

IC-DISC

Interest Charge-Domestic International Sales Corporation

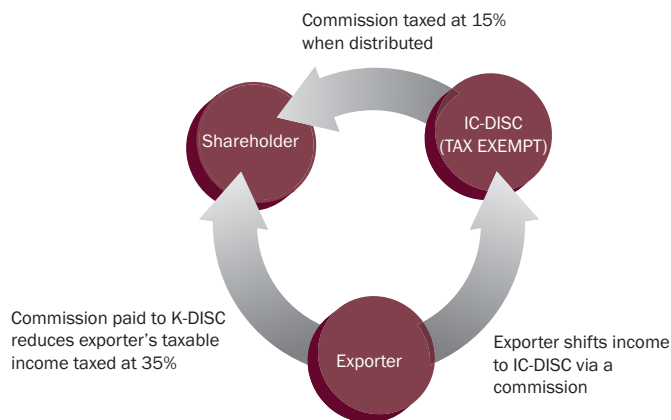
The IC-DISC is the last surviving federal income tax export incentive - providing substantial tax savings opportunity for qualifying U.S. exporters.

At current income and dividend tax rates, the IC-DISC provides as much as a 20% federal income tax savings to the shareholders of the IC-DISC. The tax savings are realized when the exporting company deducts from its ordinary income a calculated commission which it pays to the IC-DISC. The commission is deductible at the income tax rate – typically around 35%. An IC-DISC is a tax-exempt entity, so the only tax liability generated is a 15% tax on qualified dividends distributed to its shareholders. The difference between the tax savings from the deduction and the dividend tax, yields up to a 20% savings on the amount of the commission.

IC-DISC Benefits

- Permanent tax savings on qualified export sales
- Increased liquidity for shareholders or businesses
- High return on investment with no change to your normal operations

IC-DISC Process



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