

# Liability (Finance)

[@wikipedia](#)

Future sacrifices of [Assets](#) that the [Business](#) is obliged to make to other entities as a result of past transactions or other *past* events,

the settlement of which may result in the transfer or use of [asset](#), provision of services or other yielding of economic benefits in the future.

In terms of [Financial Accounting](#) the [Liability](#) is a deferred [expenses](#).

All [Liabilities](#) of the [Business](#) are divided into [Current Liabilities](#) (which have to be settled within the [Accounting Period](#) ) and [Long-Term Liabilities](#) (which are due at a longer than [Accounting Period](#) time).

## See also

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[Business](#) / [Business Administration](#) / [Financial Management](#) / [Financial Accounting](#)

[ [Current Liabilities](#) ][ [Long-Term Liabilities](#) ]