

BMT Tax Depreciation

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Capital Allowance & Tax Depreciation Report

23 Camille Street

SANS SOUCI, NSW 2219



25 September, 2008

Mr Peter Karantonis

251 The Promenade

SANS SOUCI, NSW 2219

23 Camille Street SANS SOUCI, NSW 2219

Dear Peter,

Please find attached our Capital Allowance & Tax Depreciation Report for the above property. The schedule has been prepared by BMT Tax Depreciation Pty Ltd for Mr Peter Karantonis and not in any other capacity.

The schedule is based on the total installed cost.

The contents should be treated as advice on construction costs and like matters, and not as legal, accounting or taxation advice. BMT Tax Depreciation Pty Ltd recommend that the client consults with their advisers before relying on the information provided.

BMT Tax Depreciation Pty Ltd have applied their interpretations of the Tax Commissioner's current intentions whilst preparing this document.

If this property changes ownership status, then the contents of this report become void and the new owner should contact this office to maximise their depreciation claim.

Should you have any queries, or require clarification, please do not hesitate to contact Brendan Farrugia or David Babic at this office.

Yours Sincerely,

A handwritten signature in blue ink that reads 'BMT.d/SS00'.

BMT Tax Depreciation Pty Ltd
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Disclaimer

The information provided in this report has been prepared by BMT Tax Depreciation Pty Ltd (Quantity Surveyors), as Property Depreciation and Construction Cost Consultants and not in any other capacity, on the basis of estimated costs and information provided to us by the client. It is intended for use by the parties to whom directed. The contents should thus be treated as advice on construction costs and like matters, and not as legal, accounting or taxation advice. We recommend that clients consult with their own advisers before relying on these schedules. The schedules have been prepared in accordance with legislation in force at the time the asset was acquired and the date this report was produced.

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Property Information

Client:	Mr Peter Karantonis
Property:	23 Camille Street SANS SOUCI, NSW 2219
Property Type:	Residential
Construction Completion Date:	1 March, 1993
Total Cost at Schedule Start Date:	\$169,133
Settlement Date:	1 June, 2007
No. Days in First Year:	29
Schedule Start Date:	2 June, 2007

For a full summary of the depreciation allowance results on this property please refer to Appendix One.

Disclaimer

BMT Tax Depreciation Pty Ltd does not accept any contractual, tortious or any other form of liability for any consequences, loss or damage as a result of any other person acting upon or using this report.

Method

Actual cost information for the building structure and fit-out was not available for all items. The building structure together with plant & equipment items, for which actual costs were not available, have been estimated using BMT Tax Depreciation cost advice as at 25 September, 2008. These figures were then adjusted to date of construction via the application of Building Price Indices.

Two alternative schedules have been provided. The first schedule is based on the Diminishing Value method of depreciation for plant & equipment. This method allows a greater proportion of an asset's cost to be written-off in the earlier years of the asset's effective life.

The second schedule is based on the Prime Cost method of depreciation for plant & equipment. This method allows an equal amount of an asset's cost to be written-off in each year of the asset's effective life.

Each of the above schedules contain the following:

- Depreciation claims for plant & equipment (Division 40) – these are items that can be 'easily' removed from the property as opposed to items that are permanently fixed to the structure of the building. Plant will also include items that are mechanically or electronically operated, even where they are fixed to the structure of the building;
- Building write-off claims (Division 43) – a write-off allowance is available at the rate of 2.5% per year of the construction expenditure related to the property.

We have prepared our report based on the following depreciation options for plant & equipment.

- a) \$300 immediate write-off – Individual assets costing \$300 or less are normally to be written-off in full in the year of purchase (i.e. 100% depreciation write-off).

The cost of individual assets acquired after 1 July, 2000 that are identical or substantially identical must be aggregated when applying the \$300 threshold – if their aggregate cost is more than \$300, they cannot be written-off in the year of purchase. The same applies to individual assets that form part of a 'set' of assets whose aggregate is more than \$300.

