

Computerised Accounting Practical

Model # E003

Project No:

Title : **Depreciation -DB Method**

Question

A Furniture was purchased on 1st August 2017 for Rs. 80000. Its estimated life is 10 years with salvage value of Rs. 5000. Accounting year closes on 31st December every year. Using DB function calculate depreciation charged for 3rd year

Procedure

Step-1 : Open a blank worksheet in Libre Office Calc

Step-2 : Analyse the question and give the available values and their labels as given in below in different Cells

Cell	Value
A1	Cost of Asset
B1	80000
A2	Salvage Value
B2	5000
A3	Period
B3	3
A4	Month
B4	5
A5	Depreciation for 3rd Year

Step-3 : In the cell B5 enter the following formula to calculate depreciation under diminishing balance method

=DB(B1,B2,B3,B4,B5)

Output

	A	B
1	Cost of Furniture	80000
2	Salvage Value	5000
3	Life in Years	10
4	Period	3
5	Month	5
6	Depreciation for 3 rd Year	₹13,195.16