

## PRIME COST RATE CALCULATION METHOD

Property: House

Client: Name

Settlement Date: May 18, 2007

File No: 07/01712

Assessment Date: June 20, 2007

Construction Costs as at 2002, 3 bedroom residential investment property

DEPRECIATION SCHEDULE - House

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Item No.	DESCRIPTION INCLUDING ADJUSTMENTS TO INITIAL PURCHASE DATE	COMPONENT COST AT SETTLEMENT Tax Year 2006/07 \$	RATES POST	DEPRECIATION IN NOMINATED YEAR AFTER INITIAL CONSTRUCTION										DECLINE IN VALUE REMAINING
			01/07/2004 %	Tax Year 2006/07 \$	Tax Year 2007/08 \$	Tax Year 2008/09 \$	Tax Year 2009/10 \$	Tax Year 2010/11 \$	Tax Year 2011/12 \$	Tax Year 2012/13 \$	Tax Year 2013/14 \$	Tax Year 2014/15 \$	Tax Year 2015/16 \$	
<b>1.0 Fixtures &amp; Fittings</b>														
1.1	Carpet <i>Initial Cost</i> In 2002 3233 <i>Depn to</i> 17/05/2007 1709 <i>Balance</i> 1524	1,524	10.00%	18	152	152	152	152	152	152	152	152	152	134
1.2	Blinds <i>Initial Cost</i> In 2002 4726 <i>Depn to</i> 17/05/2007 2499 <i>Balance</i> 2228	2,228	10.00%	27	223	223	223	223	223	223	223	223	223	196
1.3	Hot water service <i>Initial Cost</i> In 2002 1200 <i>Depn to</i> 17/05/2007 528 <i>Balance</i> 672	672	8.33%	7	56	56	56	56	56	56	56	56	56	161
1.4	Oven,rangehood & hotplate <i>Initial Cost</i> In 2002 1850 <i>Depn to</i> 17/05/2007 815 <i>Balance</i> 1035	1,035	8.33%	10	86	86	86	86	86	86	86	86	86	249
<b>SUB TOTALS</b>		5,458		62	517	517	517	517	517	517	517	517	517	740

Please note: Calculations for 2006/07 Taxation Year have been calculated from the settlement date .

Item No.	DESCRIPTION INCLUDING ADJUSTMENTS TO INITIAL PURCHASE DATE	COMPONENT COST AT SETTLEMENT Tax Year 2006/07 \$	RATES POST 01/07/2004 %	DEPRECIATION IN NOMINATED YEAR AFTER INITIAL CONSTRUCTION									DECLINE IN VALUE REMAINING	
				Tax Year 2006/07 \$	Tax Year 2007/08 \$	Tax Year 2008/09 \$	Tax Year 2009/10 \$	Tax Year 2010/11 \$	Tax Year 2011/12 \$	Tax Year 2012/13 \$	Tax Year 2013/14 \$	Tax Year 2014/15 \$		Tax Year 2015/16 \$
	B/fwd	5,458		62	517	517	517	517	517	517	517	517	517	740
	1.5 Ducted heating unit <i>Initial Cost</i> In 2002 2300 <i>Depn to</i> 17/05/2007 608 <i>Balance</i> 1692	1,692	5.00%	10	85	85	85	85	85	85	85	85	85	920
	1.6 Floating Timber Floors <i>Initial Cost</i> In 2002 2484 <i>Depn to</i> 17/05/2007 875 <i>Balance</i> 1609	1,609	6.66%	13	107	107	107	107	107	107	107	107	107	632
	1.7 Low value items under \$300	840	100.00%	840	0	0	0	0	0	0	0	0	0	0
	<b>TOTAL PRIME COST DEPRECIATION ITEMS</b>	9,600		925	709	709	709	709	709	709	709	709	709	2,292

Please note: Calculations for 2006/07 Taxation Year have been calculated from the settlement date .

