

IMPACT OF ACCOUNTING INFORMATION SYSTEM ON CREDIT MANAGEMENT: PROBLEMS AND PROSPECTS

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ABSTRACT

The study examines the impact of Accounting Information System on Credit Management; Problems and Prospects. It x-rays the two concepts in Accounting namely, Accounting Information System (AIS) and Credit Management. The types of Accounting Information Systems and their relevance in credit management of firms in Nigeria were considered. The research is entirely qualitative and builds on an extensive literature from other scholars. This study found that Accounting Information System is a panacea to the challenges confronting firms in the management of credit. Furthermore, it revealed that Accounting Information System has helped in the interpretation of accounts receivables and accounts payables which are the basis of credit management. The study concluded that Accounting Information System should be installed production firms in Nigeria to enhance their credit management processes. Finally, it recommended that Accounting Information System should be adopted as a tool by production firms in controlling and managing of their credit activities.

Keywords: Accounting Information System, Credit Management, Accounts Receivables, Accounts Payable & Management Decision Making.