



Subject-Accounting

Grade-12

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Competency 5.0 – Uses accounting concepts by analyzing the basis of Financial accounting.

Competency Level 5.10 – Applies the prudence concept.

The cost of inventory in Kumaraġe's business as at 2016/03/31 was Rs. 160,000. Complete the following table if the,

1. Net realizable value was Rs. 130,000
2. Net realizable value was Rs. 180,000

Cost	Net Realizable value (Rs)	Relevant double entries	The amount entered in the Trading account (Rs)	The amount shown in the Statement of Financial Position (Rs)	Impact on profit (Rs.)

Event 02

Information about the property, plant and equipment assets accounts of Susith's business as on 2016/04/01 is given below:

Asset	Cost Rs.	Annual depreciation	Depreciation upto 2016/04/01
Buildings	500,000	10%	100,000
Motor Vehicles	200,000	40%	80,000
Computer	160,000	25%	20,000
Machinery	80,000	20%	24,000

Taking the above information into consideration, complete the table below:

Asset	Annual depreciation	Useful lifetime	Cumulative depreciation to 2017/03/31	Carrying value on 2017/03/31	Journal entry to account for depreciation
Buildings					
Motor Vehicles					
Computers					
Machinery					

