

## **Obsolescence and depreciation**

The AEG agreed with the recommendations but with the following qualifications:

- (a) the current text of the 1993 SNA (Para. 10.118) relating to depreciation should reflect the accepted practice that “average prices” refers to the average price of an asset at constant quality
- (b) the relationship of this recommendation to the concept of income needs to be considered
- (c) the detailed practical guidance on measuring depreciation should be provided in an updated version of the OECD manual on “Measuring Capital”
- (d) it is important that the above-mentioned manual should give due consideration to the aspects of countries with less developed statistical systems.