

DUBLIN EXAMINATION BORAD**Revaluation of Fixed Assets**

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

2015

2. 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)