

Cash Flow Analysis



NO PLANNING

Taxable Earnings (Deduction)	\$ 3,100,000
Effective Tax Rate*	49.5%
Taxes Paid = Cash Flow Lost	\$ 1,534,500

PRP ACCELERATOR: Financed Business Revenue-Risk Expense

Premium Deposit: Client Out-of-Pocket Cash Down-Pymt	\$ 310,000
Reinvestment Business-Investment Return	13.0%
TRUST-CFO PRP Financing Rate	3.4%

PRP AcceleratorSM Tax Savings Cashflows



XYZ Holding Co, Inc.

Plan Year	Reinvestment Value	Deferred Tax Due	Net Improved Wealth
1	\$ 1,560,587	\$ 1,381,050	\$ 179,537
2	\$ 1,736,667	\$ 1,381,050	\$ 355,617
3	\$ 1,932,616	\$ 1,381,050	\$ 551,566
4	\$ 2,150,673	\$ 1,381,050	\$ 769,623
5	\$ 2,393,333	\$ 1,381,050	\$ 1,012,283
6	\$ 2,663,373	\$ 1,381,050	\$ 1,282,323
7	\$ 2,963,881	\$ 1,381,050	\$ 1,582,831
8	\$ 3,298,296	\$ 1,381,050	\$ 1,917,246
9	\$ 3,670,443	\$ 1,381,050	\$ 2,289,393
10	\$ 4,084,579	\$ 1,381,050	\$ 2,703,529
11	\$ 4,545,442	\$ 1,381,050	\$ 3,164,392
12	\$ 5,058,304	\$ 1,381,050	\$ 3,677,254
13	\$ 5,629,032	\$ 1,381,050	\$ 4,247,982
14	\$ 6,264,156	\$ 1,381,050	\$ 4,883,106
15	\$ 6,970,941	\$ 1,381,050	\$ 5,589,891
16	\$ 7,757,472	\$ 1,381,050	\$ 6,376,422
17	\$ 8,632,748	\$ 1,381,050	\$ 7,251,698
18	\$ 9,606,781	\$ 1,381,050	\$ 8,225,731
19	\$ 10,690,714	\$ 1,381,050	\$ 9,309,664
20	\$ 11,896,947	\$ 1,381,050	\$ 10,515,897

SUMMARY ANALYSIS:

*The PRP Accelerator creates a deductible expense but finances the cost, so that the taxes are saved/deferred but the capital is kept in a productive business or investment strategy as managed by the Client/PRP Plan Participant. It is the one strategy that provides topline tax benefits without having to reinvest in an alternative and/or lower-return investment.

*The PRP Accelerator is a legitimate risk management strategy so it actually reduces the overall plan risks. It takes critical capital and compounds values against a flat tax over time, creating substantially improved cash flows and greater net-tax values that convert to enhanced benefits and much improved lifestyle, with much less risk.