

Gain Substantial Tax Benefits for 2008

Acquire your Doosan Infracore Machine Tool equipment now for significant tax benefits and lease flexibility.

Contact your Doosan Infracore dealer now to avoid any chance of a 4th quarter reduction in your tax savings options.

Section 179

Under the 2008 Economic Stimulus Act (ESA), you can take further advantage of the Section 179 expense allowance to write off the entire cost of your new and used Machine Tool equipment purchases in 2008. Specifically, the Section 179 expense allowance has been temporarily increased from \$128,000 to \$250,000 for taxpayers with total capital investments of \$800,000 or less. Units leased with the \$1.00 purchase option and put into service by December 31, 2008 can qualify for the increased allowance. Accelerating the write-off of a unit in the year of purchase can improve your cash flow by reducing your outlay of tax dollars in that year.

Example of \$150,000 equipment purchase write-off using the Section 179 Expense Allowance

Purchase Price	\$150,000
Total 1st year deduction	\$150,000
Potential 1st year tax savings (company in 35% tax bracket)	\$52,500
Net Equipment Cost	\$97,500

Bonus Depreciation

You may also be able to benefit from first year Bonus Depreciation of 50% for qualifying Machine Tool equipment that you acquire between January 1, 2008 and December 31, 2008. You may be eligible for a Bonus Depreciation deduction of 50% of the remaining purchase price, net of any Section 179 expense allowance if taken. Finally, MACRS depreciation can then be calculated on the new cost and also deducted in the year of purchase.

Example of \$150,000 equipment purchase write-off using Bonus Depreciation & 7 Year MACRS Depreciation

Purchase Price	\$150,000
50% Bonus Depreciation (\$150,000 x 50%)	\$75,000
MACRS Depreciation (\$75,000 x 14.29%*)	\$10,718
Total 1st year deduction	\$85,718
Potential 1st year tax savings (company in 35% tax bracket)	\$30,001
Net Equipment Cost	\$119,999

You may be able to afford more equipment by employing all three depreciation methods.

Example of \$650,000 equipment purchase write-off using Section 179, Bonus Depreciation & 7 Year MACRS Depreciation

Purchase Price	\$650,000
1st year Depreciation Under Section 179 Expense	\$250,000
50% Bonus Depreciation (\$400,000 x 50%)	\$200,000
MACRS Depreciation (\$200,000 x 14.29%*)	\$28,580
Potential 1st Year deduction	\$478,580
Potential 1st Year tax savings (Company in 35% tax bracket)	\$167,503
Net Equipment Cost	\$482,497

*Assumes equipment is put into service before 4th quarter 2008.

How much will you save?

Contact your accountant or financial advisor today to find out more about how your business may benefit from the new tax law changes

Doosan Global Finance does not provide legal, tax or accounting advice. The customer must obtain and rely on such advice from its own accountants, auditors, attorneys or other professional advisors.



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