

**Solution:**

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**DEPRECIATION SCHEDULE OF THE DRILLS (in \$)**

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**Name: Roche Bay Mining Co.**

<b>Particulars</b>	<b>Depreciation Calculated Using</b>		
	<b>Straight Line</b>	<b>DDB</b>	<b>Units Of Prod</b>
<b>Initial Cost</b>	640,000	640,000	640,000
<b>Depreciation Year:</b>			
<b>Year 1</b>	200,000	426,666.67	280,000
<b>Year 2</b>	200,000	142,222.22	180,000
<b>Year 3</b>	200,000	47,407.41	140,000
<b>Total Accumulated Depreciation</b>	600,000	616,296.30	600,000
<b>Net Cost after 4 years</b>	40,000	23,703.70	40,000