Units of Production Depreciation Schedule

Asset Name: XYZ Machine
Asset ID: 00237
Purchase Date: 2022-01-01
Cost of Asset: $50,000
Estimated Salvage Value: $5,000
Estimated Total Units of Production: 100,000 units

Depreciation Schedule

Year	Units Produced	Depreciation Expense	Accumulated Depreciation	Book Value at Year-End
2022	20,000	$9,000	$9,000	$41,000
2023	25,000	$11,250	$20,250	$29,750
2024	23,000	$10,350	$30,600	$19,400
2025	18,000	$8,100	$38,700	$11,300
2026	14,000	$6,300	$45,000	$5,000

Important Notes

- This schedule is based on an estimate of total production units; actual results may vary.
- Depreciation per unit = (Cost - Salvage Value) / Estimated Total Units of Production.
- Depreciation expense must be recalculated each year based on actual units produced.
- If production estimates change significantly, a revised schedule should be prepared.
- Ensure the method aligns with local accounting standards and company policy.