- b) Low-value pool depreciation – Under this depreciation option, taxpayers can choose to depreciate the following assets as part of a group or pool of assets:

- Low-cost assets – an asset acquired during the current year costing less than \$1,000 (assuming the asset is not eligible for the \$300 immediate write-off noted above);
- Low-value assets – basically, an existing asset already written down to less than \$1,000 under the Diminishing Value method.

In a low-value pool, low cost assets are depreciated at the rate of 18.75% in the first year, regardless of the amount of time in the year the asset was acquired. All other assets are depreciated at the rate of 37.5% per annum using the Diminishing Value method. Once the choice has been made to set up a low-value pool, all low-cost assets acquired must be allocated to the pool. Low-value assets can be allocated at the taxpayer's discretion.

The report has been prepared on the assumption that low-cost assets and low-value assets are depreciated as part of a low-value pool. If the purchaser does not select the low-value pool option for these assets, they should be depreciated using the effective life depreciation method below.

c) Effective life depreciation – depreciable assets that cannot be depreciated under any of the above two options have been depreciated on the basis of their effective life. For this purpose, the commissioner's estimate of their effective life has been used.

We have assumed that the property owner is entitled to claim available depreciation allowances and that no schedules of depreciation allowances exist or form a condition of the purchase documents.

The following information was used in the preparation of the schedule:

- Strata drawings provided by Espreon;
- Written and verbal information provided by Mr Peter Karantonis;
- Verbal information provided by Rockdale City Council;
- Site inspection conducted by BMT Tax Depreciation on 1 September, 2008.

The following costs were apportioned within the schedule:

- Preliminaries;
- Consultants Fees.

The following items have been excluded:

- Land Cost;
- Rates and Taxes;
- Holding Costs;
- Non-Depreciable items (eg. Soft landscaping).

This Capital Allowance & Tax Depreciation Report is based on legislation in effect at the time the asset was acquired and the date this report was produced. The report is based on BMT Tax Depreciation Pty Ltd's interpretation of the Income Tax Assessment Act 1997, tax cases and tax rulings and our understanding of the Commissioner of Taxation's intentions.

Summary

Diminishing Value Calculation & Low Cost/Low Value Pooling

1.1 Depreciation of Plant and Equipment

This section lists the 'Plant & Equipment' relevant to this property and their corresponding depreciation claims under the Diminishing Value method. This schedule also shows the total depreciation claim for the items that have been allocated to the low-value pool.

The depreciation of 'Plant & Equipment' in these schedules is in accordance with Income Tax Order 1217 (for items acquired before 1 July 1991), Income Tax Ruling IT 2685 (for items acquired before 1 January 2001), Tax Ruling TR 2000/18 (for items acquired before 1 July 2006), Tax Ruling TR 2006/5 & subsequent addendums (for items acquired from 1 July 2006).

The basic depreciation rates shown in the schedule have been calculated on the basis of The Commissioner's effective life estimates outlined in the above rulings. The effective life of an asset is divided into either 150 or 200 to determine the basic Diminishing Value rate for the asset depending on when the item was purchased.

1.2 Diminishing Value Total - Plant & Equipment and Division 43

Date	Effective Life Plant	Pooled Plant	Division 43	Total (\$)
2-Jun-07 to 30-Jun-07	662	919	473	2,054
1-Jul-07 to 30-Jun-08	1,388	1,701	5,888	8,977
1-Jul-08 to 30-Jun-09	926	1,064	5,971	7,961
1-Jul-09 to 30-Jun-10	607	977	5,971	7,555
1-Jul-10 to 30-Jun-11	485	611	5,971	7,067
1-Jul-11 to 30-Jun-12	388	382	5,971	6,741
1-Jul-12 to 30-Jun-13	311	240	5,971	6,522
1-Jul-13 to 30-Jun-14	249	149	5,971	6,369
1-Jul-14 to 30-Jun-15	0	467	5,971	6,438
1-Jul-15 to 30-Jun-16	0	290	5,971	6,261

Please refer to Appendix One for a comparison of the total allowable depreciation of both the Diminishing Value method and the Prime Cost method. This table can be viewed graphically in Appendix Two and Three.

