

## **PROVISIONS IN ACCOUNTING THEORY AND PRACTICE**

**Chief Assist. Prof. Dr Nadezhda Popova-Yosifova**

**Chief Assist. Prof. Dr Daniela Georgieva**

### **Abstract**

The study discusses the accounting category of “provision”, by way of presenting the historical development of the accounting concepts of provisioning on a global scale, as well as studying particular practical problems, connected with the recognition of provisions, their assessment and the announcement of information about them in the financial statements of the enterprises, adhering to the international or national accounting regulations. Due to the varied use of the term “provision” in the study there is drawn our own definition and classification of the principal categories of provision. There is put forward a methodology for the assessment of provisions, based on two principal approaches, depending on the type of provisioned liabilities and the deadline for their repayment. There are presented future problem areas, ensuing from the issue of provisions, which may be the object of a forthcoming scientific study.