This involves replacing an eco as	ud inefficient a	set will an
and more effectent asset which is	more economi	cal to apprecia
-, under replacement analysis, two	company well b	e concerna
the Inchemental benefit and luchen	spital sacte	is seried a
Ex lunemental conductor to be	versial casts	0
-> fex hunemental analysis to be ca	ricer out une	Company will
concerned with the remaining life o	fine asset well	uch will be
equal to economic hite of the new a	ersef	30 11 10 11 1
-> The fellowing steps are fellowed.	active was all	The House
A B C S C C C C C C C C C C C C C C C C C	I WARD OF	ting the trees
1. Determine luvemental outflow (prcof)	A MARK MARK
Cost of new assiet	XX	La Joseph M.
addi Installation cost	XX	My of Dark
: Working captul changes		10120
hess. Market value of existing accept		
hess. Market value of existing asset add: Capital goin tax		Hall the start
MKt value of ecclasset xx	100 4 4	
lecc. NRV of old occasi		4 1 The property
less: NBV of old osset (XA)		La Company
×× x 30 %		
prcof	XX	d paler and
	13.5.29 39	The same has
2. Défermine uneurental déprecention	per annum	book it her de
representation pro of the new esset		Markey and Car
Depreceation p.a of the old asset	(XX)	b what he had
		dat taging a
3 Determine lunemental salvage		o to make the
Salvage value of the new asset	XX	4: 1000 ch
loss: salvage value of the old as	sef (XX)	
		The residence of the
	XX	أوالم يعوقون والعادد
	April 1914 And And	THE PROPERTY OF
4 Neterania & James I &		
4 Defermine ferminai Benefita		
saluce ge nalve (incremella)	XX	Secretary Second
Devery Devery	XX	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1
saluce ge nalve (incremella)		
Saluce ge ucilie (incremella) Worming Capital Changes	XX XX	
Saluce ge ucilie (incremella) Worming Capital Changes 5. Defermine linemental annual land	XX XX	
Saluce ge ucilie (incremental) Worming Capital Changes 5. Defermine luremental conneced life uconnectal maga	cows (cost saving	
Saluce ge ucilie (incremella) Worming Captal Changes 5. Defermine huremental annual ling ucremental prefit all: Cost Savings	cows (cost squing	
Saluce ge ucilie (incremella) Worming Captal Changes 5. Defermine huremental annual ling ucremental prefit all: Cost Savings	Lows (cost squine	
Saluce ge ucilie (incremental) Worming Capital Changes 5. Determine liceremental annucial life hecremental profit all: Cost Sarings	Lows (cost squing XX XX (UX)	
Saluce ge ucilie (incremental) Worming Capital Changes 5. Determine huremental annual ling hecremental prefit aili: Cost Savings less: huremental cost	cows (cost squince xx xx (cxx)	
Seluce ge ucilie (incremental) Worning Capital Chainges 5. Determine linemental annual lufe uccremental prefit aili: Cost sorvings less: linemental cost EBT.	Cows (cost squind XX XX CXX)	
Saluce ge ucilie (incremental) Worming Capital Changes 5. Defermine huremental annual ling hucremental prefit aili: Cost soinags less: huremental cost EBT. tax EAT	cows (cost squince xx xx (cxx)	JE)
Saluce ge ucilie (incremental) Worming Capital Changes 5. Defermine huremental annual light hecremental prefit aili: Cost savings less: huremental cost EBT. tax	cows (cost saving xx (xx) (xx) (xx)	JE)

Tezo tital is a die process of meeternaring to operation. The feating manager professed due replacement of the milling machine feating manager professed due replacement of the milling machine with a new and fally compliferaced machine, the million machine with a new and fally compliferaced machine, the million tiers ago at a cost of 4 million. The economic has exhibited that the machine has a feature of a house with the of 5 years with 2000 to 1.6 million. The new machine has a feature could by disposed of immediately at at 1.6 million. The new machine has a firstlane price of a 8 million with an additional cost of at 1.5 million. The new machine will be new machine and sead to Increased Efficiency and assumed savings in cost of a 2.1 million. However, electromy cost will intrease by sa socioco for amumit of the regular approach of the new muchine will also require an increase of sa straight time method of depreudom whiteals. The Impuny cost of Expital is 10% and too socke of any muticals. The ampuny assisting the settled of depreudom. The ampany assist of Expital is 10% and too sack sock 30%. Required. Intermed the might of text had an unliker to replace the machine (10000) helical the cost of a point of text had an unliker to replace the machine (10000) helical the cost of a point of text had an unliker to replace the machine (10000) helical the cost of a point of text and an endit of the cost of a point of text and an endit of the cost of text of the million of the cost of the	And the second s					
Te20 tol ic a dive proces of madernary the operation. The failing manager proposed dive replacement of the milling machine but a new and failty complatenced multine the milling machine with a new and failty complatenced multine the milling machine with a new and failty complatenced multine the milling machine with a few multine two sets the statular traces of the multine two as further wheth the of Squar with 2000 sets of the multine two as further wheth the of Squar with 2000 set of the multine could be disposed of the new machine base a further with a set and the operation of the new machine bushell and a saturage various of a author. The new machine will also require an invesse of a storeous worth of and around the require an invesse of a storeous worth of two multine will also require an invesse of a storeous worther of two multines by an soorcooper animum. The operation of due new multine will also require an invesse of a storeous worther of two multines. The company was of Capital is to be and far rate so by deprendent. The company was of Capital is to be and far rate so by. Required. Abture the month of term whether to replace the machine (tomas) solution. 1. Determine turnemental culticos scool cost of new multines of the cost of the milling multime. 2 betwee	Muy 2012 @ 3ef:	6 12 253 0/				
fathy manager firsteed the reflecteness of the milling machine with a new and shilly Complifered mathine. The milling machine were perstand two milling to the mathine were furthered two years ago at a cast of 4 milling. The commic has established dual three machine was a further week his established dual three machine was a further week his of 5 same with 2 me saturage wether. The multime could be disposed of timediated of she she his of a 1.8 million. The new machine has a servicuse price of she 8 million with an additional cost of a 1.8 million. The new machine has a servicuse price of she 8 million with an additional cost of a 1.8 million. The new machine has a servicuse price of she 8 million with an additional cost of a 1.8 million, there we reflectedly cost of a million. The new machine will head for severe of a servicus of and annual savings in cost of she 2.1 million, thousand of annuals of the new machine will also require as severe of the straight line meeting of an endough without the straight line meeting of deprendent. The company assess the straight line meeting of deprendent. The terminal weather of terminal authors shoot of the saving fax rate 202. Third lither assess the straight line meeting inflower cost of a pow muchane. The terminal functions of 1800 clearity cost (200) The terminal functions of 1800 clearity cost (200) The terminal functions of the saving and several saving fax saving the same of 1800 cost of the saving apply the same of 1800 cost of the saving and saving s	To a lit is in the precess of modernizing its operations. The					
