



Cash Flow on Disposition (Before Tax)

Salvage Value		\$	1,000,000
Less: Selling Expenses			-
Legal Fees			-
Removal Costs			-
Cash Flow on Disposition (Before Tax)			1,000,000

Cash Flow on Disposition (After Tax)

Net Salvage Value			1,000,000
Less: Capital Gains Tax			
Net Salvage Value	1,000,000		
Less Cost Basis	<u>11,000,000</u>		
Capital Gains	-	x 35.00%	-
Less: Recaptured Depreciation Tax			
Tax Value of Investments on Sale	1,000,000		
Less Adjusted Basis	<u>-</u>		
Recaptured Depreciation	1,000,000	x 35.00%	<u>350,000</u>
Cash Flow on Disposition (After Tax)			650,000