

4-18-1973

Stock Computation Using Two Methods

Statitrol Corporation

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STOCK COMPUTATION

4/18/73

METHOD I - USING TAX LOSS CARRYFORWARD

| | | |
|--------------------------------|------------------------|----------------|
| LAST 6 MONTHS PRE-TAX - PROX - | | 212,900 |
| | x2 = | 425,800 |
| LESS TAX LOSS CARRYFORWARD = | | <u>160,000</u> |
| | = NET TAXABLE | 265,800 |
| | (x 55.44% -7,150.00) = | 147,359 |
| | | - 7,150 |
| | TAX = | <u>140,209</u> |

| | |
|-----------------|----------------|
| PRE-TAX | 425,800 |
| LESS TAX | <u>140,209</u> |
| NET AFTER TAX = | 285,591 |

x 7.1 = 2,027,696

÷ 76,998 SHARES = \$26.33/Share

METHOD II - WITHOUT TAX LOSS CARRYFORWARD

| | |
|-----------------------|----------------------|
| PRE-TAX INCOME = | 425,800 |
| x 55.44% - 7,150.00 = | 236,063.52 |
| | - 7,150.00 |
| | <u>228,914.00</u> |
| x 7.1 = | 1,625,289.00 |
| ÷ 76,998 SHARES = | <u>\$21.11/Share</u> |

$$\begin{array}{r}
 425,800 \\
 - 228,914 \\
 \hline
 196,886 \\
 \times 7.1 \\
 \hline
 1,397,891 \\
 \hline
 76,998 \\
 \hline
 = 18.15
 \end{array}$$