was further a new and fully templasenced mailtings the militing machines was furthwas two years ago at a cost of A million. They economic hise of the machine was a furthway or a management review his established that the machine was a further well his established that the machine was a furthway could be disposed of lumediabily at on 1.6 million. The new machine was a furthway price of the 8 million with an additional cost of the new machine and about the new machine of the new machine and the misself wastelf wastelf wastelf with the million. However, the fuctory and annual savings in cost of the 3.1 million, theoretic nettle way to cost of the 3.1 million, theoretic nettle way to cost will invited by an acocooper amum. The operation of the new muchine will also require an invited of strugght line mellind of depretation. The company was of Capital it 10.6 and fax rate 20.8. Regulated: Alternated the magnet of Texa had an whether to replace the machine (tomax) solution. I betermine lumenum a governor good for saving the machine (tomax) solution. I betermine lumenum a governor shoot was successfully cast of new muchine as 1800 clerknithy cast (200) Was invitable of our asset (1600) tox 20. Short was smed (200) Was invitable gounter (200) tox 20. Short was smed (200) Was invitable gounter (200) for a smed (200) Least Nev of oil asset (200) for a smed (200) Least was a further of oil asset (200) Proof 9010 2 betermine lumenumental dep p.u sacco with the good of the proof of new was set (200) Proof 9010 2 betermine lumenumental dep p.u sacco with the milling muchine to a further salvage wature a coo for access (200) Proof 9010 A betermine lumenumental salvage wature (200) I was applied that a sacces (200) Proof 9010	latting manager proposed the replacement of the milling machine					
went furthered two years ago at a cost of Amillan. The economic hite of the machine was 5 xecus. However, a necessary review has established that the machine was a fasture well the of 5 xeam with 2ero salvage vecture. The machine could be disposed of amended they at at 1.6 million. The new machine has a fivelace price of the 8 million with an additional cost of the 1.8 million to wished and a Salvage vecture of the Amillion. The new machine will head to Intreased Efficiency and amilian. The new machine will have re-electrology cost will lurreuse by the socioto for a 21 million. However, electrology cost will lurreuse by the socioto for amilian. However, electrology cost will lurreuse by the socioto for amilian. However, electrology cost will lurreuse by the socioto for amilian. However, electrology cost will lurreuse how the company uses ofte straight hime meetical of septembers. The company uses ofte straight hime meetical of the muthines. The company uses ofte straight hime meetical of the machine will fax rate sol. Restured: About the most of test had an whither to replace the machine (tomas) the machines of the machines. Between the most of test had an whither to replace the machine (tomas) to the difference of the survey amilial clauses. 1.800 less than out a survey of test of new machines (tomas) and introduction cost. 1.800 less that value of oid asset (1600) less to the same of the machines of the same of the	well a new and fully computerized mulling. The milling machine					
hite of the mathine was Steers, Pawerer, a maining most review his established that the mathine has a further week hit of Steens with 200 setting title mathine could be disposed of the number of ships of the mathine could be disposed of the number of ships of the mathine could be disposed of the number of ships of the number of the new mathine will also require an investe of the straight line methed of definitions. The company uses the straight line methed of definition the major of test of new mathine (some) the number of the major of test of new mathine (some). Betermine the major of test had an whither to replace the mathine (some) the new mathine of test of new mathine as the straight line methed of the new mathine. Betermine thereweth authors shoot! Betermine the major of test had an whither to replace the mathine (some) and installation as the straight ships of the number of ships of the sh	your purchased two yours and at a cost	oh 4 million. They economic				
has established blush the millione has a fusture welled hile of Syears with Zero saturage wither the muchine could be disposed of himself year of the million. The new machine has a perstance price of sh 8 million with an additional cost of sh 1.6 million to wister and a Saturage victure of sh 2 million. The new machine will dead to hurrensed effectively and annual savings in cost of sh 2.1 million. However, electricity cost will hurrense by an 200,000 for amount. The operation of due new machine will also require an invecise of sh 810,000 worth of Year with also require an invecise of sh 810,000 worth of Year with also require an invecise of sh 810,000 worth of Year white will also require an invecise of sh 810,000 worth of Year white will also require use fire straight hime mellied of deference will also require uses fire straight hime mellied of deference with also a whether to replace the machine (tomax) solution. 1. Determine turrencetiful antifows suovo" 1. Determine turrencetiful antifows suovo" 2. Working applied clauses 1280 electricity cos (200) 2. Working applied clauses (1600) text 20% (570) 2. Working applied clauses (1600) text 20% (570) 2. Determine turrencentul dep pra according with the same of the solid asset (1600) 2. Determine turrencentul dep pra according with the same of the solid asset (1600) 2. Determine turrencentul dep pra according with the same of the solid asset (1600) 2. Determine turrencentul dep pra according with the same of the solid asset (1600) 3. The working with a solid asset (1000) 4. Determine turrencentul dep pra according with the solid asset (1000) 4. Determine turrencentul dep pra according with the solid asset (1000) 4. Determine turrencentul dep pra according with the solid asset (1000) 4. Terminal Benefits 5. Saluarge value 1. Solid surrencentul accordina accordina surrencentul accordina su	11/2 Of the moderne was Expense Inmove	er, a manageneens revie.				
