

Financial stability analysis in processing agro-food products. Case study

Prof. Iosif Gheorghe

The Bucharest University of Economic Studies, Romania tribunae@tribunaeconomica.ro

ABSTRACT

In the knowledge of objective reality, an indispensable research method is analysis, through which it can not only research things and phenomena, but discovers their structures, is checked and established their causation, and factors that generate thinks and phenomena can take decisions for future activities. In all fields of science, the analysis plays a necessary means of knowledge as a research method. Economic and financial analysis is aimed at assessing the firm's ability to generate monetary exedent, which ensures its financial stability and growth. Financial balance can be defined as the company's capacity to ensure uninterrupted payment of debts previously contracted, including current liabilities generated by implementing business activities, or by taxes law system, or its revenues so that it can avoid bankruptcy . Maintaining financial stability is the essential condition of enterprise survival. Moreover, the balance evokes the idea of harmony between different elements of a system, which in finance means balancing resources and needs. Financial stability analysis is performed using specific indicators, which are in a constant correlation of efficiency, as shown in our research with a case study on a processing food production firm.