

Solution:

Consider the depreciation of the Conveyor.

The depreciation is calculated by using the straight-line method, with the rate of depreciation being given by:

$$\text{Rate of depreciation} = \frac{(48,000 - 5,000)}{5} = \$8,600 \text{ per year}$$

Thus, the depreciation will be \$8,600 for each of the 3 years and the final value will be:

$$\text{Final Value of Conveyor} = 48,000 - (8,600 \times 3) = \$22,200$$

Consider now the depreciation of the Truck.

The depreciation is calculated by using the DDB method, which consists of doubling the rate of depreciation and this rate is:

$$\text{DDB Rate} = 2 \times \left(\frac{100}{3}\right)\% = \frac{200}{3}\%$$

Thus, we have the following depreciation calculation:

$$\text{Year 1: Book Value} = 6,000 \text{ \& Depreciation} = 12,000$$

$$\text{Year 2: Book Value} = 2,000 \text{ \& Depreciation} = 4,000$$

$$\text{Year 3: Book Value} = 666.7 \text{ \& Depreciation} = 1333.3$$