



ICMAINTERNATIONAL
lead strategically

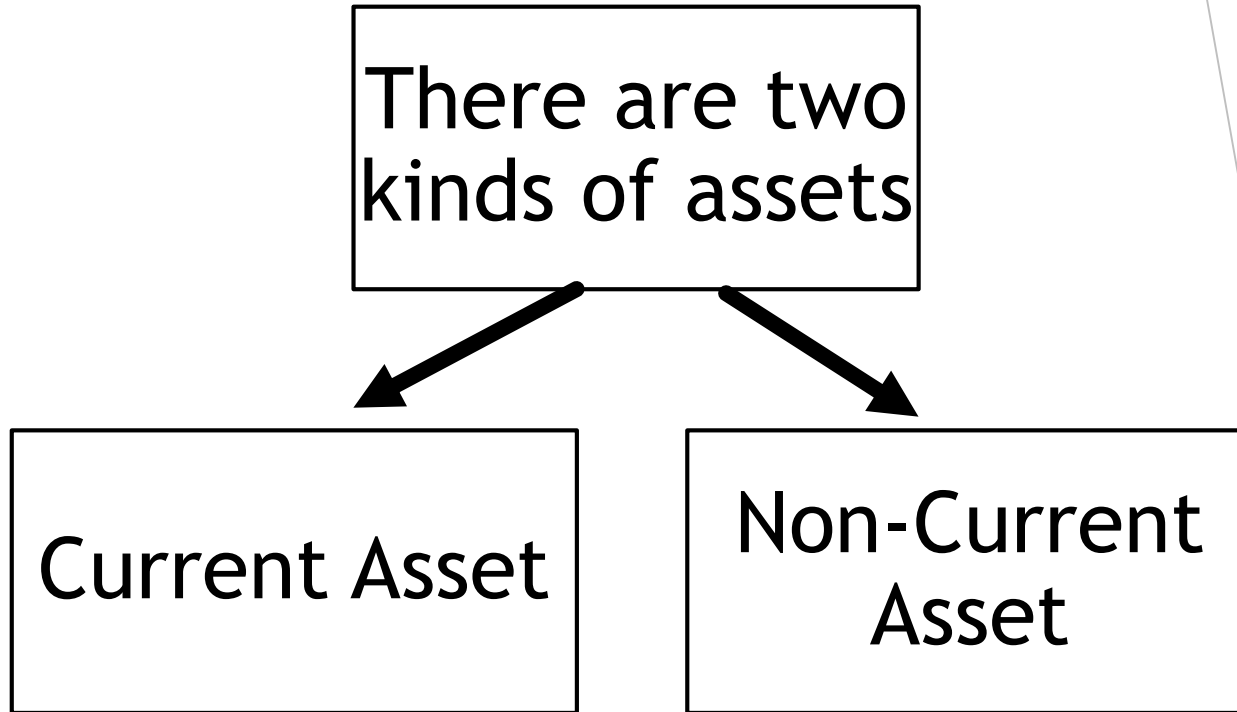
"Assets and its Kinds

Asset

'Any economic resource that is:

- 1) Controlled by an entity*
- 2) As a result of past event*
- 3) From which future economic benefits are expected to flow to the entity*

KINDS OF ASSETS



Current Asset

'Current asset is any asset that is:

1) Expected to be fully converted into cash or

2) Expected to be fully consumed

within one accounting year or operating cycle whichever is longer

OR

"Any asset that is expected to provide economic benefits only for one accounting year or operating cycle whichever is longer is 'Current Asset'"

Current Asset

Expected to be fully converted into cash within one accounting year or operating cycle whichever is longer

Expected to be fully consumed within one accounting year or operating cycle whichever is longer

Liquid Current Asset:

*Cash, Bank, Notes Receivable, Accounts Receivable
Marketable Securities, Merchandise etc*

Non-Liquid Current Asset:

Supplies, Prepaid etc

Fixed / Non-Current / Plant Asset

'Non-Current asset is any asset that is:

- 1) Not purchased with the purpose of sale and*
- 2) Expected to be fully consumed in more than one accounting year or
Expected not to be fully consumed in one accounting year*

OR

"Any asset that is expected to provide economic benefits for more than one accounting year is 'Non-Current Asset'"

Kinds of Non-Current Assets

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graph TD; A[Kinds of Non-Current Assets] --> B[Tangible Plant Asset]; A --> C[Intangible Plant Asset]; A --> D[Natural Resource]; B --> E["Any plant asset with physical substance<br/>Examples:<br/>Land, Building, Machine, Equipment, Furniture, Fixture, Automobiles"]; C --> F["Any plant asset without physical substance<br/>Examples:<br/>Goodwill, Copyrights, Patents, Trademark, Formula etc"]; D --> G["Underground deposits by nature<br/>Examples:<br/>Oilwell, Gold mine etc"];
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Tangible Plant Asset

Any plant asset with physical substance

Examples:

Land, Building, Machine, Equipment, Furniture, Fixture, Automobiles

Intangible Plant Asset

Any plant asset without physical substance

Examples:

Goodwill, Copyrights, Patents, Trademark, Formula etc

Natural Resource

Underground deposits by nature

Examples:

Oilwell, Gold mine etc

Kinds of Asset-In a nutshell

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graph TD; Root[Kinds of Asset-In a nutshell] --> Current[Current Assets]; Root --> NonCurrent[Non-Current Assets]; Current --> Liquid[Liquid Current Assets]; Current --> NonLiquid[Non-Liquid Current Assets]; NonCurrent --> Tangible[Tangible Plant Assets]; NonCurrent --> Intangible[Intangible Plant Assets]; NonCurrent --> Natural[Natural Resources];
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Current Assets

Non-Current Assets

*Liquid
Current
Assets*

*Non-Liquid
Current
Assets*

*Tangible
Plant
Assets*

*Intangible
Plant
Assets*

*Natural
Resources*

What is the title for 'EXPENSE' for Non-Current Assets



Depreciation:

*Expired Cost of
tangible plant assets
, having limited life*

Amortization:

*Expired Cost of
intangible plant
asset*

Depletion:

*Expried cost of
natural
ressource*