

Solution:

DEPRECIATION SCHEDULE OF THE MACHINE (in \$)

Name: Nowling Co.

Particulars	Depreciation Calculated Using	
	Straight Line (2012-21)	Straight Line (2012-18)
Initial Cost	85,000	85,000
Depreciation Year:		
Year 1	8,000	11,000
Year 2	8,000	11,000
Year 3	8,000	11,000
Year 4	8,000	11,000
Year 5	8,000	11,000
Year 6	8,000	11,000
Year 7	8,000	11,000
Total Accumulated Depreciation	56,000	77,000
Net Cost after 3 years	29,000	8,000