

CRMT Question Bank - Chapter 5 Managing supply of Credit

Task 5.13

Question 5 (a) Which of the following is correct? Choose one:

- An irrecoverable debt is one which may or may not be received.
- An irrecoverable debt is written off and does not appear in the statement of financial position.
- A doubtful debt will likely not be paid.
- A doubtful debt is written off and does not appear in the statement of financial position

The third option should read "A doubtful debt will not be paid."