Diminishing Method (Years 1-5)

23 Camille Street
SANS SOUCI, NSW 2219

Tax Grouping	Total Cost @ 2-Jun-07 (\$)	Basic Rate (DV)	Depreciation Allowance					TWDV @ 1-Jul-11 (\$)
			2-Jun-07 30-Jun-07 Year 1 (\$)	1-Jul-07 30-Jun-08 Year 2 (\$)	1-Jul-08 30-Jun-09 Year 3 (\$)	1-Jul-09 30-Jun-10 Year 4 (\$)	1-Jul-10 30-Jun-11 Year 5 (\$)	
Division 40 - Plant & Equipment (Effective Life Rates)								
Existing								
Bathroom Accessories - Freestanding	147	100.0 %	147	0	0	0	0	0
Blinds	2,512	37.5 %	0	0	0	0	0	311
Carpet	4,818	20.0 %	77	948	759	607	485	1,942
Curtains	236	100.0 %	236	0	0	0	0	0
Door Closers	89	100.0 %	89	0	0	0	0	0
Exhaust Fans	113	100.0 %	113	0	0	0	0	0
Light Shades	446	37.5 %	0	0	0	0	0	55
Rangehoods	882	37.5 %	0	0	0	0	0	109
Stoves	588	37.5 %	0	0	0	0	0	73
Vinyl	473	37.5 %	0	0	0	0	0	59
Sub Total - Existing	10,304		662	948	759	607	485	2,549
Additional								
Hot Water Systems (22-Jul-07)	1,188	37.5 %	0	187	167	0	0	326
Smoke Alarms (1-Feb-08)	253	100.0 %	0	253	0	0	0	0
Stoves (1-Feb-08)	555	37.5 %	0	0	0	0	0	85
Sub Total - Additional	1,996		0	440	167	0	0	411
Total - Division 40 (Effective Life Rates)	12,300		662	1,388	926	607	485	2,960
Division 40 - Plant & Equipment (Low Cost & Low Value Pool)								
Total Division 40 - Pooled (Refer to page 12)			919	1,701	1,064	977	611	
Division 43 - Capital Works Allowance								
Total Existing	148,120		473	5,753	5,753	5,753	5,753	124,635
Total Addition	8,713		0	135	218	218	218	7,924
Total Division 43 (Refer to page 18)	156,833		473	5,888	5,971	5,971	5,971	132,559
Total Depreciation	169,133		2,054	8,977	7,961	7,555	7,067	135,519

This depreciation schedule is for use only by the party to whom directed, and for no other purpose without the written consent of BMT Tax Depreciation Pty Ltd. No responsibility is accepted for any third party that may rely on the whole or any part of the content of this schedule. Should the purchaser not elect to use the pooling system, then the total cost figure can be used and the applicable depreciation rates applied. Items with an opening value or written down value of less than \$1,000 are depreciated under the pooling method. All pooled items have been depreciated at 18.75% in the year of acquisition and 37.5% each year thereafter.

Diminishing Method (Years 6-10)

