

# Opportunity is Knocking... Uncle Sam wants to help your business grow !!!

Use it!!



Or Lose it!!

**Deduct \$100,000 - and -  
Take An Additional 50% Bonus Off!**

Did you know that you can lease any type of equipment, hardware & software and **DEDUCT** up to \$100,000 from your taxable income **AND** claim an additional 50% **BONUS DEPRECIATION** (in addition to your regular depreciation), all in this calendar year!!!!!!!!!!!!!!

There has **NEVER** been a better time to take advantage of the tax benefits of leasing! Many businesses will be eligible to **DEDUCT** up to \$100,000 against this year's income under IRS Section 179. Further, most of those same businesses can also claim 50% accelerated **BONUS DEPRECIATION** plus their regular depreciation, under the recently enhanced "Job Creation and Worker Assistance Act of 2002," an economic stimulus package. And unlike a **cash purchase** where you have to spend the money to be able to deduct it, leasing allows you **TO LEVERAGE YOUR CASH INVESTMENT**. People often think that paying **CASH** is better. In reality it costs you more to pay cash!!! **You only have to enter into the lease, TO CLAIM THE FULL DEDUCTION FOR THIS TAX YEAR.**

Write off \$130,000 during the first year of a \$150,000 lease ---- Here's how:

**Step 1:** \$150,000 - \$100,000 (section 179) = \$50,000 **Step 2:** \$50,000 - \$25,000 (50% Bonus Depreciation) = \$25,000  
**Step 3:** \$25,000 - \$5,000 (e.g. 20% depreciation/5 year property) = \$20,000. **Step 4:** \$100,000 (sec 179) + \$25,000 (50% bonus) + \$5,000 (20% deprec) = \$130,000 **TOTAL FIRST YEAR WRITE-OFF** And remember, you get the entire write-off even though your actual cash "out of pocket", is only this year's lease payments.

Applicable to capital/finance (\$1 Buyout type) leases, not operating leases. Leases valued at \$100,000 (or more) qualify for the full \$100,000 deduction. Lease amounts under \$100,000 are eligible for deductions, dollar for dollar, up to the \$100,000 annual maximum. Any amounts in excess of \$100,000 (annual total under Section 179) can be depreciated. Total cost of all eligible property cannot exceed \$400,000. Deductions cannot exceed taxable income, but may be carried forward. For newly modified Bonus Depreciation, new equipment must be placed in service after 5-5-2004 and before 9-10-2005, and the asset must have a depreciable life of less than 20 years. ....*And don't take our word for it.....consult your accountant or tax professional!!!*

\*\* Existing customers be sure to ask about your "repeat customer" discount!

  
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Your Equipment Leasing & Finance Source