

YOUR UNIQUE BUSINESS OPPORTUNITY

Advantage Flex Equipment Program

ADDICUS

Drew Adams, Founding Partner

investorrelations@addicusadvisors.com



The Advantage Flex Equipment Program offers an innovative approach for income and tax mitigation through strategic equipment ownership. This exclusive 6-year program allows you to diversify with a tangible asset class, offering financial gains and tax advantages.

How the Program Works

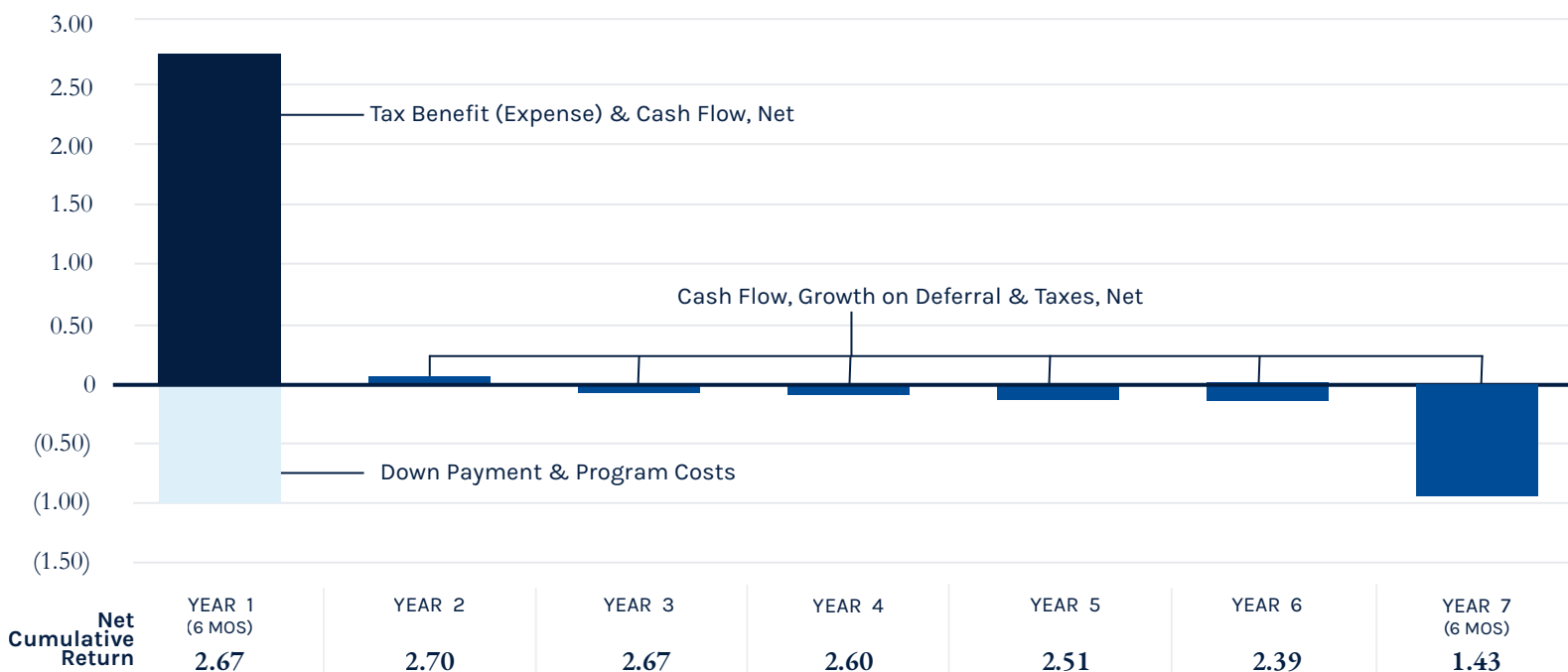
- 1 Acquire:** Purchase new equipment with a 10% or greater down payment. Program financing available.
- 2 Enroll:** Place your equipment in the Program to pool it with other equipment and make it available on EquipmentShare's Marketplace national platform.
- 3 Manage:** Continually monitor and manage your equipment through EquipmentShare's industry-leading equipment rental programs, Advantage Flex Equipment Program and T3 platform.
- 4 Tax Deferral:** There may be significant cash tax savings from bonus depreciation which can free up additional capital to be invested in your business or high performing assets
- 5 Exit:** Program designed to operate for 5 years with flexibility to exit or continue in the program indefinitely.

