

- EXAMPLE -

# Settlement Statement for Transferred Tax Credits

July 1, 2024

Company ABC ("Buyer") located at 4567 Main Street, City, State, Zip has agreed to purchase tax credits associated with the Solar ZZZ Project ("Project") located at 9876 Maple Street, City, State, Zip from Project X Owner located at 3231 Elm Street, City State, Zip.

Details of the transaction are as follows:

- **Tax Credit Type:** 48C
- **Tax Credit Year:** 2024
- **Project Commercial Operation Date:** June 1, 2024
- **Total Tax Credit Amount Approved (USD):** \$50,000,000
- **Description of Qualified Investment/Project:** Rooftop solar, bundled resi portfolio made up of 2,058 projects. \$10M in credits will be available to purchase on a monthly cadence from June. Projects are located across CA, TX, and NY. Insurance procured, fully wrapped against recapture risk, qualification risk, and indemnification. Third-party tax opinion provided by DEF law firm, and tax credit appraisal from GHI appraisal firm. Additional hold back of 2-4%, as well, that represents a "first loss" in case of treasury adjustments.

Further supporting documentation is provided in Exhibit A attached (if applicable).

**Actual Tax Credit Value: \$50M**

Summary of Charges*	Seller Proceeds	Buyer Price Paid
Gross Tax Credit Price (\$/Tax Credit) <u>\$0.95</u>	\$47,500,000	\$47,500,000
Tax Credit Insurance (2.00%)	-\$1,000,000	
Legal Costs (0.50%, 0.05%)	-\$250,000	\$25,000
Additional Fees (1.00%)	-\$500,000	
Atheva Fee (2.00% of tax credit price)	-\$950,000	
<b>Net Transfer Price</b>	<b>\$44,800,000</b>	<b>\$47,525,000</b>

\*Note that the above estimates will vary broadly based on the project, insurance requirements, and diligence process. This is only to provide an illustrative example.