

PROPOSITIONS

ACCOUNTING FOR TRENDS

RELEVANCE, EXPLANATORY AND PREDICTIVE POWER OF MOMENTUM AND FORCE ACCOUNTING

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- I. To account for a trend one must first get rid of it.
2. The common size format momentum ratio is a relevant informational performance measure.
3. Without momentum & force accounts, financial statements are but a series of snapshots.
4. TEMA variables are leading indicators in the triple-entry framework of Yuji Ijiri.
5. To disclose forward-looking information an accounting simulation system is required.
6. Accountants have to accept that change is acceptable.
7. Firm value is the product of its momentum and the planet from where you look at it.
In honor of Jan Tinbergen.
8. I went more and more on these rules:
 - I Use debit and credit as the language of economics, rather than as the engine of accounting.
 - II Keep to it until you have done.
 - III Translate into formal logic.
 - IV Then prove by deduction that all is one system and true.
 - V Burn the debit and credit.
 - VI If you can't succeed in IV, burn III. This last I often did.
Paraphrasing Alfred Marshall.
9. To get a dynamic view one has to leave position.
10. The widespread use of personal navigators might have the undesirable side effect that people's ability to conceptualize the world in three dimensions is seriously impaired.
11. Before a shadow can help us to grasp the substance of mind, we need a source of light.
In honor of Plato, Johann Wolfgang von Goethe, Sir Isaac Newton, Mondrian & Monet.