KEY FEATURES

- **Low Initial Investment:** 10% or greater down payment
- **Anticipated Cash Flow:** First ACH deposit from EquipmentShare typically within 40-60 days
- **Tax Optimization:** Anticipated for 100% bonus depreciation in year 1, which may create significant upfront tax benefits
- **Program Includes:** Insurance, repairs, maintenance, storage, and transportation
- **Proven Track Record:** Advantage Flex Equipment Program has achieved target return every year since inception in 2018
- **Monthly:** Cash distributions anticipated to cover debt service costs

Advantage Flex Equipment Program Pro Forma

2.67x CASH TAX SAVINGS ON EQUITY IN YEAR 1



Advantage Flex Equipment Program

Total Equipment Purchase	\$2,500,000	2025 Tax Savings, Net	\$627,500
Cash Down: (10%) + Program Costs (5%)	\$375,000	2025 Federal Depreciation	\$2,500,000
Financed: (90%) + Origination Costs (1.25%)	\$2,278,125	2025 State Depreciation	\$500,000
Purchase Date	12/1/2025		

# of Months:	1	12	12	12	12	12	11
Tax Year	2025	2026	2027	2028	2029	2030	2031
Status Quo - WITHOUT Equipment Purchase:							
Estimated Taxable Ordinary Income - From All Sources, excl. Equipment	\$5,000,000	\$5,000,000	\$5,000,000	\$5,000,000	\$5,000,000	\$5,000,000	\$5,000,000
Estimated Federal Income Taxes*	\$(1,774,063)	(1,774,063)	(1,774,063)	(1,774,063)	(1,774,063)	(1,774,063)	(1,774,063)
Estimated State Income Taxes**	\$(250,000)	(250,000)	(250,000)	(250,000)	(250,000)	(250,000)	(250,000)
WITHOUT EQUIPMENT - Total Income, After Tax	\$2,975,938	2,975,938	2,975,938	2,975,938	2,975,938	2,975,938	2,975,938
WITH Equipment Purchase:							
Estimated Taxable Ordinary Income - From All Sources, excl. Equipment	\$5,000,000	\$5,000,000	\$5,000,000	\$5,000,000	\$5,000,000	\$5,000,000	\$5,000,000
Equipment Cash Outlay: 10% Down Payment + 5% Program Costs	\$(375,000)	-	-	-	-	-	-
Annual Program Income	-	\$343,500	\$343,500	\$343,500	\$343,500	\$343,500	\$343,500
Less: Annual Debt Service	-	\$(318,783)	\$(318,783)	\$(318,783)	\$(318,783)	\$(318,783)	\$(298,884)
Exit: Sale Proceeds (fixed @ 56% of purchase price)	-	-	-	-	-	-	\$1,400,000
Exit: Debt Payoff	-	-	-	-	-	-	\$(1,127,182)
Income - Before Income Taxes	\$4,625,000	\$5,024,717	\$5,024,717	\$5,024,717	\$5,024,717	\$5,024,717	\$5,317,434
Federal Estimated Income Taxes*	\$(802,813)	\$(1,857,194)	\$(1,861,817)	\$(1,866,299)	\$(1,870,792)	\$(1,875,507)	\$(2,398,304)
State Estimated Income Taxes**	\$(218,750)	\$(219,351)	\$(236,197)	\$(246,210)	\$(246,896)	\$(254,507)	\$(332,796)
WITH EQUIPMENT - Total Income, After Tax	\$3,603,438	\$2,948,172	\$2,926,704	\$2,912,207	\$2,907,029	\$2,894,703	\$2,586,333
Tax Deferral & Recapture, Inclusive of Program Costs	\$627,500	\$(27,766)	\$(49,234)	\$(63,730)	\$(68,908)	\$(81,234)	\$(389,604)
Annual Return Earned on Tax Deferral - 6.00%	-	\$37,650	\$38,243	\$37,584	\$36,015	\$34,041	\$31,210
Cumulative Return (\$)	\$627,500	\$637,384	\$626,394	\$600,247	\$567,353	\$520,160	\$161,766
Cumulative Return	2.67	2.7	2.67	2.6	2.51	2.39	1.43

Disclaimer: This document is for illustration purposes only. It is not tax advice. As with all financial decisions, you should consult with your personal tax advisor to understand how this opportunity may impact you based on all facts and circumstances. Interest rate used for illustrative purposes is 7%. Estimated monthly distributions are equal to \$11,450 per \$1,000,000 of equipment purchased. Amounts are estimated based on a jointly filed return at the highest marginal federal tax rate with 100% federal bonus depreciation and 5% state tax rate. Individual or other additional limitations may apply that are not considered here. Assumes deferred tax savings are invested in a market portfolio earning 6% annually. the EquipmentShare program has never experienced a moderate or severe recession. During recessions such as began in late 2007, the construction market is prone to severe slowdowns, delinquencies, and bankruptcies, thereby increasing the risk that the EquipmentShare program will be unable to make material distributions allowing equipment owners to service their equipment loans. There is a material risk of a recession occurring in the United States in the next 60 months due to the length of the current expansionary business cycle. Etc. Addicus or its affiliates do not provide tax advice. Performance mentioned is hypothetical. There is no guarantee that any of the returns, projections, tax benefits, or outcomes shown will be achieved in actual investing. Actual performance may vary significantly. Full disclaimer: <https://addicusadvisors.com/advisory-disclaimer/>.