## DIMINISHING VALUE RATE CALCULATION METHOD

Property: House  
 Client: Name

Settlement Date: May 18, 2007  
 File No: 07/01712  
 Assessment Date: June 20, 2007

Construction Costs as at 2002, 3 bedroom residential investment property

DEPRECIATION SCHEDULE - House

DESCRIPTION INCLUDING Item ADJUSTMENTS TO No. INITIAL PURCHASE DATE	COMPONENT COST AT SETTLEMENT Tax Year 2006/07 \$	RATES POST 01/07/2004  %	DEPRECIATION IN NOMINATED YEAR AFTER INITIAL CONSTRUCTION										DECLINE IN  VALUE  REMAINING	
			Tax Year 2006/07 \$	Tax Year 2007/08 \$	Tax Year 2008/09 \$	Tax Year 2009/10 \$	Tax Year 2010/11 \$	Tax Year 2011/12 \$	Tax Year 2012/13 \$	Tax Year 2013/14 \$	Tax Year 2014/15 \$	Tax Year 2015/16 \$		
<b>1.0 Fixtures &amp; Fittings</b>														
1.1 Carpet	999	20.00%												131
<i>Initial Cost</i> In 2002 3233	Useful life (Yrs)	10	24	195	156	125	100	80	64	51	41	33		
<i>Depn to</i> 17/05/2007 2234														
<i>Balance</i> 999	<b>Total</b>		<b>24</b>	<b>195</b>	<b>156</b>	<b>125</b>	<b>100</b>	<b>80</b>	<b>64</b>	<b>51</b>	<b>41</b>	<b>33</b>		
1.2 Blinds	1,460	20.00%											191	
<i>Initial Cost</i> In 2002 4726	Useful life (Yrs)	10	35	285	228	182	146	117	93	75	60	48		
<i>Depn to</i> 17/05/2007 3266														
<i>Balance</i> 1460	<b>Total</b>		<b>35</b>	<b>285</b>	<b>228</b>	<b>182</b>	<b>146</b>	<b>117</b>	<b>93</b>	<b>75</b>	<b>60</b>	<b>48</b>		
1.3 Hot water service	459	16.66%											87	
<i>Initial Cost</i> In 2002 1200	Useful life (Yrs)	12	9	75	63	52	43	36	30	25	21	17		
<i>Depn to</i> 17/05/2007 741														
<i>Balance</i> 459	<b>Total</b>		<b>9</b>	<b>75</b>	<b>63</b>	<b>52</b>	<b>43</b>	<b>36</b>	<b>30</b>	<b>25</b>	<b>21</b>	<b>17</b>		
1.4 Oven,rangehood & hotplate	708	16.66%											135	
<i>Initial Cost</i> In 2002 1850	Useful life (Yrs)	12	14	116	96	80	67	56	46	39	32	27		
<i>Depn to</i> 17/05/2007 1142														
<i>Balance</i> 708	<b>Total</b>		<b>14</b>	<b>116</b>	<b>96</b>	<b>80</b>	<b>67</b>	<b>56</b>	<b>46</b>	<b>39</b>	<b>32</b>	<b>27</b>		
<b>SUB TOTALS</b>	3,626		83	671	543	440	356	289	234	190	154	125	544	

Please note: Calculations for 2006/07 Taxation Year have been calculated from the settlement date .