with zero saturago viciline. The machine could be disposed of lumedicitily at sh 1.6 million. The new machine bas a flerthase price of sh 8 million with an additional cost of sh 1.8 million to install cand a saturage vicilize of sh 2 million. The new machine will alead to Increased Efficiency and annual savings in cost of sh 3 million. However, electricity cost will lurraise by an 2000-cop for amution. The perform of due news multime will also require as Increase of sh 810,000 works of 1000 million. The company uses the strught line needland of defreuchon. The ampany is of Capini is 10% and too rectand (1000). Resumed: Letting alie mgnt of less had on whether to replace the machine (1000) solution. 1. Determine lunemental autificies success! 1.800 clectricity ces (200) 2. Weerhing applied clumy is 810 Ebt savinitic 2100 2. Weerhing applied clumy is 810 Ebt (1900) 2. Weerhing accounter. 3. Million. How asset (1600) 2. Weerhing accounter. 4. Solo (1900) 2. Weerhing accounter (1900) 3. Weether and asset (1900) 4. Weether and accounter (1900) 3. Weether and accounter (1900) 3. Weether accounter (1900) 4.	I ackelled and Mich das macolina hus a	bendliner useful hilo or The				
The new madrine hos a firrline price of sh 8 nullion with an additional cost of at 1.8 million to install cauch a salvacy vacture of sh 2 nullion. The new madrine will head to Increased Effectionery and annual savings in cost of the 2.1 million. However, electricity cost will increase by sh 2000cco per cumum. The operation of dive new matrine will alw require asp Increase of sh 800000 works of raw matrines. The company costs of Capital is 10% and fax take 30%. Restained: Alvace the might of less hid on whether to replace the madrine (tomax) solution. 1. Determine incremental authoris succos. 1. Betermine incremental authoris succos. 1. Solution cost. 1. Working applied clauses. 200 assistable for cost. 200 assistable for cost. 200 and value of old asset. 200 assistable gain fax. Mat value of old asset. 200 and value for new asset. 200 and value for a new asset. 200 and asset. 200 a	was established former force intermine	could his decon-1				
The new madrine hos a firrline price of sh 8 nullion with an additional cost of at 1.8 million to install cauch a salvacy vacture of sh 2 nullion. The new madrine will head to Increased Effectionery and annual savings in cost of the 2.1 million. However, electricity cost will increase by sh 2000cco per cumum. The operation of dive new matrine will alw require asp Increase of sh 800000 works of raw matrines. The company costs of Capital is 10% and fax take 30%. Restained: Alvace the might of less hid on whether to replace the madrine (tomax) solution. 1. Determine incremental authoris succos. 1. Betermine incremental authoris succos. 1. Solution cost. 1. Working applied clauses. 200 assistable for cost. 200 assistable for cost. 200 and value of old asset. 200 assistable gain fax. Mat value of old asset. 200 and value for new asset. 200 and value for a new asset. 200 and asset. 200 a	were serviced being the millione	could be disposed of				
additional Cost of she 1.8 million to listed and a Salucing recture of the 2 audition. The new michine will aead to Intrecised Effectively and amilian. The new michine will also require an Increase of she stocoper of the press muchine will also require an Increase of she stocoper works of the smultime will also require an Increase of she stocoper works of defermation. The company costs of Capital is 10% and tax rate 30%. Required: **Required:** **Retrieved:** **Retr	unnedultery ut sh 1-6 million.	F 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2				
additional Cost of she 1.8 million to listed and a Salucing recture of the 2 audition. The new michine will aead to Intrecised Effectively and amilian. The new michine will also require an Increase of she stocoper of the press muchine will also require an Increase of she stocoper works of the smultime will also require an Increase of she stocoper works of defermation. The company costs of Capital is 10% and tax rate 30%. Required: **Required:** **Retrieved:** **Retr	11.					
sh dullion. The new machine well head fo Increased Efficiency and annual savings in cost of sh 2.1 million. However i electricity cost will his require an Increase of sh 810,000 works of saw muchine well also require an Increase of sh 810,000 works of saw muchine well also require an Increase of sh 810,000 works of depreciation. The company cost of Capital is 10 & and fex rate 30%. Required: The working and of texo to a whether to replace the machine (1000) woll and the machine (1000). The termine the man of texo to be an whether to replace the machine (1000) and the on whither to replace the machine (1000). The termine the man of texo to to a whether to replace the machine (1000) and the was all the working control outlines. The termine the removal outlows show the saving application is been machine to control of the saving applied changer in the saving and the saving was a saving the saving was a saving saving was a saving was a saving saving was a saving was a saving was a saving saving was a saving was a saving saving was a saving was a saving saving saving was a saving saving saving saving was a saving saving was a saving saving saving was a saving s	me new maunie was a prevencese price	of sh 8 million with an				
