

## **A STUDY ON THE ROLE OF LEAN ACCOUNTING TO REDUCING THE COSTS: AT ADANI POWER COMPANY**

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### **ABSTRACT**

The developments accelerated in technology and rapid changes in the environment and increase numbers industrial countries and different desires and requirements of customers, lead to be produced in large quantities is not feasible due to changes listed above as well as the need to product variety and change in tastes and desires of consumers, all above led not to enable companies to discharge their products in the case of mass production and created the need to devise ways and new methods fit with the current situation, and accounting point no longer the traditional accounting systems able to meet the requirements needed by the companies to make decisions and know where waste and loss of resources resulting to invent new style away from the conventional methods currently used is accounting graceful style (Lean Accounting) to keep a place mentioned with modern developments. On this basis, centered research problem about the role of lean accounting on reducing of costs of the company.

The objectives of this study are To clarify nature of the relationship and impact between lean accounting and reduce costs (operating costs, financial costs, capacity costs) in construction, and Determine of steps of application of lean accounting to reduce costs. The study found a set of conclusions and recommendations as following:

There is a impact with any significant positive relationship between two variables: lean accounting and costs (operating costs, financial costs, capacity costs). The recommendations are: To establish the culture of role-based management, it is recommended that managers work on value-groups to homogenize the organization. Lean environments with production cells that require people to be multi-skilled require only a few, broadly defined pay grades.

**KEYWORDS:** Lean Accounting, Operating Costs, Financial Costs, Capacity Costs.