

PRIME COST RATE CALCULATION METHOD

Property: Apartment

Client: Name

Settlement Date: July 12, 2006

File No: 07/01587

Assessment Date: March 8, 2007

Construction Costs as at 2003, 2 bedroom residential investment property

DEPRECIATION SCHEDULE - Apartment

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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 \$	
1.0 Fixtures & Fittings														
1.1	Carpet <i>Initial Cost</i> In 2003 2893 <i>Depn to</i> 11/07/2006 995 <i>Balance</i> 1898	1,898	10.00%	184	190	190	190	190	190	190	190	190	190	6
1.2	Blinds <i>Initial Cost</i> In 2003 1537 <i>Depn to</i> 11/07/2006 529 <i>Balance</i> 1009	1,009	10.00%	98	101	101	101	101	101	101	101	101	101	3
1.3	Hot water service <i>Initial Cost</i> In 2003 550 <i>Depn to</i> 11/07/2006 158 <i>Balance</i> 392	392	8.33%	32	33	33	33	33	33	33	33	33	33	67
1.4	Oven, rangehood & hotplate <i>Initial Cost</i> In 2003 2200 <i>Depn to</i> 11/07/2006 630 <i>Balance</i> 1570	1,570	8.33%	127	131	131	131	131	131	131	131	131	131	266
SUB TOTALS		4,869		440	454	454	454	454	454	454	454	454	454	341

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

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				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	4,869		440	454	454	454	454	454	454	454	454	454	341
1.5	Dishwasher <i>Initial Cost</i> In 2003 1200 <i>Depn to</i> 11/07/2006 413 <i>Balance</i> <u>787</u>	787	10.00%	76	79	79	79	79	79	79	79	79	79	2
1.6	Ducted heating/cooling <i>Initial Cost</i> In 2003 1100 <i>Depn to</i> 11/07/2006 189 <i>Balance</i> <u>911</u>	911	5.00%	44	46	46	46	46	46	46	46	46	46	457
1.7	Lifts x2 <i>Initial Cost</i> In 2003 3070 <i>Depn to</i> 11/07/2006 352 <i>Balance</i> <u>2719</u>	2,719	3.33%	88	91	91	91	91	91	91	91	91	91	1,816
1.8	Low value items under \$300	349	100.00%	349	0	0	0	0	0	0	0	0	0	0
TOTAL PRIME COST DEPRECIATION ITEMS		9,635		998	669	669	669	669	669	669	669	669	669	2,617

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

DIMINISHING VALUE RATE CALCULATION METHOD

Property: Apartment
 Client: Name

Settlement Date: July 12, 2006
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			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 \$		
1.0 Fixtures & Fittings														
1.1 Carpet	1,351	20.00%												
<i>Initial Cost</i> In 2003 2893	Useful life (Yrs)	10												
<i>Depn to</i> 11/07/2006 1542			262	218	174	139	112	89	71	57	46	37		
<i>Balance</i> 1351			262	218	174	139	112	89	71	57	46	37	146	
1.2 Blinds	718	20.00%												
<i>Initial Cost</i> In 2003 1537	Useful life (Yrs)	10												
<i>Depn to</i> 11/07/2006 819			139	116	93	74	59	47	38	30	24	19		
<i>Balance</i> 718			139	116	93	74	59	47	38	30	24	19	78	
1.3 Hot water service	295	16.66%												
<i>Initial Cost</i> In 2003 550	Useful life (Yrs)	12												
<i>Depn to</i> 11/07/2006 255			48	41	34	29	24	20	17	14	12	10		
<i>Balance</i> 295			48	41	34	29	24	20	17	14	12	10	48	
1.4 Oven, rangehood & hotplate	1,180	16.66%												
<i>Initial Cost</i> In 2003 2200	Useful life (Yrs)	12												
<i>Depn to</i> 11/07/2006 1020			191	165	137	115	95	80	66	55	46	38		
<i>Balance</i> 1180			191	165	137	115	95	80	66	55	46	38	192	
SUB TOTALS	3,545		640	540	439	357	290	236	192	156	127	104	464	

