Suggestion of format for analysis:

|  |  |  |  |
| --- | --- | --- | --- |
|   | Current Machine | CAT-1 machine-purchase | CAT-1 machine - Lease |
| Operating cost (without operators) |   |   |   |
| Direct Labor |   |   |   |
| Depreciation (straight line) 4 months |   |   |   |
| Lease Expense 4 Months |   |   |   |
| Interest expense at 8% for 4 months |   |   |   |
| Salvage Value after 3 years |   |   |   |
| Unexpected Costs |   |   |   |
| Totals |   |   |   |