sh dullion. The new machine well head fo Increased Efficiency and annual savings in cost of sh 2.1 million. However i electricity cost will his require an Increase of sh 810,000 works of saw muchine well also require an Increase of sh 810,000 works of saw muchine well also require an Increase of sh 810,000 works of depreciation. The company cost of Capital is 10 & and fex rate 30%. Required: The working and of texo to a whether to replace the machine (1000) woll and the machine (1000). The termine the man of texo to be an whether to replace the machine (1000) and the on whither to replace the machine (1000). The termine the man of texo to to a whether to replace the machine (1000) and the was all the working control outlines. The termine the removal outlows show the saving application is been machine to control of the saving applied changer in the saving and the saving was a saving the saving was a saving saving was a saving was a saving saving was a saving was a saving was a saving saving was a saving was a saving saving was a saving was a saving saving saving was a saving saving saving saving was a saving saving was a saving saving saving was a saving s	additional cost of st (.8 million to insteal centa	l a saluceup vollue of				
and annual. Savings to cost of a 2. million: However, electricity cost will lurreuse by sh 200,000 per cumum. Care operation of due new muchine will also require an increase of sh 810,000 woorks, of raw mutherals. The company uses of a skeight kine method of deprenation. The company uses of capital is to b and tax rate 30%. Required: Helvice the mgnt of Texo had on whilether to replace the malaine (tomas) Determine turremethic autificus shood. 1. Determine turremethic autificus shood. 1. Betermine turremethic autificus shood. 1. Betermine turremethic autificus shood. 1. Betermine turremethic conflows shood. 1. Betermine turremethic conflows shood. 1. Betermine turremethic changer 810 cot for saving applied changer 810 cot for tax 20%. 1. Betermine applied changer 810 cot for saving. 1. Betermine cost 1.800 cot for tax 20%. 1. Betermine cost (1600) tax 20%. 1. Betermine turremental changer 810 cot for tax shood. 1. Betermine turremental dep p.a shood. 2. Determine turremental dep p.a shood.	sh 2 million. The new muchine well head	fo lucrecesed efficiency				
which well also require an increase of six storoso works of raw mutine well also require an increase of six storoso works of raw muterials. The company uses the straight kine methed of depretation. The company is of Capital is to a and tax rate 30%. Required: Letermine the mant of tezo had an whicher to replace the machine (torms) solution. Button: 1. Determine the memory of tezo had an whicher to replace the machine (torms) solution. 1. Determine the memory of tezo had an whicher to replace the machine (torms) solution. 1. Determine the memory of tezo had an whicher to replace the machine (torms) solution. 1. Determine the memory of tezo had an whicher to replace the machine (torms) solution. 1. Determine the memory of tezo had a number of tezo mutual continuous. 1. Determine the memory of tezo had a number of tezo had asset (1600) tezo for tezo solution. 1. Working capital changer (1600) tezo for tezo solution. 1. Solution of tezo had asset (1600) tezo solution. 1. Determine the memory of tezo for te	and annual savings in cost of su 2.1 million	1. However electricity cost				
Mitture bell also require an increase of sh \$10,000 works of Yaw muterials. The Company uses the straight line melliad of deprenation. The company uses the straight line melliad of deprenation. The company uses of Capital 12 10% and few rate 30%. Required: Refund: Refund	well increase by sh 200,000 per connum. L	ere operation of the new				
deprenation. The company cost of Capital 12 10% and feat rate 20%. Required: Helvice the might of Texo litel on whiteflex to replace the machine (10000) 1. Determine himmerial authorismos' (2000) 1. Determine himmerial authorismos' (2000) 1. Working applied changer (1600) 1. Working applied (2000) 2. Determine the old asset (2000) 2. Determine the old asset (2000) 2. Determine the uncertail dep pin and political forms and political forms (1654) 2. Determine the asset (2000) 2. Determine the asset (2000) 3. Determine the asset (2000) 4. Minuted (2004) 2. Determine the asset (2000) 3. Universated (2000) 4. Setting value of old asset (2000) 4. Terminal Benefits 3. Salvange value 1. Leon (2010) 4. Terminal Benefits 3. Salvange value 1. Leon (2010) 4. Terminal Benefits 3. Salvange value 1. Leon (2010) 4. Leon (2010	muchine well also require aga increase of	- Sh 810,000 works of				
Regulation . The language less of Capital 16 10 & and fax rate 30%. Regulator. Betweed: Betwee the mgnt of Te20 htd on whether to replace the machine (tomac) Solution. 1. Determine Incremental (autility 5 shows" Cost of new millione & 8 000 [ost sammin aloo ald: Installation cost 1.800 electricity cost (200) 2. Worthing Capital Changer & 100 Cas; Mat value of old asset (1600) tax 20%. Mat value of old asset (1600) Les: NRV of old asset (200) Les: Determine luneumental dep pin according using NPV Dep pin of new asset [8+1:8-2] is 1560 Institute of old asset 2000: 5 (480) 3 luneumental salvage welve Salvance walle of new asset Les: Salvance walle of old asset Les: Salvance of old asse	Your muterials. The Company uses the sto	eight line molland of				
Februe the mant of texo had on whicher to replace the machine (100000) Solution: 1 Determine huremental antifocus succes (2000) 1 Working laptal changer 810 Cost of new multime 8000 (200) 1 Working laptal changer 810 Cost of new multime 1800 Cost of new multime 8000 Cost of new multime 8000 Cost of new multime 1800 Cost of new cost 1600 Cost of new cost 1800 Cost of new cost	depreciation. The company cost of Control is	10 % and for rate 200.				
