

**Answer on Question #79836 - Economics - Finance**

On the 1st of July 2012 an organisation purchased a vehicle for company use. The price was \$60,000 and has a useful life of six years. It was depreciated using the straight line method and the vehicle was traded in for its book value on the 30th of June 2016. Complete the calculations and provide the details in this table.

Date	Details	Ledger account			Accumulated depreciation	Book value		
		Debit	Credit	Balance		Debit	Credit	Balance
1/7/12	Purchase							
30/6/13	Depr'n							
30/6/14	Depr'n							
30/6/15	Depr'n							
30/6/16	Trade in							

**Answer**

Date	Details	Ledger account			Accumulated depreciation	Book value		
		Debit	Credit	Balance		Debit	Credit	Balance
1/7/12	Purchase	60,000		60,000				60,000
30/6/13	Depr'n	60,000		60,000	10,000	50,000		50,000
30/6/14	Depr'n	60,000		60,000	20,000	40,000		40,000
30/6/15	Depr'n	60,000		60,000	30,000	30,000		30,000
30/6/16	Trade in	60,000		60,000	40,000	20,000		20,000

Answer provided by <https://www.AssignmentExpert.com>