

2. Depreciation

Depreciation shall be charged at the following rates, provided that it shall not be charged in respect of buildings and equipments which have been completely depreciated except when renewal of such buildings or equipment has been undertaken from provision for depreciation; in which case depreciation may be charged until the renewed buildings or equipment have also been depreciated.

2.1 Buildings and appurtenances thereto at

	Rate
Kap Tobin	} 10%
Aputiteq	
Tingmiarmiut	
Prins Christians Sund	
Danmarkshavn	} 6.6%
Angmagssalik	
Godthaab	
Egedesminde	
Upernavik	
Godhavn	
Dundas	
Skuvanes and Vaag	} 6.6%
Frederiksdal	

per annum of the value specified as the basis for depreciation in Annex II.

2.2 All equipment at a rate of 10% per annum of the value specified as the basis for depreciation in Annex II, except

	Rate
Storage tanks	} 5%
Cables, armoured	
Office and housing equipment	
Boats	15%
Vehicles	20%

3. *Interest* on capital invested in buildings and equipment is not to be charged in excess of $4\frac{1}{2}$ per cent per annum of the value specified for depreciation in Annex II, as adjusted by annual depreciation and taking into account renewals of buildings and equipment met from provision for depreciation.

4. *Insurance*—The Government of Denmark shall insure buildings and equipment at the written down value set out in Annex II. Amounts charged for insurance are not to exceed prevailing commercial rates for underwriting comparable risks.