Melvice the might of texo total on whether to replace the machine (10m/ms) Solution. 1. Determine the remarks (outflows shood" Cost of new midmine BEDO Cost Samuli 2100 All' the talketon cost 1:800 Electricity cos (200) Cost of new midmine BEDO Cost Samuli 2100 Cost installation cost 1:800 Electricity cos (200) Cost installation cost 1:800 Co	- miles					
1. Determine Unremertal antilows snood" 3. Unremertal inflows Cost of new mullime 8000 lost samini 2100 allo: Installation cost . Working applial changer 810 Ebt 1900 Ces; Mat value of old asset (1600) texx 202 (570) allo: Cupital gain terx Mat value of old asset (2400) V4000- (200) 2. Determine Unremental dep pia snood bep pio of new caset [8+1:8-2] -5 1560 Institute a of old asset 2400: 5 (480) 3. Universatial saturage value Salucine value of old asset 200: 5 (480) 3. Universatial saturage value Salucine value of new asset 2000 A. Terminal Benefits Salucine value Leodhing applial A. Terminal Benefits Salucine value Leodhing applial Salo Allo The milling Mullime.	reluce the mant of Texo htd on welcollor to	poplace die machine lance				
1. Determine Unremethil outflows snood (ost of new milling a 100 and installation cost (1,800 electricity cost (200) and installation cost (1,800 electricity cost (200) installation cost (1,800 electricity cost (200) electricity cost (200) installation cost (1,800 electricity cost (2,800 electricity elect	Clefon.	e come que vaucuine (l'omas)				
Cost of new meetine & 200 Cost Samuelic 200 add Installation cost 1;800 electricity cos (200) * Weeking applied Changer 810 Ebt 1900 Cost Mat value of old asset (1600) texx 20 (570) add Capted gain texx MAT value of old asset (2000) Proof 9010 2 Determine luneimental dep p.a succe bep p.o of new asset [8+1.8-2]:5 ISCO Annually 1654 xprifficg luss bep p.o of old asset 2000:5 (A80) I Luneimental salvage uceline Salvage wellie of new asset 2000 At Terminal Benefits Salvage value Looning applied Slo Loon They sheard not replace Looning applied Loon Loon Loon Loon Loon Loon At Terminal Benefits Salvage value Loon	1. Determine unnemental outloor sinos"	es luculus tel miliano				
add installation cost I working capital changer I working capital	Coal of Add and a	Post servicio				
Cess: Must value of old asset (1600) tax 202 (570) add: Capted gam tax Must value of old asset 1600 less: NBV of old asset (2400) 2 Determine lunemental dep pa successor professions 1654 bep po of new asset [8+1.8-2] is 1560 lus: Dep pa of old asset 2400: 5 (480) 3 Lucremental salvage welve salvage welve salvage value value of old asset (0) M. Teminal benefits Salvage value Leonning apptal Leonning apptal 2000 The milling multimes Lucremental salvage value Loonning apptal Loonni	a a Dr. Lucia Liast	clockarthrase				
les: Mat value efold asset (1600) tax 20% (570) add: Capital gam tax Mat value of old asset 1600 les: NBV of old asset (2400) 20% KOSD 324 Proof 9010 2 Determine lumenweited dep p:a succe bep p:o of new caset [8+1.8-2]:s 1560 les: Dep p:o of new caset [8+1.8-2]:s 1560 1654 x3.740x=6270 3 Luvenweital salvage ucelue Salvage value of old asset 2000:s (480) 1080 Tommual benefits Salvage value of old asset 2000 M. Temmual benefits Salvage value Leorning capital	r dipolitical contract	en + (200)				
mut value of old asset 1600 less: NBV of old asset (2400) 2 Determine lunemental dep pa accordes: Dep pa of old asset 2400: S (480) 1654 Less: Dep pa of old asset 2400: S (480) 2 Lucvemental salvage ucelue Salvage ucelue of old asset 2000 Less: Salvage ucelue of old asset (0) H. Terminal Benefits Salvage value Leorning appeal		100				
MAT value of old asset 1600 Les: NBV of old asset (2400) V 4000- (RCCOX2) 7 (800) 0 Annual Cassifons 1654 PVCOT 9010 2 Determine unveniental dop pia accordance pvCIT Les: Dop pia of old asset 2400: 5 (480) 3 Uneveniental salvage uceluse Salvage value value of old asset 2000 H. Terminal Benefits Salvage value Leonhuy apptal Accordance Value of old asset 2000 H. Terminal Benefits Salvage value Leonhuy apptal Salvage value Leonhuy apptal Salvage value Leonhuy apptal Salvage value Leonhuy apptal	and Cupital acus tox	mil				
Lest. NBV of old asset (2400) VACCO - (4000 x2) / (800) O Annual (costeflows 1654) PVCOF 9010 2 Determine luneineated dep pia succe point for a succe project for a of old asset 2400; s (480) 3 Universated Seawage uceluse saluage uceluse saluage uceluse saluage uceluse saluage uceluse of new asset 2000 pvcif 8015. Lest. Saluage uceluse of old asset (0) H. Terminal Benefits Saluage value Leonhung aeptal 2000 They sheard not replace for multing machine. Leonhung aeptal Salo Loonhung aeptal	MKT VCILLE DE CILL CICLE 1600					
Annual Casaflows 1654 Proof 9010 2 Determine unremedful dep pa succe profit 1654 xprifficg lus. Dep pa of old asset 2400: 5 (480) 3 Universelfal salvage ucelus Salvage value of old asset 2000 (1745) Less: Salvage value of old asset (10) H. Terminal Benefits Salvage value Leoning appeal Salvage value Leoning appeal Annual Sheard not replace luconnul senefits Salvage value Leoning appeal Leoning app	less; NRV of old accept (2002)	acco of tex smed				
proof 9010 2 Determine Unvernedful dep p'a area prist bep p'o of new cisset [8+1.8-2] -5 1560 Annuity=1654 xprifA ₁₀₈ lew: Dep p'o of new cisset 2400:5 (480) 1654 x3.740x=6270 3 Univernedful salvage uceline Salvage uceline Salvage uceline 1080 Temmual Benefit- 1080 Temmual Benefit- 1080 Priof 1080 Priof 1080 Priof 1080 Priof 1080 Priof 1090 Priof 1	14000 - (4000x2) 7 (Cm)	30%× 1080 324				
Determine linemental dep pia diese prints Dep pio of new cisset [8+1.8-2] -5 1560 Annuty=1654 xprifficg Lew Dep pio of new cisset 2400: 5 (480) 1654 x3.7408: 6270 3 Linemental salvage uceline Salvage uceline Lew Cool A. Terminal Benefits Salvage value Leorning apptal Salvage uceline Acoo They sheard not replace Leorning apptal Sto They milling martune	(800)	Amucel Costaflows 1654				
