

**Lesson:** Depreciation

**Objectives:**

1. Define depreciation and its effect on cash flow
2. Demonstrate the use of straight line depreciation
3. Demonstrate the use of declining balance depreciation
4. Explain and demonstrate the use of MACRS
5. Define depletion and demonstrate the use of cost and percentage depletion methods.

**Assignment:**

Read Ch. 16 (emphasis on MACRS depreciation)

**Homework:**

16.12, 16.19, 16.27, 16.39, 16.40