



**Expense Statement Yearly**  
Super X Printer Lease Analysis  
Example

September 24, 2009  
Investit Decisions  
Lease

	<b>Year 1</b>	<b>Year 2</b>	<b>Year 3</b>	<b>Year 4</b>	<b>Year 5</b>	<b>Year 6</b>
<b>EXPENSES</b>						
Leasing Cost	51,600	51,600	51,600	51,600	51,600	51,600
Service Contract	30,000	30,900	31,824	32,784	33,768	34,776
<b>Total Expenses</b>	<b>81,600</b>	<b>82,500</b>	<b>83,424</b>	<b>84,384</b>	<b>85,368</b>	<b>86,376</b>



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**EXPENSES**

Leasing Cost  
Service Contract

**Total Expenses**



**Operating Cash Flow Yearly**  
 Super X Printer Lease Analysis  
 Example

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	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6
<b>CASH OUTFLOW BEFORE TAX</b>						
Expenses	81,600	82,500	83,424	84,384	85,368	86,376
Plus: Principle Payments	-	-	-	-	-	-
Interest payments	-	-	-	-	-	-
Working Capital Additions	-	-	-	-	-	-
<b>CASH OUTFLOW BEFORE TAX</b>	<b>81,600</b>	<b>82,500</b>	<b>83,424</b>	<b>84,384</b>	<b>85,368</b>	<b>86,376</b>
Less: Tax Savings at 35.00%	32,060	34,475	32,558	31,550	31,895	31,240
<b>CASH OUTFLOW AFTER TAX</b>	<b>49,540</b>	<b>48,025</b>	<b>50,866</b>	<b>52,834</b>	<b>53,473</b>	<b>55,136</b>
<b>INCOME TAX SAVINGS</b>						
Expenses	81,600	82,500	83,424	84,384	85,368	86,376
Plus: Interest Payments	-	-	-	-	-	-
Depreciation & Amortization	10,000	16,000	9,600	5,760	5,760	2,880
<b>Tax Deductible Expenses</b>	<b>91,600</b>	<b>98,500</b>	<b>93,024</b>	<b>90,144</b>	<b>91,128</b>	<b>89,256</b>
<b>Tax Savings at 35.00%</b>	<b>32,060</b>	<b>34,475</b>	<b>32,558</b>	<b>31,550</b>	<b>31,895</b>	<b>31,240</b>

Note: The cash flows are Cash Outflows or Negative Cash Flows.



**Net Cash Flow (Before Tax)**  
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Year	Investment	Working Capital		Financing		Operating Cash Flow (Before Tax)	Sale Proceeds (Before Tax)	Net Cash Flow (Before Tax)
		Additions	Reductions	Borrow	Paid Back			
Year 1 Jan-Year 1 Dec	\$ (50,000)	-	-	-	-	\$ (81,600)	-	\$ (131,600)
Year 2 Jan-Year 2 Dec	-	-	-	-	-	(82,500)	-	(82,500)
Year 3 Jan-Year 3 Dec	-	-	-	-	-	(83,424)	-	(83,424)
Year 4 Jan-Year 4 Dec	-	-	-	-	-	(84,384)	-	(84,384)
Year 5 Jan-Year 5 Dec	-	-	-	-	-	(85,368)	-	(85,368)
Year 6 Jan-Year 6 Dec	-	-	-	-	-	(86,376)	-	(86,376)
							Total	\$ (553,652)

<b>Financial Returns (Before Tax)</b>	
Net Present Value (NPV) at 12.00%	(\$ 393,834)
Annual Equivalent Costs at 12.00%	(\$ 95,790)



