

Some of the Rates of Depreciation as per I.T.Act

1. Furniture & Fittings	-	10%
2. Plant & Machinery (General)	-	15%
3. Motor cars	-	15%
4. Motor cars (used for a business of hire) (Including Commercial vehicles)	-	40%
5. Computers and computer software	-	60%
6. Temporary structure	-	100%
7. Building – Residential	-	5%
8. Building - Commercial	-	10%
9. Intangible assets (know-how, patents, copyright, etc)	-	25%

Conditions:

1. The asset should be owned by the assessee.
2. It should have been used for the purpose of business.
3. If block of assets ceases to exist, no depreciation is admissible.

Note:

If any asset is acquired and put into use by an assessee for a period of less than 180 days of the P.Y., half of the depreciation only is eligible for the (first / relevant) A.Y.

Example 1.

A firm, consisting of three partners viz., A, B and C, commenced its operation on 14th April, 2013. It had acquired the following assets during the P.Y. 2013-14.

S.No.	Asset	Date of acquisition	Date of actual use
1.	Building – official	11.04.2013	14.04.2013
2.	Furniture & Fittings	30.09.2013	18.10.2013
3.	Computer	23.10.2013	23.10.2013
4.	Car	14.04.2013	30.05.2013

Find out the depreciation allowable for the A.Y. 2014-15.