

# EQUIPMENT LEASE APPLICATION

2792 Indianola Ave., Columbus, OH 43202  
 Phone (888) 346-6871 FAX (614) 573-7103

BUSINESS	LEGAL FIRM NAME:		DBA:		
	BUSINESS ADDRESS:		CITY:	STATE:      ZIP CODE:	
	EQUIPMENT LOCATION:		CITY:	STATE:      ZIP CODE:	
	PHONE NUMBER: (    )	FAX NUMBER: (    )	DATE ESTABLISHED UNDER CURRENT OWNERSHIP: MONTH: _____ YEAR: _____		
	Type of Business:		FEDERAL TAX ID #:		
	BUSINESS STRUCTURE:    PROPRIETORSHIP <input type="checkbox"/> PARTNERSHIP <input type="checkbox"/> CORPORATION <input type="checkbox"/> LLC <input type="checkbox"/>				

BANKS	<b>BANK REFERENCE</b>	<b>PHONE NUMBER</b>	<b>CONTACT</b>	<b>ACCT. #:</b>	<b>TYPE:</b>
	<b>*PREVIOUS BANK:</b>				

\* If you have been with your current bank for **under 2 years**, please include **PREVIOUS BANK** \*

TRADES	<b>TRADE REFERENCE</b>	<b>PHONE NUMBER</b>	<b>CONTACT</b>	<b>ACCT #:</b>	
	<b>**COMPARABLE TRADE:</b>				
	BUSINESS LANDLORD:				

\*\* For larger transactions, credit of similar size will be helpful.\*\*

PRINCIPALS	<b>PERSONAL INFORMATION (PRINCIPALS OR GUARANTORS)</b>			
	PRINCIPAL #1:		TITLE & % OF OWNERSHIP:	SOCIAL SECURITY #:
	ADDRESS:		CITY:	STATE:      ZIP CODE:      TELEPHONE #:
	PRINCIPAL #2:		TITLE & % OF OWNERSHIP:	SOCIAL SECURITY #:
	ADDRESS:		CITY:	STATE:      ZIP CODE:      TELEPHONE #:

VENDOR	VENDOR:		CONTACT:	
	ADDRESS:		PHONE:	FAX:
	EQUIP. DESCRIPTION: NEW <input type="checkbox"/> USED <input type="checkbox"/>			
	TERM:	ADVANCE:	PURCHASE OPTION:	TOTAL INVOICE:

I hereby certify: (1) the information provided above is true and correct, (2) you are hereby authorized to investigate all bank, credit and trade references, and said references are hereby authorized to release any requested information to you or your nominee, (3) such authorization shall extend to obtaining personal credit profiles in considering this application and subsequently for the purposes of update, renewal or extension of such credit or additional credit and for reviewing or collecting the resulting account, (4) this information may be transmitted by us to you and by you to underwriter/s for the purpose of granting me credit, either electronically or manually, and that by submitting this application, I take full responsibility for transmission thereof, (5) I am over 18 years of age, (6) I acknowledge my rights under the Fair Credit Opportunity Act, and (7) this request is for business and not consumer purposes.

SIGNATURE X \_\_\_\_\_ DATE \_\_\_\_\_ SIGNATURE X \_\_\_\_\_ DATE \_\_\_\_\_



# Did you know?

Did you know that you can lease 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?

## Deduct up to \$100,000 And Take another 50+% OFF

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. ***You only have to enter into the lease TO CLAIM THE FULL DEDUCTION, FOR THIS TAX 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 Workers 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. ***You only have to enter into the lease TO CLAIM THE FULL DEDUCTION, FOR THIS TAX YEAR.***

- >>Deduct \$100,000 under Section 179 "off the top," this year
- >>Claim 50% IRS Bonus Depreciation "Off the Top," this year
- >>Claim your regular IRS Depreciation this year as well

### **Write off \$130,000 during the first year of a \$150,000 lease – Here's the Math:**

1) \$150,000 - \$100,000 (Section 179) = \$50,000. 2) 50,000-\$25,000 (50% Bonus Depreciation) = \$25,000. 3) \$25,000- \$5,000 (e.g. 20% depreciation/5 year property). TOTAL FIRST YEAR WRITE-OFF = \$130,000! And remember, you get the entire write-off even though your actual "OUT OF POCKET," **IS ONLY THIS YEAR'S LEASE PAYMENTS**. Many businesses will be CASH FLOW POSITIVE, even after acquiring new equipment.

**The "fine print."** 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 in placed in service after 5-5-2003 and before 9-10-2006, and the asset must have a depreciable life of less than 20 years. IMPORTANT NOTE: Clients should consult a qualified tax professional on all tax matters.



**WHY** *do over 80% of U.S. businesses*  
**LEASE** *equipment & technology*  
**EVEN THOUGH MANY HAVE STRONG CASH POSITIONS?**

Currently, companies are placing a higher value on their working capital and the need for liquidity. With this heightened value of their capital, they are choosing leasing's 100% financing to achieve manageable long-term fixed rates and cash flow benefits. Leasing offers numerous advantages over other methods of financing including better value, more convenience and greater control.

The knowledgeable businessperson recognizes that leasing can improve the company's balance sheet and preserve their borrowing capacity. They have also come to the understanding that income is generated from the **USE** of the equipment, **NOT** the ownership of it. You wouldn't pay an employee 5 years in advance-why do it for your equipment. It only works for you.

	<b>The burdens of a Bank Loan</b>	<b>The Ease of Leasing</b>
<b>Speed of approval</b>	Drawn-out bank credit approval by bank	Speedy Approval by leasing company
<b>Down payment</b>	20-50% down payment required	100% Financing available
<b>Financial statements</b>	Generally needed regardless of amount	None for amounts less than \$75,000
<b>Tax benefits</b>	Depreciated over the IRS' useful life of equipment	Operating Lease 100% deductible
<b>Terms</b>	Usually 2-3 years; loan must be reduced to zero balance annually	Up to six years
<b>Hidden costs</b>	Compensating balances, other bank charges, loan covenants	None. No lease termination fee.
<b>Effective Cost</b>	High due to longer depreciation schedule, larger down payment, adjustable interest rate and other costs	Low due to tax benefits, no down payment, longer lease term, and no compensating balance requirement
<b>Debt Ratios</b>	Debt On Balance Sheet (hurts debt ratios and equity)	Operating Lease Off-Balance Sheet
<b>Opportunity Costs</b>	Ties up bank lines, thus prohibiting future investments.	Frees bank lines and cash for future investments.
<b>Soft cost coverage</b>	Cannot finance shipping, tech support, maintenance, etc.	All soft costs can be financed.
<b>Type of Equipment</b>	Only New Equipment	Used or New Equipment
<b>Interest Rates</b>	Rate can go sky-high	Fixed Rate
<b>Sales tax</b>	Must be paid in advance	Financed within monthly payment
<b>Financial Reporting</b>	Carried on balance sheet as debt	Not required to be reflected on balance sheet as debt.



PHONE 800.346.6871 • FAX 614. 573.7301 • [bryan@4leasehelp.com](mailto:bryan@4leasehelp.com)  
[www.4leasehelp.com](http://www.4leasehelp.com)