

Name:

B-08.08

Date:

Section:

(a)

	Beta	VHS	DVD	BLU-RAY
Cost				
Vs. "Market":				
Replacement cost				
Net realizable value				
NRV less normal profit margin				
VALUE TO REPORT				

(b) Loss Due to Decline in Market Value of Inventory
Inventory

To record decline in value of Beta inventory

(Note: Some companies will establish an allowance account rather than actually reducing the inventory account.

(c)

(d)