

ROI for an Arthro+ Mobility Arthroscopy Suite in Year One

| ASSUMPTIONS | | |
|--|---------------------------------------|-----------|
| A. Equipment cost* | | \$ 33,950 |
| B. Interest rate on loan | | 8% |
| C. Average billed/procedure | | \$ 2,000 |
| D. Loan term (in months) | | 60 |
| E. Monthly procedures | | 2 |
| F. Estimated tax bracket | | 35% |
| RESULTS | CALCULATION | |
| G. Loan payment/month | $B * A / 1 - (1 + B)^{-D}$ | \$ 688 |
| H. Billings/month | $C * E$ | \$ 4,000 |
| I. Gross profit/month | H-G | \$ 3,312 |
| J. Break-even procedures/month | G / C ; expressed as a whole number | 1 |
| K. IRS Section 179 allowance | A; max. of \$1,160,000 | \$ 33,950 |
| L. Total tax savings in Year 1 | $K * F$ | \$ 11,883 |
| M. Equipment cost after Year 1 tax savings | A-M | \$ 22,068 |
| N. Year 1 return on investment | $(I * 12) / M$ | 180% |

*Based on purchase price of Biovision's Arthro+ Mobility suite as of January 1, 2023
 Section 179 provisions effective for U.S. practices for purchases made on or after January 1, 2023