Unit 7 — Depreciation and Amortization



© 2026 English for Accounting and Finance. All rights reserved.

Accelerated depreciation

a term used to show that the reduction of an asset's value happens faster at the start of its useful life than at the end

"Assets like vehicles lose a lot of value in the first year of their life, which is why accelerated depreciation is such a useful tool."

Accrual accounting

an accounting method that measures the performance and position of a company by recognizing economic events regardless of when cash transactions occur

"The accountant advised to operate an accrual accounting system for the small start-up, as he said it gave a more accurate picture of the true financial state."

Allocate

distribute according to an existing plan

"After studying the budget, it was clear that the marketing department had been allocated more than was needed."

Thank you for your interest!

Please purchase a license to get the complete PDF.