1.Explain the term “depreciation” and state three methods used in calculating depreciation of fixed assets.
2.Prepare a Manufacturing Account using the following information:
Opening raw materials ₦120,000; Closing raw materials ₦90,000; Raw materials purchased ₦300,000; Direct wages ₦200,000; Factory overhead ₦150,000.
3.List and explain four differences between capital expenditure and revenue expenditure.
4.State five causes of differences between the cash book balance and the bank statement balance.
5.Explain the term “partnership admission” and list three adjustments that must be made when a new partner is admitted.