

## Book Value SHC 504C

$$\text{Purchase cost (Total)} = 79,745.00$$

$$\begin{aligned} \text{less PARF at end of life span} \\ 60\% \text{ of } 14,530.00 \end{aligned} = 79,745 - 8718.00$$

$$= 71,027.00$$

$$\text{Depreciation per month} = \frac{71,027}{96}$$

$$= 739.86$$

$$\text{Balance life span is 7 yrs} = 739.86 \times 84$$

$$= 62,148.24$$

$$\text{Value of taxi} = 62,148.24 + 8718.00$$

$$= 70,866.24$$

$$\begin{aligned} \text{less LTA rebate at time} \\ \text{of loss (31,498.00)} \end{aligned} = 39,368.24$$