23 Camille Street
SANS SOUCI, NSW 2219

Tax Grouping	Total Cost @ 1-Jul-11 (\$)	Basic Rate (DV)	Depreciation Allowance					TWDV @ 1-Jul-16 (\$)
	1-Jul-11 30-Jun-12 Year 6 (\$)		1-Jul-12 30-Jun-13 Year 7 (\$)	1-Jul-13 30-Jun-14 Year 8 (\$)	1-Jul-14 30-Jun-15 Year 9 (\$)	1-Jul-15 30-Jun-16 Year 10 (\$)		
Division 40 - Plant & Equipment (Effective Life Rates)								
Existing								
Bathroom Accessories - Freestanding	0	100.0 %	0	0	0	0	0	0
Blinds	311	37.5 %	0	0	0	0	0	29
Carpet	1,942	20.0 %	388	311	249	0	0	388
Curtains	0	100.0 %	0	0	0	0	0	0
Door Closers	0	100.0 %	0	0	0	0	0	0
Exhaust Fans	0	100.0 %	0	0	0	0	0	0
Light Shades	55	37.5 %	0	0	0	0	0	5
Rangehoods	109	37.5 %	0	0	0	0	0	10
Stoves	73	37.5 %	0	0	0	0	0	7
Vinyl	59	37.5 %	0	0	0	0	0	6
Sub Total - Existing	2,549		388	311	249	0	0	445
Additional								
Hot Water Systems (22-Jul-07)	326	37.5 %	0	0	0	0	0	31
Smoke Alarms (1-Feb-08)	0	100.0 %	0	0	0	0	0	0
Stoves (1-Feb-08)	85	37.5 %	0	0	0	0	0	8
Sub Total - Additional	411		0	0	0	0	0	39
Total - Division 40 (Effective Life Rates)	2,960		388	311	249	0	0	484
Division 40 - Plant & Equipment (Low Cost & Low Value Pool)								
Total Division 40 - Pooled (Refer to page 13)			382	240	149	467	290	
Division 43 - Capital Works Allowance								
Total Existing	124,635		5,753	5,753	5,753	5,753	5,753	95,870
Total Addition	7,924		218	218	218	218	218	6,834
Total Division 43 (Refer to page 18)	132,559		5,971	5,971	5,971	5,971	5,971	102,704
Total Depreciation	135,519		6,741	6,522	6,369	6,438	6,261	103,188

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Pooling Schedule DV (Years 1-5)

23 Camille Street
SANS SOUCI, NSW 2219

Tax Grouping	Total Cost @ 2-Jun-07 (\$)	Basic Rate (DV)	Depreciation Allowance					TWDV @ 1-Jul-11 (\$)
			2-Jun-07 30-Jun-07 Year 1 (\$)	1-Jul-07 30-Jun-08 Year 2 (\$)	1-Jul-08 30-Jun-09 Year 3 (\$)	1-Jul-09 30-Jun-10 Year 4 (\$)	1-Jul-10 30-Jun-11 Year 5 (\$)	
Division 40 - Plant & Equipment (Pooling Rates)								
Existing								
Bathroom Accessories - Freestanding	0	0.0 %	0	0	0	0	0	0
Blinds	2,512	37.5 %	471	765	479	299	187	311
Carpet	0	0.0 %	0	0	0	0	0	0
Curtains	0	0.0 %	0	0	0	0	0	0
Door Closers	0	0.0 %	0	0	0	0	0	0
Exhaust Fans	0	0.0 %	0	0	0	0	0	0
Light Shades	446	37.5 %	84	136	85	53	33	55
Rangehoods	882	37.5 %	165	269	168	105	66	109
Stoves	588	37.5 %	110	179	112	70	44	73
Vinyl	473	37.5 %	89	144	90	56	35	59
Sub Total - Existing	4,901		919	1,493	934	583	365	607
Additional								
Hot Water Systems (22-Jul-07)	834	37.5 %	0	0	0	313	195	326
Smoke Alarms (1-Feb-08)	0	0.0 %	0	0	0	0	0	0
Stoves (1-Feb-08)	555	37.5 %	0	208	130	81	51	85
Sub Total - Additional	1,389		0	208	130	394	246	411
Total - Division 40 (Pooling Rates)	6,290		919	1,701	1,064	977	611	1,018
Total - Pooled Items	6,290		919	1,701	1,064	977	611	1,018

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Pooling Schedule DV (Years 6-10)