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

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				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		3,545		640	540	439	357	290	236	192	156	127	104	464
1.5 Dishwasher		560	20.00%											560
	<i>Initial Cost</i> In 2003 1200		Useful life (Yrs) 10	109	90	72	58	46	37	30	24	19	15	
	<i>Depn to</i> 11/07/2006 640													
	<i>Balance</i> 560		Total	109	90	72	58	46	37	30	24	19	15	
1.6 Ducted heating/cooling		767	10.00%											767
	<i>Initial Cost</i> In 2003 1100		Useful life (Yrs) 20	74	69	62	56	50	45	41	37	33	30	
	<i>Depn to</i> 11/07/2006 333													
	<i>Balance</i> 767		Total	74	69	62	56	50	45	41	37	33	30	
1.7 Lifts x2		2,424	6.66%											2,424
	<i>Initial Cost</i> In 2003 3070		Useful life (Yrs) 30	157	151	141	132	123	115	107	100	93	87	
	<i>Depn to</i> 11/07/2006 646													
	<i>Balance</i> 2424		Total	157	151	141	132	123	115	107	100	93	87	
1.8 Low value items under \$300			100.00%	0	0	0	0	0	0	0	0	0	0	0
TOTAL DIMINISHING VALUE DEPRECIATION ITEMS		7,296		980	850	714	602	510	433	370	317	273	236	464

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

CAPITAL BUILDING WRITE OFF CALCULATION

Property: Apartment

Settlement Date: July 12, 2006

Client: Name

File No: 07/01587

Assessment Date: March 8, 2007

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DEPRECIATION SCHEDULE - Apartment

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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 \$
2.0 Residual Capital														
2.1 Expenditure - Building		147,722	2.50%	3,919	4,040	4,040	4,040	4,040	4,040	4,040	4,040	4,040	4,040	107,440
Write Off- Incl Common areas														
Initial cost In 2003		161616												
Depn to 11/07/2006		13894												
Balance		147722												
2.2 Expenditure - Building		7,020	2.50%	186	192	192	192	192	192	192	192	192	192	5,106
Write Off- Kitchen joinery														
Initial cost In 2003		7680												
Depn to 11/07/2006		660												
Balance		7020												
3.0 Non Building Expenditure (Demolition, Landscaping)		1,500	0.00%	0	0	0	0	0	0	0	0	0	0	0
TOTAL CAPITAL BUILDING WRITE OFF		156,242		4,105	4,232	4,232	4,232	4,232	4,232	4,232	4,232	4,232	4,232	112,545

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

LOW VALUE ASSET POOL CALCULATION

Property: Apartment

Settlement Date: July 12, 2006

Client: Name

File No: 07/01587

Assessment Date: March 8, 2007

Construction Costs as at 2003, 2 bedroom residential investment property

DEPRECIATION SCHEDULE - Apartment

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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 \$	
4.0 Low Value Asset Pool														
4.1	Intercom/video	650	37.50%	122	198	124	77	48	30	19	12	7	5	8
4.2	Lighting Units	729	37.50%	137	222	139	87	54	34	21	13	8	5	9
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.														
TOTAL LOW VALUE ASSET POOL ITEMS		1,379		259	420	263	164	103	64	40	25	16	10	16

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

SUMMARY - CAPITAL BUILDING WRITE OFF AND DEPRECIATION ITEMS

Property: Apartment

Report Date: March 16, 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	998	669	669	669	669	669	669	669	669	669	2,617
TOTAL LOW VALUE ASSET POOL ITEMS	259	420	263	164	103	64	40	25	16	10	16
TOTAL OF CAPITAL BUILDING WRITE OFF ITEMS	4,105	4,232	4,232	4,232	4,232	4,232	4,232	4,232	4,232	4,232	112,545
TOTAL AMOUNT CLAIMABLE EACH YEAR	5,361	5,322	5,164	5,065	5,004	4,965	4,941	4,926	4,917	4,911	115,178

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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	980	850	714	602	510	433	370	317	273	236	464
TOTAL LOW VALUE ASSET POOL ITEMS	259	420	263	164	103	64	40	25	16	10	16
TOTAL OF CAPITAL BUILDING WRITE OFF ITEMS	4,105	4,232	4,232	4,232	4,232	4,232	4,232	4,232	4,232	4,232	112,545
TOTAL AMOUNT CLAIMABLE EACH YEAR	5,343	5,503	5,209	4,999	4,845	4,730	4,642	4,574	4,521	4,478	113,025

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