should be able to:

- Identify different attributes and ratios used in capital budgeting decisions.
- Calculate payback period for capital expenditures.