**DUBLIN EXAMINATION BORAD**

**Revaluation of Fixed Assets**

1. What factors are taken into account in arriving at an annual depreciation charge? (3)

2015

1. Explain what is meant by ‘depreciation’. (3)

2017

**2015**

**What factors are taken into account in arriving at an annual depreciation charge? (3)**

Any 3: (3 × 1)

1. cost of the asset //
2. useful / estimated life of the asset //
3. estimated residual / scrap / obsolescence value of the asset //
4. appropriate method of depreciation //
5. lifecycle of product //
6. legal limits / requirements // etc.

**2017**

**Explain what is meant by ‘depreciation’. (3)**

Depreciation is the measure of the wearing away / loss in value (1) of a fixed asset (1) as a result of wear and tear/ passage of time / obsolescence / extraction (1)