**Net Cash Flow (After Tax)**  
 Super X Printer Lease Analysis  
 Example

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 Lease

Year	Investment	Working Capital		Financing		Operating Cash Flow (After Tax)	Sale Proceeds (After Tax)	Net Cash Flow (After Tax)
		Additions	Reductions	Borrow	Paid Back			
Year 1 Jan-Year 1 Dec	\$ (50,000)	-	-	-	-	\$ (49,540)	-	\$ (99,540)
Year 2 Jan-Year 2 Dec	-	-	-	-	-	(48,025)	-	(48,025)
Year 3 Jan-Year 3 Dec	-	-	-	-	-	(50,866)	-	(50,866)
Year 4 Jan-Year 4 Dec	-	-	-	-	-	(52,834)	-	(52,834)
Year 5 Jan-Year 5 Dec	-	-	-	-	-	(53,473)	-	(53,473)
Year 6 Jan-Year 6 Dec	-	-	-	-	-	(55,136)	-	(55,136)
							Total	\$ (359,874)

<b>Financial Returns (After Tax)</b>	
Net Present Value (NPV) at 7.80%	(\$ 288,875)
Annual Equivalent Costs at 7.80%	(\$ 62,109)



**Expense Calculations Yearly**  
Super X Printer Lease Analysis  
Example

September 24, 2009  
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Lease

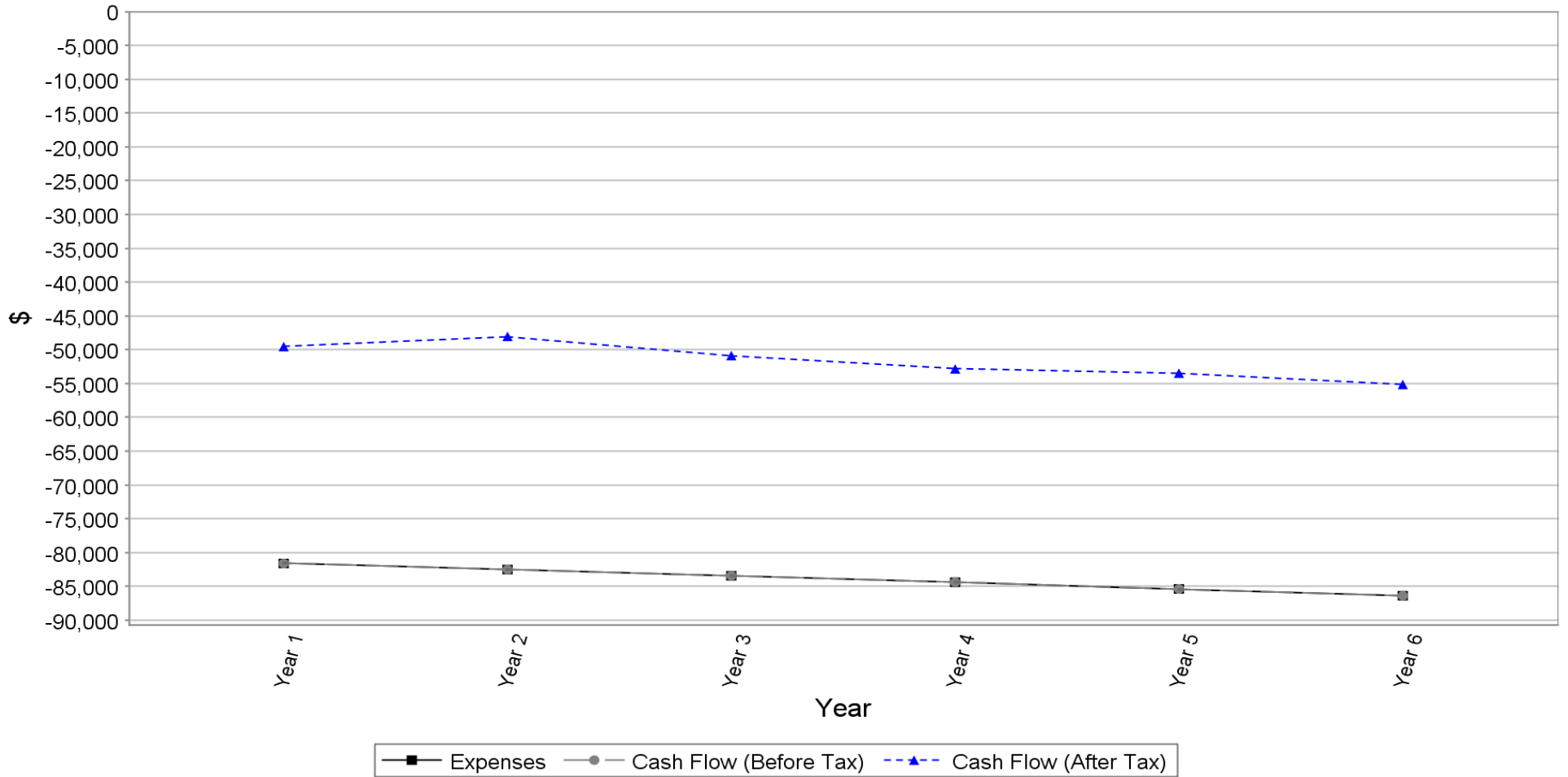
	<b>Year 1</b>	<b>Year 2</b>	<b>Year 3</b>	<b>Year 4</b>	<b>Year 5</b>	<b>Year 6</b>
Leasing Cost	51,600	51,600	51,600	51,600	51,600	51,600
Service Contract	30,000	30,900	31,824	32,784	33,768	34,776
<b>Total</b>	<b>81,600</b>	<b>82,500</b>	<b>83,424</b>	<b>84,384</b>	<b>85,368</b>	<b>86,376</b>



