

Depreciation Practice Questions

1. If purchasing price is Rs. 4,00,000, scrap value Rs. 50,000, find depreciation by SLM if life is 8 years .
2. If purchasing price is Rs. 9,00,000, scrap value Rs. 50,000, find depreciation of 6th year by WDV @12% if life is 8 years.
3. If purchasing price is Rs. 5,00,000, scrap value Rs, 40,000, find depreciation by sum of years digit method of 6th year if life is 12 years .
4. If purchasing price is Rs. 9,00,000, scrap value Rs. 80,000, find depreciation by sum of years digit method of 75th year if life is 120 years .
5. If purchasing price is rs. 9,00,000, scrap value Rs. 50,000, find depreciation by production units method of 4th year if life is 5 years, units of 1st year are 10,000 and units increases by 5000 every year .
6. .If purchasing price is Rs. 9,00,000, scrap value Rs. 50,000, find depreciation by production units method of 4th year if life is 5 years, units of 1st year are 10,000 and units increases by 5000 every year and machine hours pu are 2, 4 ,6, 8 & 10 respectively
7. If purchasing price is Rs. 4,80,000, life 6 years, scrap value 80,000, find out depreciation per annum in the following situations FOR ALL 6 YEARS
 - A. SLM
 - B. WDV @12%pa
 - C. Production units method if units of 1st year are 20,0000 and increases by 2000 units every year
 - D. Machine hours method with above units if machine hours per unit are 4 in the 1st year and increases by 3 hours per unit every year
 - E.Sum of years digit method
 - F. Annuity method if annuity rate is 0.23718 per rupee
8. A ltd purchased a Machine on 1/4/12 of which depreciation is at 20% WDV. Its balance today I.e on 1/4/16 is Rs. 12,34,500/-
Find out
 - A. it's original purchasing cost
 - B. Depreciation of 3rd year
 - C. Balance after 3 years
9. A ltd purchased a Machine on 1/4/10 of which depreciation is at 10% WDV. Its balance today I.e on 1/4/16 is Rs. 1,45,800/-
Find out
 - A. it's original purchasing cost
 - B. Depreciation of 4th year
 - C. Balance after 5 years
10. If purchasing price is Rs.6,00,000, scrap value Rs. 50,000, find balance after 5 years by sum of years digit method if life is 10 years .