

Fixed Asset

[@wikipedia](#)

Synonym: [Fixed Asset](#) = [Property, Plant and Equipment \(PP&E\)](#)

A type of [Asset](#) existing in the form of a physical substance which can not be easily converted into a [cash](#) within the [Accounting Period](#).

These are items of value that the organization has bought and will use for an extended period of time;

Normally include items such as [Natural Resource](#), [land](#), [buildings](#), [vehicles](#), [furniture](#), [office equipment](#), [computers](#), [machinery](#), [tools](#), [IT equipment](#).

The Financial Accounting regulations assume that all [Fixed Assets](#) (with very few exceptions, like land) continuously lose their value over time which is being accounted for as [Depreciation](#).

It is similar to [Amortization](#) of [Intangible Assets](#).

In case of [Fixed Asset](#) is based on [Natural Resource](#) then its [Depreciation](#) is called [Depletion](#).

See also

[Business](#) / [Business Administration](#) / [Financial Management](#) / [Financial Accounting](#)

[[Asset](#)] [[Fixed Asset](#)] [[Intangible Asset](#)] [[Current Asset](#)]

[[Depreciation](#)] [[Amortization](#)] [[Profit and Loss \(P&L\)](#)]