



Asset Separation Report for the Tax Year 2006

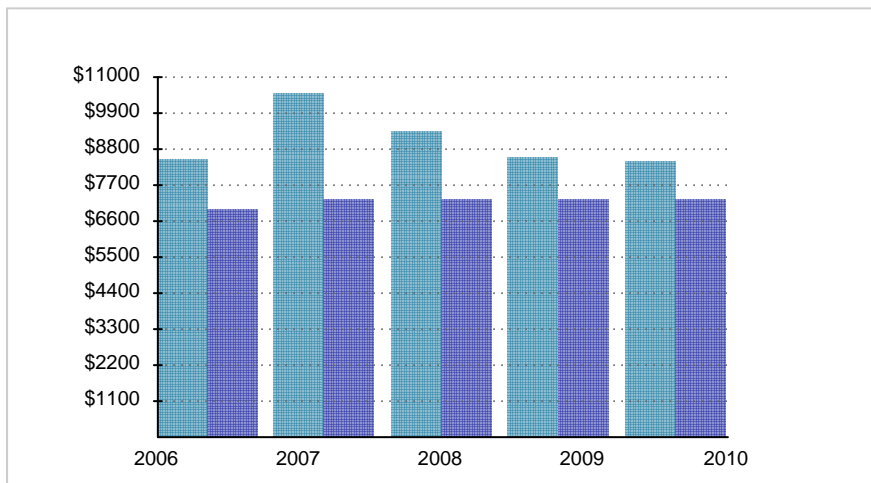
Summary

Report Date: 03/09/2007

Property Address:

1234 Your Street Address

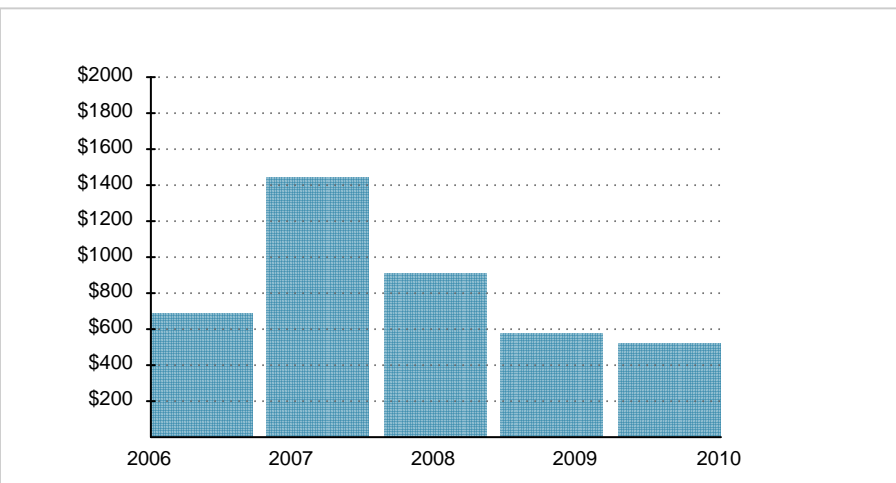
Assets Separation Depreciation Comparison



Additional Depreciation 2006-2010: \$9,434

- Total Asset Separation Depreciation
- Total Straight Line Depreciation

Tax Deferred



Total Tax Deferred 2006-2010: \$4,179
Assume 35.0% Federal and 9.3% State Rates

Additional Tax Savings

\$4,179



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Assets Separation Depreciation Comparison

Depreciation WITHOUT Asset Separation		Depreciation WITH Asset Separation			
Depreciation Life Category	27.5 Year	5 Year	15 Year	27.5 Year	Total Depreciation
% of Improvements	100%	4%	8%	87%	
Total Value Depreciated	\$200,000	\$8,000	\$17,000	\$175,000	
Year 1 Depreciation Amount	\$6,970	\$1,600	\$850	\$6,098	\$8,548
Year 2 Depreciation Amount	\$7,273	\$2,560	\$1,615	\$6,364	\$10,539
Year 3 Depreciation Amount	\$7,273	\$1,536	\$1,454	\$6,364	\$9,353
Year 4 Depreciation Amount	\$7,273	\$922	\$1,308	\$6,364	\$8,593
Year 5 Depreciation Amount	\$7,273	\$922	\$1,177	\$6,364	\$8,463
Total	\$36,062	Total Depreciation with Asset Separation:			\$45,496


Asset Separation Report for the Tax Year 2006
Asset Placed in Service
Short Life Property Assets

Asset Name	Service Date	Asset Life	Asset Value	Depreciation Method	Depreciation Amount
Air Conditioner (portable/window)	01/01/2006	5 year	\$500	200DB HY	\$100
Blinds and/or Curtains and/or Drapes	01/01/2006	5 year	\$700	200DB HY	\$140
Carpets (tacked down not glued)	01/01/2006	5 year	\$3,000	200DB HY	\$600
Ceiling Fans	01/01/2006	5 year	\$250	200DB HY	\$50
Clothes Washers	01/01/2006	5 year	\$300	200DB HY	\$60
Dishwashers	01/01/2006	5 year	\$300	200DB HY	\$60
Fire Extinguishers	01/01/2006	5 year	\$50	200DB HY	\$10
Garbage Disposal	01/01/2006	5 year	\$100	200DB HY	\$20
Kitchen Cooktops	01/01/2006	5 year	\$500	200DB HY	\$100
Microwave Ovens	01/01/2006	5 year	\$250	200DB HY	\$50
Ovens	01/01/2006	5 year	\$750	200DB HY	\$150
Refrigerators	01/01/2006	5 year	\$1,000	200DB HY	\$200
Clothes Dryers	01/01/2006	5 year	\$300	200DB HY	\$60

Total Asset Value: \$8,000	Total Depreciation: \$1,600
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Land Improvements

Asset Name	Service Date	Asset Life	Asset Value	Depreciation Method	Depreciation Amount
Driveway	01/01/2006	15 year	\$15,000	150DB HY	\$750
Fences - Permanent	01/01/2006	15 year	\$1,500	150DB HY	\$75
Landscaping (Shrubbery, Sprinkler System, Trees)	01/01/2006	15 year	\$500	150DB HY	\$25
Total Asset Value: \$17,000				Total Depreciation: \$850	

Building (27.5 years)

Asset Name	Service Date	Asset Life	Asset Value	Depreciation Method	Depreciation Amount
Building	01/01/2006	27.5 year	\$175,000	S/L MM	\$6,098
Total Asset Value: \$175,000				Total Depreciation: \$6,098	