**The City School
North Nazimabad Boys Campus**

**Accounts Work Sheet**

**Class: 10-T**

**Teacher: Fazal Ur Rahman**

**Topic: Journal entries**

**Week: September 23 to September 30 2016**

QUESTION

Habib provides the following information

|  |  |  |
| --- | --- | --- |
| Fixed cost | Cost | Depreciation method |
| Computer | $ 2,000 | Diminishing (Reducing)) balance method -60% per annum |
| Office furniture | $ 3000 | Straight line 10% (of cost) |
| Loose tools | $ 800 | Revaluation |

Using the above figures, calculate the depreciation in year 1 and 2 for each asset. Assume the value of loose tools at the end of year 1 was $ 600 and at the end of year 2 was $ 350