23 Camille Street
SANS SOUCI, NSW 2219

Tax Grouping	Total Cost @ 1-Jul-11 (\$)	Basic Rate (DV)	Depreciation Allowance					TWDV @ 1-Jul-16 (\$)
			1-Jul-11 30-Jun-12 Year 6 (\$)	1-Jul-12 30-Jun-13 Year 7 (\$)	1-Jul-13 30-Jun-14 Year 8 (\$)	1-Jul-14 30-Jun-15 Year 9 (\$)	1-Jul-15 30-Jun-16 Year 10 (\$)	
Division 40 - Plant & Equipment (Pooling Rates)								
Existing								
Bathroom Accessories - Freestanding	0	0.0 %	0	0	0	0	0	0
Blinds	311	37.5 %	117	73	45	29	18	29
Carpet	994	37.5 %	0	0	0	373	233	388
Curtains	0	0.0 %	0	0	0	0	0	0
Door Closers	0	0.0 %	0	0	0	0	0	0
Exhaust Fans	0	0.0 %	0	0	0	0	0	0
Light Shades	55	37.5 %	21	13	8	5	3	5
Rangehoods	109	37.5 %	41	26	16	10	6	10
Stoves	73	37.5 %	27	17	11	7	4	7
Vinyl	59	37.5 %	22	14	9	5	3	6
Sub Total - Existing	1,601		228	143	89	429	267	445
Additional								
Hot Water Systems (22-Jul-07)	326	37.5 %	122	77	48	30	18	31
Smoke Alarms (1-Feb-08)	0	0.0 %	0	0	0	0	0	0
Stoves (1-Feb-08)	85	37.5 %	32	20	12	8	5	8
Sub Total - Additional	411		154	97	60	38	23	39
Total - Division 40 (Pooling Rates)	2,012		382	240	149	467	290	484
Total - Pooled Items	2,012		382	240	149	467	290	484

This depreciation schedule is for use only by the party to whom directed, and for no other purpose without the written consent of BMT Tax Depreciation Pty Ltd. No responsibility is accepted for any third party that may rely on the whole or any part of the content of this schedule. Should the purchaser not elect to use the pooling system, then the total cost figure can be used and the applicable depreciation rates applied. Items with an opening value or written down value of less than \$1,000 are depreciated under the pooling method. All pooled items have been depreciated at 18.75% in the year of acquisition and 37.5% each year thereafter.

Summary

Prime Cost Calculation

1.1 Depreciation of Plant and Equipment

This section lists the plant & equipment relevant to this property and their corresponding depreciation claims under the Prime Cost method.

The low-value option has not been applied, as this option is based on the Diminishing Value method. However, the purchaser can choose to depreciate low cost assets and low-value assets as part of a low value pool, even if other assets are being depreciated under the Prime Cost method.

The depreciation of 'Plant & Equipment' in these schedules is in accordance with Income Tax Order 1217 (for items acquired before 1 July 1991), Income Tax Ruling IT 2685 (for items acquired before 1 January 2001), Tax Ruling TR 2000/18 (for items acquired before 1 July 2006), Tax Ruling TR 2006/5 & subsequent addendums (for items acquired from 1 July 2006).

The basic depreciation rates shown in the schedule have been calculated on the basis of The Commissioner's effective life estimates outlined in the above rulings (depending on when the item was purchased). The effective life of an asset is divided into 100 to determine the basic Prime Cost rate for the asset.

1.2 Prime Cost Total - Plant & Equipment and Division 43

Date	Effective Life Plant	Pooled Plant	Division 43	Total (\$)
2-Jun-07 to 30-Jun-07	664	0	473	1,137
1-Jul-07 to 30-Jun-08	1,356	0	5,888	7,244
1-Jul-08 to 30-Jun-09	1,136	0	5,971	7,107
1-Jul-09 to 30-Jun-10	1,136	0	5,971	7,107
1-Jul-10 to 30-Jun-11	1,136	0	5,971	7,107
1-Jul-11 to 30-Jun-12	1,130	0	5,971	7,101
1-Jul-12 to 30-Jun-13	1,047	0	5,971	7,018
1-Jul-13 to 30-Jun-14	1,047	0	5,971	7,018
1-Jul-14 to 30-Jun-15	1,047	0	5,971	7,018
1-Jul-15 to 30-Jun-16	1,047	0	5,971	7,018

Please refer to Appendix One for a comparison of the total allowable depreciation of both the Diminishing Value method and the Prime Cost method. This table can be viewed graphically in Appendix Two and Three.