Dep po of new asset [8+1.8-2] -5 1560 Ammuty=1654 xpriffing Lew: Dep por of old asset 2400: 5 (480) 1654 x3.7905: 6270 3 Lucremental salvage uceline Salvage uceline Lew: Salvage uceline Looming ceptal A 2000 They should not replace Leoming ceptal Sto Looming ceptal Looming ceptal Looming ceptal Looming ceptal Looming multime Looming ceptal	prcof 9010					
Dep po of new asset [8+1.8-2] -5 1560 Ammuty=1654 xpriffing Lew: Dep por of old asset 2400: 5 (480) 1654 x3.7905: 6270 3 Lucremental salvage uceline Salvage uceline Lew: Salvage uceline Looming ceptal A 2000 They should not replace Leoming ceptal Sto Looming ceptal Looming ceptal Looming ceptal Looming ceptal Looming multime Looming ceptal	2 Actorney L	@ Euceliecifina ciscua nepr				
Lucie Dep pa et old asset 2400: 5 (480) 3 Lucie metal salvage uceline Salvage uceline Lest. Salvage Le	hop on a suremental dep pa sucon	OVCIF				
Lucremental salvage needine 3 theremental salvage needine Salvage needine Salvage needine Less: Salvage needin	100 cr 100 crest 8+1.8-27-6 1000	Annulla 10 to a second				
Jucule uselue of new asset 2000 found benefit. Lest. Salvance uselue of old asset 2000 found found found found asset 2000 found found found found asset 2000 found foun	(480)	1654 x 2.79000 6270				
Salvance nature of new asset 2000 print 8015 less. Salvance nature of old asset 2000 print (9010) A. Leminal Benefits Salvance nature 2000 they should not replace booking appear 10 they should not replace 2810 the milling Mullime.	100					
less. Salucius of new asset 2000 prist 8015 less. Salucius uceline of oid asset (0) priot (9010) H. Terminal Benefits Salucius value Leorning Cepttal 8000 They should not replace 1810 the milling Multime.	Sellecego ucho					
H. Lemmal Benefits Salvage value Leonning Ceptul 810 181	January welling of soul acres					
A: Leminal Benefits Salvage value Leorning Ceptal \$10 the milling Mullines	- Devalled Welling Of	The state of the s				
hearning ceptal 2000 They should not replace \$10 the miling mullines						
hearning ceptal 2000 They should not replace \$10 the miling mullines	(Lemma Benefits dood	(4.43)				
2810 the miling mulline	- mary value	11 1 1 1 1				
2810		mey swall not replace				
		the miling Mullines				
The state of the s		Weekly to be the second				
	The state of the s	424				

YOU ZOIL Q 3	h 2 1	-WA I	YLDINI	THE PLACE
Dzitsoni Hel is considering repla	acing a	ncechin	e. The	existing
machine was beight 3 reurs	ago at	a east	08 54	so million.
The machine is expected to h	are a c	eseful h	ife of 5	more rears
velle no scrap value at the	end.	The m	actine	could be
disposed of immediately at	sh 35 m	ellion. The	e new	machine colli
cost su 80 million. will a cise,	Gel Life	0 5 4 89	rs and	an expected
terminal value of sh 5 million.	wale for	he lutro	duction	of the new
machine, sures are expected	to luci	rease by	sh 25 m	illion per annum
over the next fire years.	4 75	91.1 21		12 12 12 13 15 15
The Confuscion nearger is e.	rpelled	to be	40 % cer	ed the Corporate
fux rate 4 30%. The openeution	el due	new n	raluno	well also
require an immediate luvestr	neut of	54 8 mi	Ucon in c	sorthing
Capital & Installation cost of the	new "	nuchine	well 6	e amount
to St 6 million. Depreacifion is	to 60	provide	el for or	n a strenght
Line basis. The company's e	east of	capital is	122.	Capital gain
terxes remeun suspended and	not app	lugble	- 1	
, aequired.				(0.00) VIII (0.00)
10 Determine newellier the comp	rany su	ould rep	lece fue	assef (9 mus)
Solution				
1. Deferming menemental outflows.	<u>s'</u>			
Cost of new mælhine. 80				
Installation cest	1 1 1 1		10.1	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1
hearking eeingl 8				
cess: mut valle of old esset (35)			36	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1
59				
Determining unnemeral scalucing	1000000			
salucine vellue of new asset	S			
cess saluage neune of old asses				
vess. Service weeking of second	(0)	0 8	y = (= p .	31.300000000000000000000000000000000000
Cennual Benefit	10 30 30	V 2 4 4		55 6- 91 17 33 33
Salucière naune 5				
hearing ceimint 8				49
13	c			
Determining incremental sufferes	1000	of Japanes	194 130 -	113 101 2341 13 23
Incremental contributions 25×40%	0	1	1.377.03	211 132
tex expieuse 302	3)_		1 2 36 28	3) 3212 3
SAT	7	3.4.16	در و الازم را فوج ا	13 23
Near- Prece- prior:				13
Mnucly - 7x pvifA12 % => 7x 3.600		25.230	*	
present value of ferman benefit 13xp	V1F128		1	15
13x 0 5674		7.376		
	prest	32.60		22/2-12
Don't heplace the cessief	NOV	(26.392	3)	

14000 2000	
Meey 2018 Q 21	
A Committee of the second of second	nullion,
1. Deferming hunemental outflo	my succes
Cost of new meeleune	13.5
Crearung Ceepung	2.6.
less merices value of old malune.	(W)
aclo: Cupitul goun tex	
Must value of old muchune	H
cess: NBV of occl merenne 8-(8/x2)	(4-8)
	(0.4) 0
2 (1110211 211 11 1	preof 11:1
2. Incremental deprecación per	runcem
Dell'Icecchion D.C. so due apin accor	(12-6-16) 3 12
less: Dep pa of the old asset (4.8-15)-5 (0.66)
	1.04
3 hunemental scelverere nœline	
scarcelle welling of new moder	ne 4
less. Salueye value of old mallin	le (15)
	ars
4. Terminal Benefits	
saluage value 200	
Comme ceptert 2.6	
	7 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1
5. Incremental inflower (cost can	ings
telle	
Incremental (EBDT 2.2 20	O LO
1055 Dep (1-04) (1-04)	2.4 3 3.4
EBT 1:16 1:56.	1,00
teix (0.348) (0.468	2.36.
EAT 0.812 1.092	0.708)
allibeur dep 1.04 1.04	1.652
Castiflous 1.852 2.122	104 104
00000	2.692
	0.6981 0.6133 0.5628
1.639 1.669	6 1.381 1.4793 1.4612
weful pr of conflows	
and print Town well Revoces	7.6301
add prof terminal Benefit 5.1 x 0.54	2.1039
proce	10.3984
Pucof	(1(.1)
Nepv	(b.7016)
Significant from the state of the significant of th	- 13 13 13 13 13 13 14 1 1 1 1 1 1 1 1 1
They should not heplace the	nachun
Assign. May 2015 P	29.
