

# **2023 TAX RETURN DOCUMENTATION**

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**NaviFloor Robotics, Inc.**

Delaware C-Corporation

EIN: 81-3456789

Tax Year: 2023

### **1. CORPORATE INFORMATION**

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1. Legal Name: NaviFloor Robotics, Inc.

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2. Principal Business Address: 2500 Innovation Drive, Wilmington, DE 198

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3. Date of Incorporation: March 15, 2018

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4. State of Incorporation: Delaware

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5. Entity Classification: C-Corporation

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6. Fiscal Year End: December 31

## **2. FINANCIAL SUMMARY**

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1. Gross Revenue: \$32,500,000

- - 2 -

2. Cost of Goods Sold: \$14,625,000

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3. Operating Expenses: \$12,375,000

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4. Research & Development Credits: \$1,850,000

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5. Net Income Before Tax: \$5,500,000

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6. Effective Tax Rate: 21%

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7. Total Tax Liability: \$1,155,000

### **3. TAX FILING STATUS**

- - 3 -

## 1. Federal Returns

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Form 1120: U.S. Corporation Income Tax Return

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Form 6765: Credit for Increasing Research Activities

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Form 8832: Entity Classification Election

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Form 5471: Information Return of U.S. Persons With Respect to Certain For

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## 2. State Returns

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Delaware Corporate Income Tax Return

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California Foreign Corporation Tax Return

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Massachusetts Foreign Corporation Excise Tax Return

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Texas Franchise Tax Report

#### **4. TAX CREDITS AND DEDUCTIONS**

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1. Research & Development

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Qualified research expenses: \$8,750,000

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Base amount: \$6,900,000

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Current year credit: \$1,850,000

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## 2. Equipment Depreciation

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Section 179 expensing: \$1,050,000

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Bonus depreciation: \$2,750,000

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Regular MACRS depreciation: \$875,000

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## 3. Employment Credits

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Work Opportunity Tax Credit: \$125,000

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Employee Retention Credit: \$275,000

## **5. INTERNATIONAL TAX CONSIDERATIONS**

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### **1. Foreign-Derived Intangible Income (FDII)**

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Qualified foreign sales: \$7,500,000

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FDII deduction claimed: \$937,500

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### **2. Transfer Pricing**

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Intercompany transactions documented

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Transfer pricing study completed December 2023

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Arm's length pricing methodology applied

## **6. STATE TAX APPORTIONMENT**

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1. Revenue Attribution

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Delaware: 15%

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California: 35%

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Massachusetts: 30%

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Texas: 20%

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## 2. Nexus Analysis

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Physical presence in 4 states

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Economic nexus in 12 states

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Sales tax collection obligations in 15 states

## **7. SUPPORTING DOCUMENTATION**

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## 1. Financial Statements

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Audited annual financial statements

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Quarterly financial reports

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Trial balance and general ledger

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## 2. Tax Workpapers

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Tax provision calculations

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Permanent and temporary difference analysis

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NOL and credit carryforward schedules

## **8. CERTIFICATION**

The undersigned officers hereby certify that this tax documentation package is complete and accurate to the best of their knowledge and belief as of the date below.

Certified by:

—

James Wilson

Chief Financial Officer

Date: March 15, 2024

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Sarah Chen

Chief Executive Officer

Date: March 15, 2024

## **9. DISCLAIMER**

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