Prime Cost Method (Years 1-5)

23 Camille Street
SANS SOUCI, NSW 2219

Tax Grouping	Total Cost @ 2-Jun-07 (\$)	Basic Rate (PC)	Depreciation Allowance					TWDV @ 1-Jul-11 (\$)
			2-Jun-07 30-Jun-07 Year 1 (\$)	1-Jul-07 30-Jun-08 Year 2 (\$)	1-Jul-08 30-Jun-09 Year 3 (\$)	1-Jul-09 30-Jun-10 Year 4 (\$)	1-Jul-10 30-Jun-11 Year 5 (\$)	
Division 40 - Plant & Equipment (Effective Life Rates)								
Existing								
Bathroom Accessories - Freestanding	147	100.0 %	147	0	0	0	0	0
Blinds	2,512	10.0 %	20	251	251	251	251	1,488
Carpet	4,818	10.0 %	38	482	482	482	482	2,852
Curtains	236	100.0 %	236	0	0	0	0	0
Door Closers	89	100.0 %	89	0	0	0	0	0
Exhaust Fans	113	100.0 %	113	0	0	0	0	0
Light Shades	446	20.0 %	7	89	89	89	89	83
Rangehoods	882	8.3 %	6	73	73	73	73	584
Stoves	588	8.3 %	4	49	49	49	49	388
Vinyl	473	10.0 %	4	47	47	47	47	281
Sub Total - Existing	10,304		664	991	991	991	991	5,676
Additional								
Hot Water Systems (22-Jul-07)	1,188	8.3 %	0	93	99	99	99	798
Smoke Alarms (1-Feb-08)	253	100.0 %	0	253	0	0	0	0
Stoves (1-Feb-08)	555	8.3 %	0	19	46	46	46	398
Sub Total - Additional	1,996		0	365	145	145	145	1,196
Total - Division 40 (Effective Life Rates)	12,300		664	1,356	1,136	1,136	1,136	6,872
Division 43 - Capital Works Allowance								
Total Existing	148,120		473	5,753	5,753	5,753	5,753	124,635
Total Addition	8,713		0	135	218	218	218	7,924
Total Division 43 (Refer to page 18)	156,833		473	5,888	5,971	5,971	5,971	132,559
Total Depreciation	169,133		1,137	7,244	7,107	7,107	7,107	139,431

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Prime Cost Method (Years 6-10)

23 Camille Street
SANS SOUCI, NSW 2219

Tax Grouping	Total Cost @ 1-Jul-11 (\$)	Basic Rate (PC)	Depreciation Allowance					TWDV @ 1-Jul-16 (S)
			1-Jul-11 30-Jun-12 Year 6 (\$)	1-Jul-12 30-Jun-13 Year 7 (\$)	1-Jul-13 30-Jun-14 Year 8 (\$)	1-Jul-14 30-Jun-15 Year 9 (\$)	1-Jul-15 30-Jun-16 Year 10 (\$)	
Division 40 - Plant & Equipment (Effective Life Rates)								
Existing								
Bathroom Accessories - Freestanding	0	100.0 %	0	0	0	0	0	0
Blinds	1,488	10.0 %	251	251	251	251	251	233
Carpet	2,852	10.0 %	482	482	482	482	482	442
Curtains	0	100.0 %	0	0	0	0	0	0
Door Closers	0	100.0 %	0	0	0	0	0	0
Exhaust Fans	0	100.0 %	0	0	0	0	0	0
Light Shades	83	20.0 %	83	0	0	0	0	0
Rangehoods	584	8.3 %	73	73	73	73	73	219
Stoves	388	8.3 %	49	49	49	49	49	143
Vinyl	281	10.0 %	47	47	47	47	47	46
Sub Total - Existing	5,676		985	902	902	902	902	1,083
Additional								
Hot Water Systems (22-Jul-07)	798	8.3 %	99	99	99	99	99	303
Smoke Alarms (1-Feb-08)	0	100.0 %	0	0	0	0	0	0
Stoves (1-Feb-08)	398	8.3 %	46	46	46	46	46	168
Sub Total - Additional	1,196		145	145	145	145	145	471
Total - Division 40 (Effective Life Rates)	6,872		1,130	1,047	1,047	1,047	1,047	1,554
Division 43 - Capital Works Allowance								
Total Existing	124,635		5,753	5,753	5,753	5,753	5,753	95,870
Total Addition	7,924		218	218	218	218	218	6,834
Total Division 43 (Refer to page 18)	132,559		5,971	5,971	5,971	5,971	5,971	102,704
Total Depreciation	139,431		7,101	7,018	7,018	7,018	7,018	104,258

