

	<b>The Technion - Israel Institute of Technology</b> <b>Procedures</b>	Procedure No.: 03-0201 Effective from: 10.8.2017 Edition: 1
<b>Depreciation Entry Policy - The Technion and the Technion Research and Development Foundation Ltd.</b>		Date of Last Update: Page 1 of 2

**Appendix A – Assets Groups, Categories and Depreciation Percentages**

The Item	Details		Materiality Threshold in NIS	Percentage of Annual Depreciation
Land				
Buildings	New buildings at a cost exceeding NIS 50 million	Construction		2.0%
		Infrastructure systems (air conditioning, electricity, lifts) and furniture		7.0%
	New buildings at a cost less than NIS 50 million and improvements in existing buildings		1,000,000	3.5%
	Laboratory buildings		500,000	5.5%
Improvements in leased property	Leased from the Technion – in accordance with the principles for the depreciation of the Technion buildings		1,000.000	3.5%
	Leased outside of the Technion			Will be depreciated in accordance with the years of the lease agreement, including extension options.
Equipment and instruments	Equipment and instruments purchased in the framework of the Technion, for teaching activities and/or for central labs and/or centralized research institutes		50,000	10.0%

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	Equipment and instruments purchased in the framework of the Foundation, or for central labs and/or centralized research institutes	50,000	10.0%
	Equipment and instruments purchased in the framework of the Technion, as part of establishing a research lab for a new member of the staff	50,000	15.0%
	Equipment and instruments purchased in the framework of the Foundation budgets, for research purposes	50,000	33.0%
Computers and peripheral equipment	Hardware and software at the Technion and the Foundation for research and/or teaching purposes	50,000	33.0%
Vehicles			15.00%

\* Equipment/building/computers entered under the Technion's current budget – that are not entered as an a