REFLECTIVE REPORT

Table of Contents

Introduction

This assignment aims to highlight my learning regarding managerial accounting and the various techniques that a successful manager of a manufacturing company undertakes for his better functioning. It also contains my knowledge and thinking regarding managerial accounting as well as its future uses. Moreover, the assignment focuses on my learning about the concepts and techniques of managerial accounting. It will highlight how I will implement these learning in the future to be a successful manager. I have also stated some accounting concepts that have gained my interests with proper justification about the same.

Knowledge on managerial accounting and its uses in future

As per my concern, managerial accounting refers to the practice that helps one to identify, analyze, interpret as well as communicate the information of finances to the managers to achieve the objectives of the organization. It helps to respond to the changes in the business environment (Cardos et al, 2010, p.58(1)). Managerial accounting generally differs from financial accounting. This is because the main purpose of the managerial accounting is assisting the users internal of the company to make well-informed decisions in business. As per my knowledge, managerial accounting helps to encompass the facets of the accounting that improves the information quality being delivered to the management regarding the operation of business. As one of a part of managerial accounting, cost accounting is also used to focus and capture the total production cost of a company, fixed costs and others.

According to my knowledge, managerial accounting are used by the managers to cut down their spending that he feels to be unnecessary. Thus, this will in turn increase the profit gained by his company. This technique can be used by the managers on a long-term basis for having a better future for the manufacturing company. On a long-term basis, managerial accounting can be used in the future to make decisions for improving the financial conditions of the company. It will help the managers to make strong operational decisions that will in turn increase the efficiency of the company's operations. In future, the company will be able to implement effective decisions regarding investments. Monitoring, forecasting as well as tracking the performances of the company will get easier to track by the manager in future with the help of managerial accounting.

Learning from the assignment

While doing this assignment I have gained a deeper understanding regarding managerial accounting and how it can help the managers to be successful in managing the financial aspects in a manufacturing company. With the help of the interview, I have been able to get a clear view regarding the whole concept of cost information. I have learned that cost production is necessary for businesses like manufacturing to carry out its business activity in the smoothest way possible. Moreover, for a manufacturing company, packing is one of the major departments on which cost production is generally implied. Through the assignment I could learn that managerial accounting is very important for a manufacturing company to keep a check on its cost production otherwise, the company might face problems in profit maximization in the near future.

Interesting fact and its justification

Moreover, this assignment imparts the importance of different departments in a manufacturing company. It also gives me a brief knowledge about how a product is processed through different departments in a company. One of most the important knowledge that I have gained from this assignment is that how managerial accounting enables a manager to implement an effective cost production while the manufacturing and packing of products of different sizes. This includes the delivery cost, design cost, etc. One interesting thing I have learned from the interview and the assignment is that how the manufacturing companies divide their cost in their different activities. I have found this interesting because a company has three different types of cost such as fixed, variable as well as semi-variable cost. Moreover, the differentiation of these costs is made because of customer demands. To a further extent, a manufacturing company makes prior anticipations regarding the different costs that can be implemented in the future. Thus, this helps them to prepare a plan for their business. Therefore, these are some major knowledge that I have gained from this particular assignment.

Learning about management accounting concepts and techniques

Through this assignment, I leant about the different concepts and techniques of managerial accountant. To be precise managerial accounting concept is related to estimation as well as tracking of the cost. The three types managerial accounting concepts are Cost behavior, Cost analysis and cost variances. Through the interview that was conducted, I learned that these managerial concepts are an integral part of a manufacturing company. It helps the company to deal with decision-making and the cost that is required to purchases the raw material, develop new products as well as the recruitment of new workers (Soukopová 2019, p.219(2)). The assignment gave me an over view of the concept of the cost analysis. This is one of the most systematic approaches that helps in the estimation of benefits enjoyed by the company when implementing an action to compare it with the cost of the product. This tool helps the manager to choose an effective option from various alternatives. I have found cost analysis to be an interesting concept. This is because a manufacturing company can implement this concept of managerial accounting to take decisions while confronting a problem related to his business in the real world with the help cost analysis a manager of a manufacturing company can meet rise in demand of products by the customers. If the manager notices that, there is a rise in demand among the customers and a lot of product has to be delivered within a certain time he can use the concept of cost analysis and complete all the deliveries on time by deciding which alternative to choose.

Interesting concept and technique and its justification

One of the interesting managerial techniques is margin analysis. This is because; this technique provides incremental benefits to optimize production in the manufacturing company and forms a very important part in managerial accounting. It helps to provide calculation at the breakeven point. It helps to substantiate management decisions (Vagif

2020, p.377(1)). Thus, this major technique can be implemented in the future to benefit the company.

Conclusion

This is to conclude that every manufacturing company has to undertake several concepts and techniques such as cost analysis to carry on with its regular activities. Managerial accounting helps the manufacturing companies to keep a check the financial activities that are happening in the company. Cost production enables the company to with smooth business activities. Lastly, demands made by customers also influence the activities and the managerial accounting of the company.

References

Cardos, I.R., Pete, I. & Cardos, V.D. 2010, "The Changing Role of Managerial Accounting and the Managerial Accounting Profession in Romania", *Közgazdász Fórum,* vol. 13, no. 97, pp. 57-75. https://www.proquest.com/businesspremium/docview/1372348086/fulltextPDF/E1E8F71342E54541PQ/1?accountid=30552

Soukopová, J. 2019, "Teaching Benefit-Cost Analysis, Tools of the Trade", *Network of Institutes and Schools of Public Administration in Central and Eastern Europe.The NISPAcee Journal of Public Administration and Policy,* vol. 12, no. 1, pp. 219-222. https://www.proquest.com/docview/2244700619/fulltextPDF/2CFE4FDFD2C446B4PQ/4?accountid=30552

Vagif, L.M. 2020, *Features Of Marginal Analysis In Administration Of Management Decisions*, Varazdin Development and Entrepreneurship Agency (VADEA), Varazdin. https://www.proquest.com/businesspremium/docview/2423043750/fulltextPDF/27BF133FE6D7439EPQ/1?accountid=30552