Nov 2016 Q	4c
880 2009 Q	
with	146

<u>C</u>	PTIONS	IN CAPITA	h BUDGE-	TING		Land Mr.	
but I There	not obligati ' are 2 (a) Financo	categories of		given acti	nty a	t future	right clate.
(a)	Financeal	option	1 1 to the to		100	157 16	
This	is a financ	acal contract	t which gi fixing date	ues requt	but r	rof obli	gerten
fo b	uy/sell sel	curities af	fictive date	at a spe	refied	price.	They
ave c	classified .	eufo a:	(ACAL)		3		
(1) /	$\alpha II \alpha II L \alpha \alpha$						
This	is an off	tion we will	gives the fic currencyls eriod.	buyer 4	the re	glet bet	not
obugi	con to b	ouy a speci	tic cerrency is	ecunters	at a s	pelified	price
(W) 1)	The copied	manny p	ened.	and the	ANAL S	AA	
Thus (ut option is an option	n weluce	ainer due co	llor due	right	but not	- phloude
to se	ell a specif	ac camena	gives due su Isecunhos a	L a Checo	fiel ar	We of	a
sneufu	ed nervod	of time	o p b		1 13 11 1	15 400	and the
	CHELL TO	M. A. S. Frank	. 1. 1. 1. 1	i i li k je	3.320	STORY !	المربور
-> luca	use of eller	e often con	etreech, the	rarty well	4 due	right	bief
nof	obligation a	ell be req	enved to pa	y a nor	- refus	duble f	ee
Know	on as "p	remicim".					
	- 0187 - 14 V-1	Kelemahan Rith	Los 1991 - Delt				
(b) M	ecel option			11 9-13 1 700	124 1.0	الارد الأراوي	38
Mey	are effe	ions culture	gives due,	nuncegen	flip	right b	ut
a) he	ougutton	to electer	cincle Heine o	r not. 70	cey inc	lucle-	1.0
b) Q0	Case or Bui	decisions	The state of the s		y - Justilia -	147,000	41302
TVE	seudon o	Ption		74 3133	2 3 2	11 11	N 10
d) 06	. /	ect option			J TIDOR		
	rand or n	of officer		2 400 Play 24			1
		August 9	1009 Q1(a)	the same of the sa	203 600		
(V N	IN medio	ut real o	phon	8 6	or Fin		131
period	Costiflous	DV4 12 2	pv	distribution of the second	13.83	7	
	/ - !-	0.8929	(535740			- Nach II	wat T
2	(600)	0.7972	(478,320	-	ST LAND S	41 8 To 14	
3	100	0.7118	71,180				
4	200	0.6355	127100	· variable fix	and galice	A Charles	Jakon Ji
5	400	0.5674	226960		1-1-100	114	
6	400	0.5066	202640		ر درس	10 wt	4
8	300	0.4523	135690	المال المال	202	i i	
0	(UD	0.4039	40390		4	1	
		N	pr (210100)			Tarket L
				I be b	- I = 1	- Landerson	11000

) NOV with period	Ceraflores	DV14122	PV	
	(600)	0.8929	(535740)	1
2	(600)	0.7972	(476320)	-
3	wo	0.7118	71180	-
4	200	0.683	127100	-
5 (400-1000		0:5674	(340440)	-
6 (400+600)		0.5066	506600	-
7 (300 (600		o.4523	407070	
8 (100-160)		0.4034	282730	
9	600	0.3606	216360	
(0)	600	0.3220	(92200)	
			449740	
10 10 10	300	6 65	13 2 2 2 4 4 2 2 2 2 3 3 3 3 3 3 3 3 3 3	
I luder de	ie real opti	on:		-
A .			2 2 2 2 2 6 2 12 12 12 12 12	
Aba	udonement	option		
this means	uneleviaking	a present t	for only portion of its economic	C
refe and a	hegheredel	ting the 1100	ect.	
uns is be	cause , some	meceets ger	verectes More revenues duri	reg
queir earli	ex period of d	11. ALL PROMOUNTER		
	g could be	files trongina	hite and then becoming	-
grensue	in terms of	muntenance	and operating cost towards	-
grensue	in terms of of their econ	muntenance	and operating cost toneards	
the end	of their econ	muntenance	and operating cost towards	
the end of	of their econ	maintenance comic hite-	and operating cost towards	
the end of	of their econ	maintenance comic hite-	and operating cost towards	
the end of	of their econ	maintenance somic life- onment perm nen Starts dec	and operating cost towards	
the end of the same	of their econ nucl ciberole num and fi	maintenance nomic life- onment perm nen Starts dec	and operating cost towards	ree
Shewwe fine each of the options maxim	of their econ nucl ciberale num and fi nucle Hook	maintenance nomic life- onment perm nen Starts dec 2 936	and operating cost towards ed is where MPV of the pre- lining.	rel
Sheusive the each of the option is maximal Bright atal the asserted he	of their econ uncel cuberele um and fr undertook fe of 3 years	muntenance romac Life- priment period ren Startz dec 2 936 megiet x we elie cost of	and operating cost towards ed is where NOV of the pre- lining. The following costiflows of Capted of present is 102. The	rel
Sheusive the earl of the options is maximal Bright atal its useful he abendones	the terms of their economical cuberole with and from the terms of the	muntenance romac hife- priment period new Starts dec 2 936 present x we refull present	and operating cost towards ed is where NOV of the pre lining. The following costiflows of Capital of present is to 9. The	rel
Sheusive the earl of the options is maximal Bright atal its useful he abendones	the terms of their economical cuberole with and final	muntenance romac Life- romac L	and operating cost towards ed is where NOV of the pre- lining. The following costiflows of Capted of present is 102. The	rel
Sheudone	the terms of their economical cuberole with and flow (shoot) (9600)	muntenance romac Life romac Life romac Life romac Life pument perm len Startz dec 2 936 prefiert X we - lue cost of of the prefiert Abandon 9600	and operating cost towards ed is where NOV of the pre lining. The following costiflows of Capital of present is to 9. The	rel
Sheusive the earl of the opt is maxim Bright his the useful his abendones Cear 6	the terms of their economical cuberds with the column and from the column and the	muntenance romac Life- romac L	and operating cost towards ed is where NOV of the pre lining. The following costiflows of Capital of present is to 9. The	rel