This depreciation schedule is for use only by the party to whom directed, and for no other purpose without the written consent of BMT Tax Depreciation Pty Ltd. No responsibility is accepted for any third party that may rely on the whole or any part of the content of this schedule.

Summary

Division 43

Building Write-Off Allowance

1.1 Special Building Write-Off allowance (Division 43)

There is available to Mr Peter Karantonis a Division 43 special building write-off allowance which applies to income producing Residential buildings which commenced construction from the 18th July 1985 to the present time.

Under current Tax Legislation, the owner of the property is eligible to claim the Division 43 write-off allowance for a maximum of 40 years after the construction completion date. The Division 43 allowance applicable to this property is calculated below.

Total Cost for Division 43 application at;

Works	Date	Rate	Original Cost
Original Works	1-Mar-1993	2.5 %	\$230,108
Additional Works	27-Aug-2007	2.5 %	\$447
Additional Works	3-Sep-2007	2.5 %	\$715
Additional Works	1-Nov-2007	2.5 %	\$3,500
Additional Works	24-Dec-2007	2.5 %	\$3,971
Additional Works	1-Feb-2008	2.5 %	\$80

Calculation for write-off provision,

PERIOD	DIV 43 (\$)
2-Jun-07 to 30-Jun-07	473
1-Jul-07 to 30-Jun-08	5,888
1-Jul-08 to 30-Jun-09	5,971
1-Jul-09 to 30-Jun-10	5,971
1-Jul-10 to 30-Jun-11	5,971
1-Jul-11 to 30-Jun-12	5,971
1-Jul-12 to 30-Jun-13	5,971
1-Jul-13 to 30-Jun-14	5,971
1-Jul-14 to 30-Jun-15	5,971
1-Jul-15 to 30-Jun-16	5,971

