FINANCIAL MANAGEMENT

NAME

INSTITUTION

LECTURER

Financial management has several of its relationships with accounting discussed below. The objective of a financial management report is being shown to a manager or CEO for specific reasons whenever they want it, but for financial accounting, they are made to present to customers or potential investors, sometimes even authorities or suppliers. Accounting principles used in both systems are similar. Financial accounting reports are prepared whenever they are required, but financial management statements are produced yearly.

Financial management has got relationships with economics as well. In the financial management industry, professionals are hired by institutions such as banks while in economics; professionals may be hired as consultants. Finance management can be referred to as a branch of economics since it deals with lending/borrowing of money and risks involved while economics deals with this in a broader, like explaining resources involving surplus and scarcity of goods and services.

References

1. Differences between finance and accounting https://www.youtube.com/watch?v=\_8bAY-Tspd4&t=123s
2. Financial management – lecture 1 <https://www.youtube.com/watch?v=mX9nd0eQ-6g>
3. Difference between economics and finance https://www.youtube.com/watch?v=zVLdU9HRPdk