



Department of Education, Sabaragamuwa/weekly school

week- May - 4

Subject-Accounting

Grade-12

Prepared by -
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Competency 1.0 – Analyses Accounting and its need.

Competency Level 1.2 – Analyses the changes and trends in accounting based on changes in accounting environmental factors.

1. Name the accounting environmental factors.
2. Name two variables in the Social and Cultural environmental factors and taking one of them explain its effect on accounting.
3. “Accounting can be carried out outside the Legal Environment”, Explain whether this statement is true or false.
4. Disclose how changes in environmental factors influence the Accounting process.
5. Explain the accounting environment.
6. A decision taken by the government resulted in an increase in the income of businesses. Under which environmental factor can this be classified.
 - (1.)Economic environment
 - (2.)Legal environment
 - (3.)Technological environment
 - (4.)Social and Cultural environment
 - (5.)Technical & Professional environment