Appendix One

40 Year Projection

Appendix One - 40 Year Projection

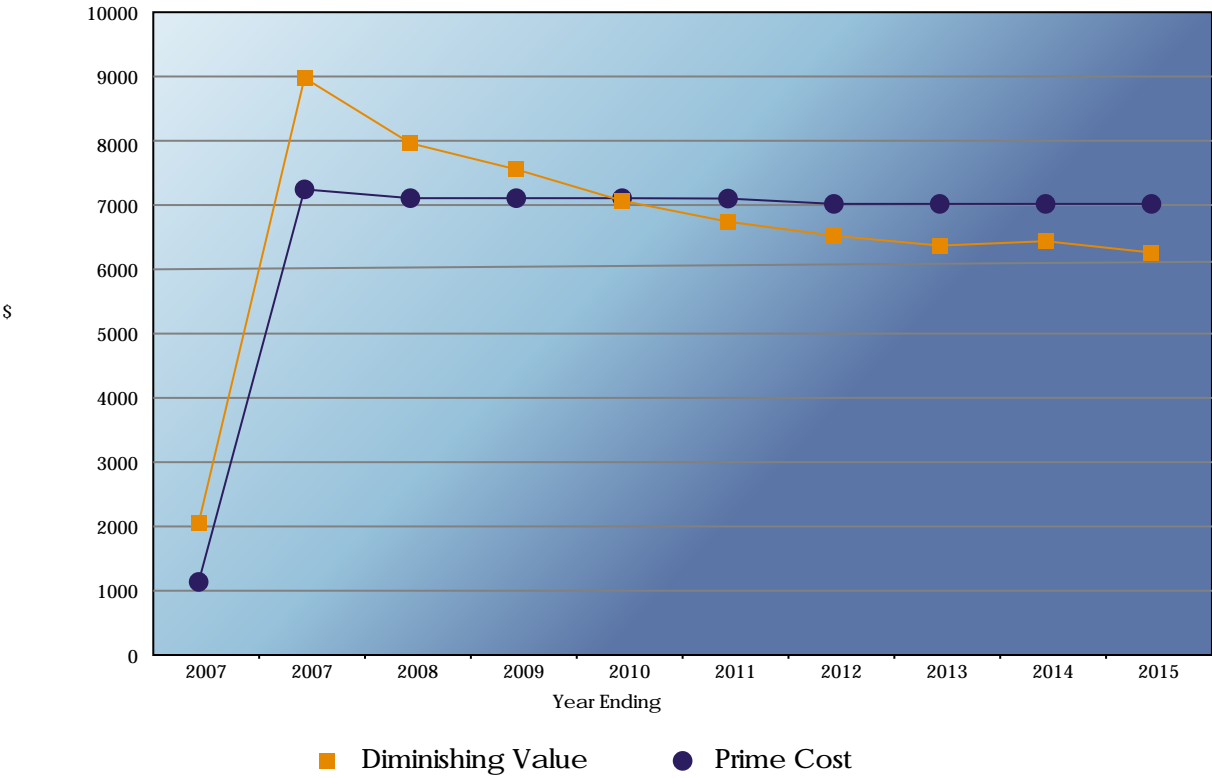
Years 1-21		
Period	Depreciation Allowance	
	Diminishing Value (\$)	Prime Cost (\$)
2-Jun-07 30-Jun-07	2,054	1,137
1-Jul-07 30-Jun-08	8,977	7,244
1-Jul-08 30-Jun-09	7,961	7,107
1-Jul-09 30-Jun-10	7,555	7,107
1-Jul-10 30-Jun-11	7,067	7,107
1-Jul-11 30-Jun-12	6,741	7,101
1-Jul-12 30-Jun-13	6,522	7,018
1-Jul-13 30-Jun-14	6,369	7,018
1-Jul-14 30-Jun-15	6,438	7,018
1-Jul-15 30-Jun-16	6,261	7,018
1-Jul-16 30-Jun-17	6,154	6,959
1-Jul-17 30-Jun-18	6,085	6,238
1-Jul-18 30-Jun-19	6,043	6,234
1-Jul-19 30-Jun-20	6,017	6,007
1-Jul-20 30-Jun-21	5,999	5,971
1-Jul-21 30-Jun-22	5,987	5,971
1-Jul-22 30-Jun-23	5,982	5,971
1-Jul-23 30-Jun-24	5,976	5,971
1-Jul-24 30-Jun-25	5,974	5,971
1-Jul-25 30-Jun-26	5,973	5,971
1-Jul-26 30-Jun-27	5,973	5,971

Years 22-41		
Period	Depreciation Allowance	
	Diminishing Value (\$)	Prime Cost (\$)
1-Jul-27 30-Jun-28	5,972	5,971
1-Jul-28 30-Jun-29	5,972	5,971
1-Jul-29 30-Jun-30	5,971	5,971
1-Jul-30 30-Jun-31	5,971	5,971
1-Jul-31 30-Jun-32	5,971	5,971
1-Jul-32 30-Jun-33	4,040	4,040
1-Jul-33 30-Jun-34	218	218
1-Jul-34 30-Jun-35	218	218
1-Jul-35 30-Jun-36	218	218
1-Jul-36 30-Jun-37	218	218
1-Jul-37 30-Jun-38	218	218
1-Jul-38 30-Jun-39	218	218
1-Jul-39 30-Jun-40	218	218
1-Jul-40 30-Jun-41	218	218
1-Jul-41 30-Jun-42	218	218
1-Jul-42 30-Jun-43	218	218
1-Jul-43 30-Jun-44	218	218
1-Jul-44 30-Jun-45	218	218
1-Jul-45 30-Jun-46	218	218
1-Jul-46 30-Jun-47	216	216
Total	169,055	169,055

Appendix Two & Three

Graphical Representation Comparative & Cumulative Analysis

Appendix Two - Comparative Analysis



Appendix Three - Cumulative Analysis