Item No.	DESCRIPTION INCLUDING ADJUSTMENTS TO INITIAL PURCHASE DATE	COMPONENT COST AT SETTLEMENT Tax Year 2006/07 \$	RATES POST 01/07/2004	DEPRECIATION IN NOMINATED YEAR AFTER INITIAL CONSTRUCTION										DECLINE IN VALUE REMAINING
			%	Tax Year 2006/07 \$	Tax Year 2007/08 \$	Tax Year 2008/09 \$	Tax Year 2009/10 \$	Tax Year 2010/11 \$	Tax Year 2011/12 \$	Tax Year 2012/13 \$	Tax Year 2013/14 \$	Tax Year 2014/15 \$	Tax Year 2015/16 \$	
	B/fwd	3,626		83	671	543	440	356	289	234	190	154	125	544
1.5	Ducted heating unit	1,319	10.00%											505
	<i>Initial Cost</i> In 2002 2300	Useful life (Yrs) 20		16	130	117	106	95	86	77	69	62	56	
	<i>Depn to</i> 17/05/2007 981													
	<i>Balance</i> 1319	<b>Total</b>		<b>16</b>	<b>130</b>	<b>117</b>	<b>106</b>	<b>95</b>	<b>86</b>	<b>77</b>	<b>69</b>	<b>62</b>	<b>56</b>	
1.6	Floating Timber Floors	1,168	13.33%											317
	<i>Initial Cost</i> In 2002 2484	Useful life (Yrs) 15		19	153	133	115	100	86	75	65	56	49	
	<i>Depn to</i> 17/05/2007 1316													
	<i>Balance</i> 1168	<b>Total</b>		<b>19</b>	<b>153</b>	<b>133</b>	<b>115</b>	<b>100</b>	<b>86</b>	<b>75</b>	<b>65</b>	<b>56</b>	<b>49</b>	
1.7	Low value items under \$300	840	100.00%	840	0	0	0	0	0	0	0	0	0	0
<b>TOTAL DIMINISHING VALUE DEPRECIATION ITEMS</b>		6,954		957	954	793	660	551	460	386	324	272	230	1,366

Please note: Calculations for 2006/07 Taxation Year have been calculated from the settlement date .

## CAPITAL BUILDING WRITE OFF CALCULATION

Property: House

Settlement Date: May 18, 2007

Client: Name

File No: 07/01712

Assessment Date: June 20, 2007

Construction Costs as at 2002, 3 bedroom residential investment property

DEPRECIATION SCHEDULE - House

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Item No.	DESCRIPTION INCLUDING ADJUSTMENTS TO INITIAL PURCHASE DATE	COMPONENT COST AT SETTLEMENT Tax Year 2006/07 \$	RATES POST 01/07/2004 %	DEPRECIATION IN NOMINATED YEAR AFTER INITIAL CONSTRUCTION									DECLINE IN VALUE REMAINING	
				Tax Year 2006/07 \$	Tax Year 2007/08 \$	Tax Year 2008/09 \$	Tax Year 2009/10 \$	Tax Year 2010/11 \$	Tax Year 2011/12 \$	Tax Year 2012/13 \$	Tax Year 2013/14 \$	Tax Year 2014/15 \$		Tax Year 2015/16 \$
<b>2.0 Residual Capital</b>														
2.1 Expenditure - Building Write Off-		103,389	2.50%	359	2,978	2,978	2,978	2,978	2,978	2,978	2,978	2,978	2,978	76,224
Initial cost In 2002	119135													
Depn to 17/05/2007	15746													
Balance	<b>103389</b>													
2.2 Expenditure - Building Write Off- Kitchen joinery		7,290	2.50%	25	210	210	210	210	210	210	210	210	210	5,374
Initial cost In 2002	8400													
Depn to 17/05/2007	1110													
Balance	<b>7290</b>													
<b>3.0 Non Building Expenditure</b> (Demolition, Landscaping)		2,500	0.00%	0	0	0	0	0	0	0	0	0	0	0
<b>TOTAL CAPITAL BUILDING WRITE OFF</b>		113,178		384	3,188	3,188	3,188	3,188	3,188	3,188	3,188	3,188	3,188	81,599

Please note: Calculations for 2006/07 Taxation Year have been calculated from the settlement date .