**Graph. Operating Cash Outflow**  
Super X Printer Lease Analysis  
Example

September 24, 2009  
Investit Decisions  
Lease

**Operating Cash Outflow Incl. Working Capital**

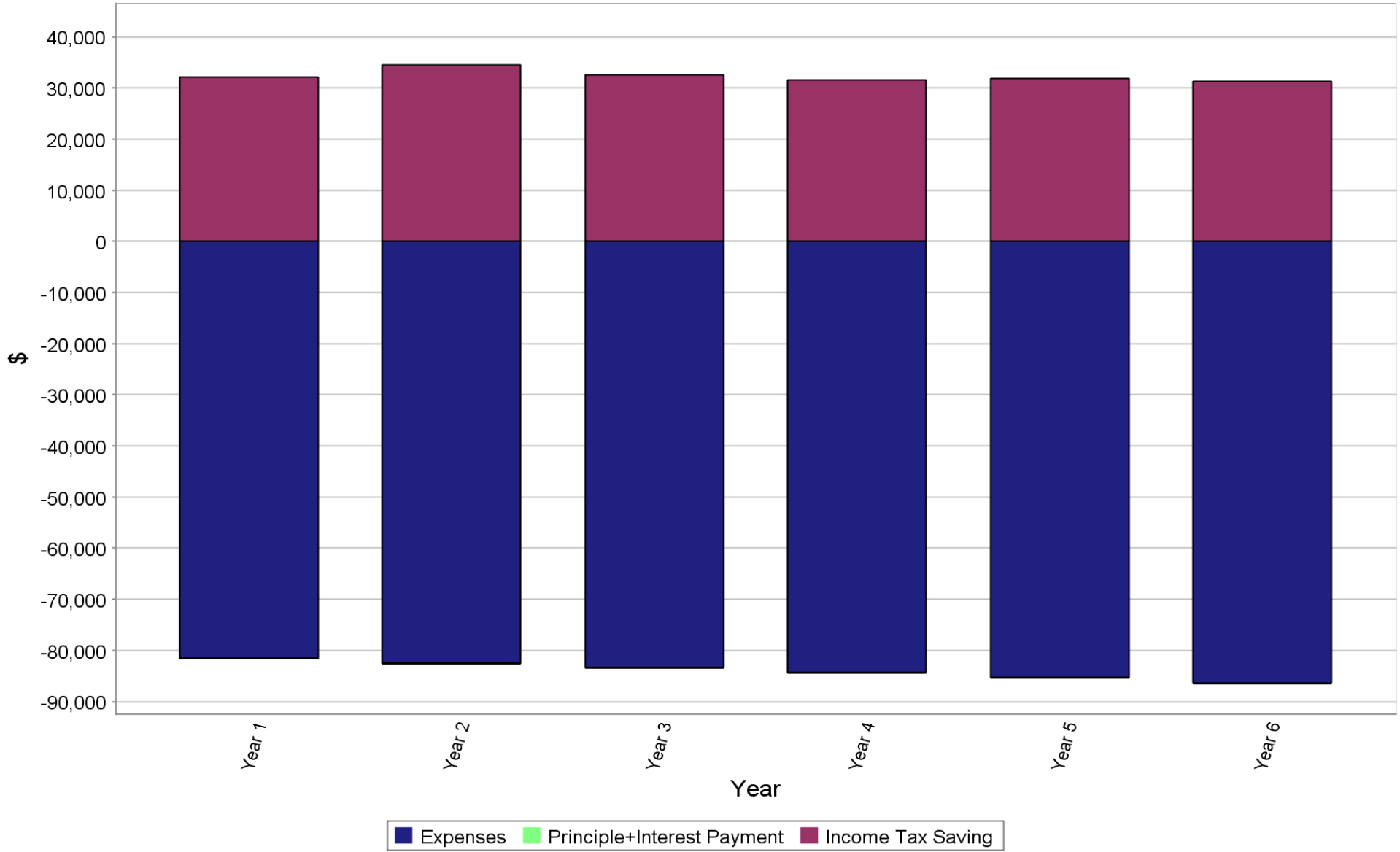




**Graph. Operating Cash Outflow**  
Super X Printer Lease Analysis  
Example

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Lease

**Operating Cash Flow Distribution**

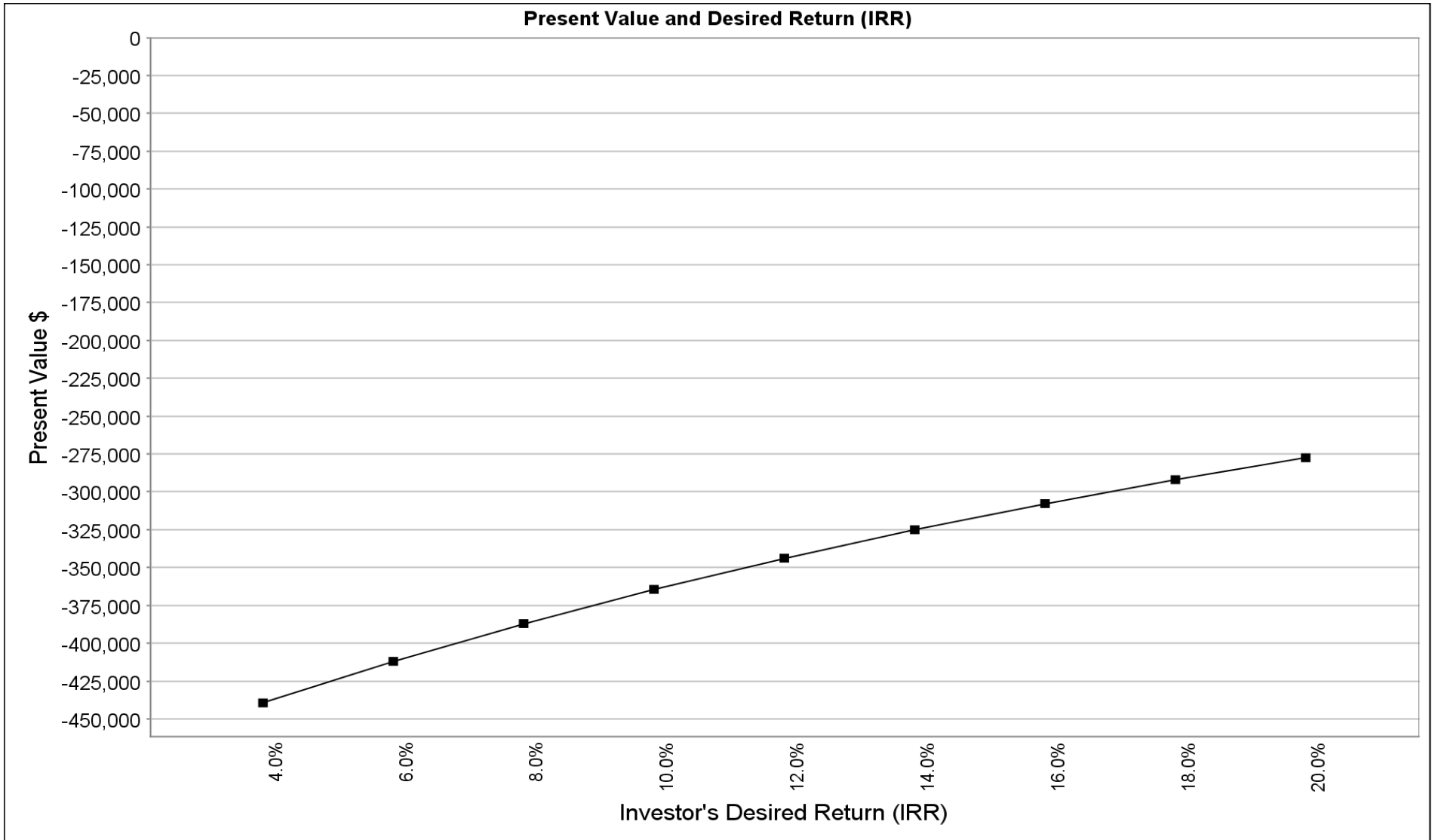






**Graph. Present Value & Desired Return (Before Tax)**  
Super X Printer Lease Analysis  
Example

September 24, 2009  
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Lease





**Input Data Summary**  
Super X Printer Lease Analysis  
Example

September 24, 2009  
Investit Decisions  
Lease

**Decision Lease**

**Note:** For information on Revenue, Expenses and Working Capital inputs and projections see the Revenue, Expense and projections description reports and the Working Capital report.

**Project Information**

Analysis Period	6 years
Starting date	January Year 1

