

Capital Invested with Straight-Line Depreciation (Without a Residual Value)

$$CI_0 := 100 \quad \text{Initial investment}$$

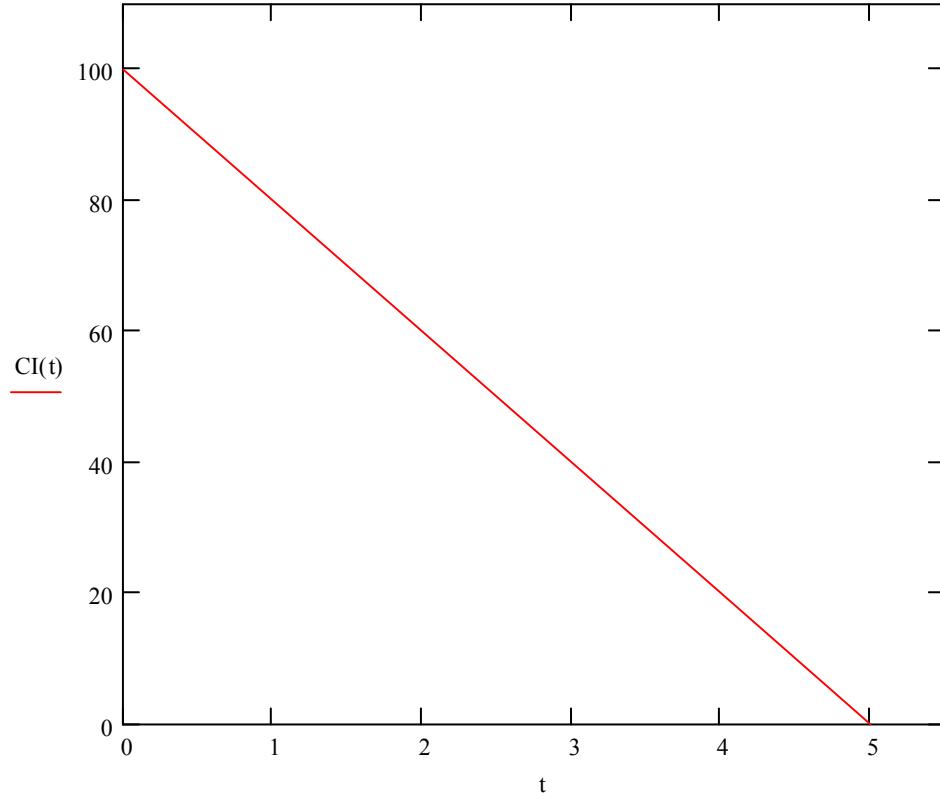
$$n := 5 \quad \text{Useful life}$$

$$t := 0..n \quad \text{Time}$$

$$CI(t) := CI_0 - \frac{CI_0}{n} \cdot t \quad \text{Capital invested}$$

$$CI(t) =$$

100
80
60
40
20
0



$$CI_a := \frac{\int_0^n CI(t) dt}{n} \quad \text{Average capital invested}$$

$$CI_a := \frac{CI_0}{2}$$

$$CI_a = 50$$