1		en valuing inventory for inclusion in the financial statements, its selling price is ignored if it is ner than its cost price.									
	Which concept is being applied in this situation? A business entity										
	В	3 consistency									
	С	duality									
	D historic cost										
2	Wh	ny is depreciation provided on a non-current asset?									
		1	to app	ly th	e matching cor	ncept					
2 to ensure the asset is shown at its market value											
		3 to spread the cost of the asset over its useful life									
	A	1, 2 and	d 3	В	1 and 2 only	С	1 and 3 only	, D	2 and 3 only		
3	The accounting year of a business ends on 31 December.										
			_		useful life of 4 esidual value.	-	•		•		
	The office building was revalued on 1 January 2018 for \$480 000.										
	What will be the net book value of the office building at 31 December 2019?										
	A	\$360 00	00	В	\$450 000	С	\$456 000	D	\$465000		
4 A new machine is purchased at a price of \$75000. In addition, delivery and in \$2500.									I installation	n cost is	
	The business depreciates all non-current assets at a rate of 20% per annum using th straight-line method. By how much would depreciation decrease the profit for the year?										sing the
	A	\$14 500)	В	\$15000	С	\$15 500	D	\$17500		