

## The Main Aspects of the Analysis of Costs on Production in Farming Facilities

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### ABSTRACT

*This article discusses the theoretical issues of the cost of production and analysis of the cost of production in farms.*

**KEYWORDS:** *market, cost, product, production, analysis, information, farmer.*

One of the serious problems in the development of agriculture is that science lags behind the demands of life. In this regard, President Shavkat Mirziyoyev noted the need to sharply increase the role and importance of research institutions under the Ministry of Agriculture and Water Resources in the development of agricultural science and breeding, introduction and implementation of advanced agricultural technologies in each region. The material and technical base of these scientific institutions does not allow for modern research. There is a shortage of personnel who have mastered the achievements of modern science. There is a great need for veterinarians, especially livestock, poultry and fish

It is well known that the Decree of the President of the Republic of Uzbekistan of October 9, 2017 No. UP-5199, aimed at further developing the agricultural movement, increases the efficiency of farming and peasant farming .

According to the document, this decree was adopted to further support agricultural producers, efficient use of farmers, peasant farming and land plots and, ultimately, to change the incomes of landowners.

One of the main directions of such economic reforms in the republic is the improvement of the management system. In conditions of economic liberalization, the main goal of business entities is to make a profit. To do this, it is necessary to increase labor productivity, adjust production, introduce new equipment and technologies, improve production processes, use fixed and current assets, minimize uncertain costs, improve production management systems and implement other measures.

For business it is extremely important to analyze the financial performance of enterprises to solve this problem. Because the analysis of business activity is an important prerequisite for improving the efficiency of the management system.

In our country, the financial reporting forms have been adopted, on the basis of which a methodological basis for the analysis of the financial situation has been developed. This method is improving every day. However, there are still unsolved problems.

These problems are as follows:

- there are no effective ways to conduct business analysis;
- There is no comprehensive coverage of enterprises in the analysis;
- The principles of analysis are not respected;

- analysis results are not used effectively;

These problems adversely affect the implementation of an effective management system in enterprises and organizations, including farms. As can be seen from this, farmers face a number of problems when analyzing their financial situation, in particular in the analysis of product costs.

Today, the production of grain, vegetable, cotton, meat and other products, which is a new form of agriculture, has increased several times. Grain independence has been achieved in our country, sugar and other food products have grown. Not only has grain replenished production, but its imports have declined sharply, and a large number of savvy foreign exchange resources are aimed at meeting the needs of another country.

However, another important aspect of the problem, that is, the problem of agriculture - the question is not a secret - it is the problem of financial analysis in private farms. That is, the systems of social, technical and financial activities of farmers, in particular the economic efficiency of agriculture, have not been fully developed. In most farms, the state does not have state or supervisory oversight of accounting and reporting.

To analyze the cost of the product, it is necessary to study the system of descriptive indicators and its analysis. First, it is necessary to conduct a preliminary analysis to analyze and analyze the results of the analysis. This analysis is carried out according to plan with actual indicators and an absolute and relative comparison of the previous year with indicators of the reporting year. To determine the factors influencing the cost analysis, it is necessary to conduct a factor analysis. At the same time, it is necessary to take into account the effects of changing the plan using the chain linking method. Or what factors influenced the change in last year. As a result, you can find out which factor is positive and which factors have a negative effect.

Important is the analysis of the cost of the product, which prevents the growth of the cost of products. Preventing the cost of production will increase sales profits. This is a guarantee that the financial result will be positive. The financial results will be positive, and sufficient funds and other funds will be available for the company.

The cost of a product is an indicator reflecting all aspects of financial and economic activity. In this regard, accurate accounting of production costs and the calculation and analysis of costs is one of the most important tasks of accounting and economic analysis.

Today, one of the key performance indicators of the company and its benchmarking is profitability. This is an economical factor.

From 01.01.1995, the expenditure items were amended in accordance with the Charter. The goal is to determine the value of the cost of the product:

- to have complete and accurate information about the total costs of accounting, profitability of the enterprise and competitiveness in a market economy.
- accurate calculation of the tax base.

The objectives of the analysis of the cost of the product are:

- control over the implementation and dynamics of the planned cost reduction;
- Determination of cost and quantitative factors affecting it;
- Analysis of the cost of certain types of products by cost;
- Determine potential savings.

Product cost analysis is the identification of factors that minimize production costs and reduce

production costs. Thus, the analysis of economic activity in private farms has become and remains the most important factor in analyzing the value of the product, increasing their efficiency and effectiveness.

It helps to determine the level of rational use of industrial, financial and labor resources of farms, the identification of unused resources and the further development of enterprises, as well as the development of recommendations for improving their financial condition.

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