**Investor Information**

Marginal Tax Rate	35.00%
Capital Gain Tax Rate	35.00%
Recaptured Deprec. Tax Rate	35.00%

Desired Return on Investment (Discount Rate)

Before Tax:	12.00%
After Tax:	7.80%



**Input Data Summary**  
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Example

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**Investment information**

Total Invested in Year 1 is \$ 50,000

	<u>Investment Type</u>	<u>Date</u>	<u>Amount</u>	<u>Recovery Period Years</u>
Investment (Down Payment)	Personal Property. 200% Declining Bal.	Jan, Year 1	\$ 50,000	5.00



**Input Data Summary**  
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**SALVAGE VALUE**

Disposition Costs

Selling Expenses	0% of the Salvage Value
Legal Fees	0% of the Salvage Value
Removal Costs	-

	Capital Investment	Salvage Value	% of Capital Investment
Investment (Down Payment)	\$ 50,000	-	-



**Projection Descriptions**  
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**LEASE (EXPENSES) PROJECTIONS**

**Leasing Cost**

Entry Choice: \$ per Month

Year 1            \$4,300 per Month for 1 year  
                         Constant per year for next 5 years

**Service Contract**

Entry Choice: \$ per Month

Year 1            \$2,500 per Month for 1 year  
                         Compounding at 3.00% per year for next 5 years



**Depreciation Schedules**  
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**Investment (Down Payment)**

Starting Date: Year 1 January  
 Depreciation Method: Personal Property. 200% Declining Bal.  
 Recovery Period: 5.0 Year(s)  
 First Year Convention: Half-Year 50.0%  
 Last Year Convention: 50.0%  
 Amount \$ 50,000

Period	Cost Basis	Adjusted Cost Basis	Depreciation	Undepreciated Balance
Yr. 1 Jan-Yr. 1 Dec	\$ 50,000	\$ 50,000	\$ 10,000	\$ 40,000
Yr. 2 Jan-Yr. 2 Dec		40,000	16,000	24,000
Yr. 3 Jan-Yr. 3 Dec		24,000	9,600	14,400
Yr. 4 Jan-Yr. 4 Dec		14,400	5,760	8,640
Yr. 5 Jan-Yr. 5 Dec		8,640	5,760	2,880
Yr. 6 Jan-Yr. 6 Dec		2,880	2,880	-
Total	\$ 50,000		\$ 50,000	