

Inventory Systems, Types and differences

<https://marketpublishers.com/r/I72AC392EADEN.html>

Date: January 2017

Pages: 11

Price: US\$ 70.00 (Single User License)

ID: I72AC392EADEN

Abstracts

Inventory is something that is held by any business for the purpose of sale or processing. Inventory is considered as asset of the manufacturer. Inventory may be in the form of raw material, work in process and finished goods. Inventory is recorded in the balance sheet at the cost of purchase. Inventory is one of the basic elements of the business. Different businesses need different inventory methods based on their size of the business, nature of inventory etc. all of the inventory systems have their own pros and cons. Some systems are good for the point of view of the investors, and some systems are good according to the tax implications, some are good according to the depiction of its profits. Different companies adopt different methods for the purpose of gaining their desired objectives. Some companies want to depict higher profits and some want to get tax advantages by hiding their true profits. So we can say that different inventory systems are adopted by companies according to their desired objectives. There are many methods of recording inventory; the basic two methods are periodic inventory system and perpetual inventory system (Shusheng Gu, 2010). Cont... (3500 words of this report)

Contents

Introduction
Periodic inventory system
Perpetual inventory system
Difference between periodic and perpetual inventory system
Application of periodic and perpetual inventory system
Periodic inventory System
Perpetual inventor system
Effect of FIFO and weighted average method on financial statements
First in first out method
Income effect
Cash flow effect
Working Capital
Effects of FIFO Method on Accounting Ratios
Profitability Effects
Weighted average method
Requirements for applying FIFO and weighted average method
First in first out method (FIFO)
Weighted average method
Application of FIFO and weighted average method and financial statement
FIFO, Financial statement and decisions
Conclusion
References

I would like to order

Product name: Inventory Systems, Types and differenes

Product link: <https://marketpublishers.com/r/I72AC392EADEN.html>

Price: US\$ 70.00 (Single User License / Electronic Delivery)

If you want to order Corporate License or Hard Copy, please, contact our Customer Service:

info@marketpublishers.com

Payment

To pay by Credit Card (Visa, MasterCard, American Express, PayPal), please, click button on product page <https://marketpublishers.com/r/I72AC392EADEN.html>

To pay by Wire Transfer, please, fill in your contact details in the form below:

First name:
Last name:
Email:
Company:
Address:
City:
Zip code:
Country:
Tel:
Fax:
Your message:

****All fields are required**

Customer signature _____

Please, note that by ordering from marketpublishers.com you are agreeing to our Terms & Conditions at <https://marketpublishers.com/docs/terms.html>

To place an order via fax simply print this form, fill in the information below and fax the completed form to +44 20 7900 3970