[5]

Stalla had an extension to her retail premises built during 2023. The extension will be used as an office.

REQUIRED

(d) Place a tick (✓) in the correct box below to indicate whether each cost is capital expenditure or revenue expenditure.

	Capital expenditure	Revenue expenditure
Legal fees for obtaining permission to build the extension		
Building costs for the extension		
Insurance for the office		
Painting the office extension		
Office calendar for 2023		
Purchase of office equipment		
Installation of office equipment		
Stationery for office		

[4]

[Total: 20]

Question	Answer	Marks
2(d)	<table><thead><tr><th></th><th>Capital expenditure</th><th>Revenue expenditure</th><th></th></tr></thead><tbody><tr><td>Legal fees for obtaining permission to build the extension</td><td>✔</td><td></td><td rowspan="2">**(1)**</td></tr><tr><td>Building costs for the extension</td><td>✔</td><td></td></tr><tr><td>Insurance for the office</td><td></td><td>✔</td><td rowspan="2">**(1)**</td></tr><tr><td>Painting the office extension</td><td>✔</td><td></td></tr><tr><td>Office calendar for 2023</td><td></td><td>✔</td><td rowspan="2">**(1)**</td></tr><tr><td>Purchase of office equipment</td><td>✔</td><td></td></tr><tr><td>Installation of office equipment</td><td>✔</td><td></td><td rowspan="2">**(1)**</td></tr><tr><td>Stationery for office</td><td></td><td>✔</td></tr></tbody></table>	**4**