## LOW VALUE ASSET POOL CALCULATION

Property: House

Settlement Date: May 18, 2007

Client: Name

File No: 07/01712

Assessment Date: June 20, 2007

Construction Costs as at 2002, 3 bedroom residential investment property

DEPRECIATION SCHEDULE - House

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Item No.	DESCRIPTION INCLUDING ADJUSTMENTS TO INITIAL PURCHASE DATE	COMPONENT COST AT SETTLEMENT Tax Year 2006/07 \$	RATES POST 01/07/2004 %	DEPRECIATION IN NOMINATED YEAR AFTER INITIAL CONSTRUCTION									DECLINE IN VALUE REMAINING	
				Tax Year 2006/07 \$	Tax Year 2007/08 \$	Tax Year 2008/09 \$	Tax Year 2009/10 \$	Tax Year 2010/11 \$	Tax Year 2011/12 \$	Tax Year 2012/13 \$	Tax Year 2013/14 \$	Tax Year 2014/15 \$		Tax Year 2015/16 \$
<b>4.0 Low Value Asset Pool</b>														
4.1	Dishwasher	950	37.50%	178	289	181	113	71	44	28	17	11	7	11
4.2	Lighting units	630	37.50%	118	192	120	75	47	29	18	11	7	4	7
Please note Low Value Pool Items Are depreciated at 18.75% in the first year of ownership then at 37.5% for each items effective life.														
<b>TOTAL LOW VALUE ASSET POOL ITEMS</b>		1,580		296	481	301	188	118	73	46	29	18	11	19

Please note: Calculations for 2006/07 Taxation Year have been calculated from the settlement date .

## SUMMARY - CAPITAL BUILDING WRITE OFF AND DEPRECIATION ITEMS

Property: House

Report Date: June 25, 2007

Client: Name

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PRIME COST METHOD	DEPRECIATION IN NOMINATED YEAR AFTER INITIAL CONSTRUCTION										DECLINE IN VALUE REMAINING
	Tax Year 2006/07 \$	Tax Year 2007/08 \$	Tax Year 2008/09 \$	Tax Year 2009/10 \$	Tax Year 2010/11 \$	Tax Year 2011/12 \$	Tax Year 2012/13 \$	Tax Year 2013/14 \$	Tax Year 2014/15 \$	Tax Year 2015/16 \$	
TOTAL OF DEPRECIATION PLANT ITEMS	925	709	709	709	709	709	709	709	709	709	2,292
TOTAL LOW VALUE ASSET POOL ITEMS	296	481	301	188	118	73	46	29	18	11	19
TOTAL OF CAPITAL BUILDING WRITE OFF ITEMS	384	3,188	3,188	3,188	3,188	3,188	3,188	3,188	3,188	3,188	81,599
<b>TOTAL AMOUNT CLAIMABLE EACH YEAR</b>	1,606	4,379	4,198	4,086	4,015	3,971	3,943	3,926	3,915	3,909	83,910

Please note: Calculations for 2006/07 Taxation Year have been calculated from the settlement date .

DIMINISHING VALUE METHOD	DEPRECIATION IN NOMINATED YEAR AFTER INITIAL CONSTRUCTION										DECLINE IN VALUE REMAINING
	Tax Year 2006/07 \$	Tax Year 2007/08 \$	Tax Year 2008/09 \$	Tax Year 2009/10 \$	Tax Year 2010/11 \$	Tax Year 2011/12 \$	Tax Year 2012/13 \$	Tax Year 2013/14 \$	Tax Year 2014/15 \$	Tax Year 2015/16 \$	
TOTAL OF DEPRECIATION PLANT ITEMS	957	954	793	660	551	460	386	324	272	230	1,366
TOTAL LOW VALUE ASSET POOL ITEMS	296	481	301	188	118	73	46	29	18	11	19
TOTAL OF CAPITAL BUILDING WRITE OFF ITEMS	384	3,188	3,188	3,188	3,188	3,188	3,188	3,188	3,188	3,188	81,599
<b>TOTAL AMOUNT CLAIMABLE EACH YEAR</b>	1,638	4,624	4,282	4,037	3,857	3,722	3,620	3,541	3,479	3,429	82,983

Please note: Calculations for 2006/07 Taxation Year have been calculated from the settlement date .