Supersue The earl of Is maxim Bright atal Its useful he abendones	the terms of their economical cuberole with and the work of 3 years when value casiflow (shoot) (9600) \$750	muntenance romac Life- romac L	and operating cost towards ed is where NOV of the pre lining. The following costiflows of Capital of present is to 9. The	rel
Supersul of the earl of the earl of the supersul of the absence ones	the terms of their economical cuberds with the column and from the column and the	muntenance romac Life- romac L	and operating cost towards ed is where NOV of the pre lining. The following costiflows of Capital of present is to 9. The	rel
Stright atal Its useful he abendones Ceur 6 0 1 2 Regruned:	the terms of their economical cuberole with and from the terms of the	muntenence romic Life- romic L	and operating cost towards ed is where NOV of the pre lining. The following costiflows of Capital of present is to 9. The have been given below. Exment value 'shown'	rel
Stright atal Its useful he abendones Ceur 6 0 1 2 Regruned:	the terms of their economical cuberole was and the terms of the terms	muntenance romic life	and operating cost towards ed is where NOV of the pre lining. The following costiflows of Capital of present is to 9. The	rel
Stright atch the each of the copt of the copy of the	the ferms of their economical cuberale was and from the second (9600) 4000 3750 3500	muntenance romic life romic l	and operating cost towards ed is where NOV of the pre lining. The following costiflows of Capital of present is to 9. The have been given below. Exment value 'shown'	rel
Bright atch the each of is maxim Bright atch its useful he abendonies cear 6 o l 2 Required: Advice dis	the terms of their economical cuberole was and the color of the color	muntenance romic life romic l	and operating cost towards ed is where NOV of the pre lining. The following costiflows of Capital of present is to 9. The have been given below. Exment value 'shown'	rel
Super and a second of the control of	bec 201: undertook fe of 3 rear undertook fe of 3 rear undertook fe of 3 rear and value asuflow (shood) (9600) #000 3750 3500 re manageme prest preof	muntenance romic life- romic l	and operating cost towards ed is never NPV of the pre- lining. The following cashflow of Capital of present is to 9. The have been given below. Exement value show. Exement value show.	rel
Bright atch the each of is maxim Bright atch its useful he abendonies cear 6 o l 2 Required: Advice dis	the terms of their economical cuberds with value casuflow (shood) 4000 3750 3500 1000	muntenance romic Life- romic Life	and operating cost towards ed is where NPV of the pre lining. The fellowing cashflow of Captal of present is log. The have been given below. Ement value 'sheep" Probleman project x.	rel
Sugar atal the earl is maxim Bright atal the useful he abendones ceur o I 2 3 Required: Advice du frou Reflect Nor- period	bec 201: undertook fe of 3 rear undertook fe of 3 rear undertook fe of 3 rear and value asuflow (shood) (9600) #000 3750 3500 re manageme prest preof	muntenance romic hife- romic high- romic h	and operating cost towards ed is never NPV of the pre- lining. The following cashflow of Capital of present is to 9. The have been given below. Exement value show. Exement value show.	rel

Ripo	IF ANOTOPIL IS CO	melestance for	a round	
period	Cestiflows	PVIFIOD	PV	WA WILL
O	(9600)	0- 1	(9600	
111	4000	0.909	1 3636	
2(3750+	3600) 7550	0.826		2 20
1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1			NPV 275.	the state of the s
16	proceed is an	icle Heithen for		
period	Cashelous	prificos	pv	
0	(9600)		(9600)	the second secon
	4000	0.9091		The same of the sa
2	3750	0.8360		
3	3500	0.7513		The state of the s
			NPV (235.	The second secon
Victor of the		with the state of the	W 23	D WY DI
the ma	merciomens st	could replace	Min Amani	y at disend of
percod	2 sinco es	hus the high	est NOW	y al que and of
		igu		
19 18	Mee	4 2019 950	2 12 2 2 2 2 2 2	Maria Maria
Aha	undone in xe	1 4019 4 S C	5 15 F OU 3348	12011 10 10 10 10 10 10 10 10 10 10 10 10
	Castiflows	prific 8	0)/	Da sale Camba
0	(16)	1000		में भेरत हमार्थ है।
1 (8-112)	The second secon	0.9091	(16) Aveof	
		Nev	18.189	e signification of
in a	tear 2	10110	2.182	200 0 0 10 10 10 10 10 10 10 10 10 10 10
perced c	Custiflous	PVIFIOS		the felicial decision of
Percer. C		PVIFCO 8		William - Wild - Jal
	(16)	0,000	((6)	
2 (6+8)	The second secon	0.9091	7.2728	d lippingriunt
2 (12)	14	0.8966	11.5696.	18- 18- 18
A MANUAL TO A STATE OF THE PARTY OF THE PART	7	IYPV	2-8424	Mary John States
20400	Year 3	. 7	- Line will	INTERNATION LINES AND
period	Casuflows	prificos	pv	
4	(16)	Maria Landa	(6)	i polyetti
	8	0.9091	7.2728	(Table) and ()
2 (000)	6	0.8360	4-9584	FLOREST TOP STATE A
3 (5+6)		0.7513	8.2643	La Lisa Lak E
		NOV		nick NRV'
	Year 1	f		
perwood	Careflows	prifics	W wpr loss	Visital II
0	(16)		(16)	
The second secon	8	0.9091	7.2728	The second of the second
2	6	0.8260	4.9584	
3	has sis in	0.75/3		12 4
4	4	0.6209	3.7565 2.4863	
		A POW	0 10710	
Comment:	Deplace or	Houndone en	CO. 12 2	Ta Julian
			eur	191