EXHIBIT 1

Maximizing Favorable Capital Gains Tax Treatment: Sample Scenarios

Examples 1(a–c)
2006 Tax Calculations Using 15%/5%* Adjusted Net Capital Gain (ANCG) Tax Rates
Single Taxpayer Under Age 65

Example	1(a)			1(b)			1(c)		
Illustration of amount of ANCG taxed at 5%* in 2006	All			None			Part		
Non-ANCG income (interest, IRA/pension income)	$15,000			$48,450			$28,450		
ANCG	24,000			24,000			24,000		
Adjusted gross income (AGI)	39,000			72,450			52,450		
Less: standard deduction	-5,150			-5,150			-5,150		
Less: personal exemption	-3,300			-3,300			-3,300		
Taxable income (TI)	$30,550			$64,000			$44,000		
Gross tax liability (GTL) per 2006 tax rate schedule:	TI		GTL	TI		GTL	TI		GTL
Non-ANCG ordinary income taxed at regular rates (TI-ANCG)	$6,550		$655	$40,000		$6,557	$20,000		$2,622
ANCG taxed at favorable rates:									
• TI available in 15% bracket (up to $30,650)	24,000	x 5%* =	1,200	0	x 5%* =	0	10,650	x 5%* =	533
• TI greater than 15% bracket (> $30,650)	0	x 15% =	0	24,000	x 15% =	3,600	13,350	x 15% =	2,003
	$30,550		$1,855	$64,000		$10,157	$44,000		$5,158

* Taxed at 0% from 2008 to 2010.

Examples 2(a–d)
2006 Tax Calculations Using 15%/5%* Adjusted Net Capital Gain (ANCG) Tax Rates
Non-Social Security Recipient, Single, Under Age 65

Example	2(a)			2(b)			2(c)			2(d)		
Illustration of	Non-ANCG Income Limit to Maximize 5%* Rate in 2006						ANCG Limit to Maximize 5%* Rate in 2006					
As a function of amount of Non-ANCG/ANCG limited to	Standard Deduction + Exemption			Other Deductions + Exemption			Standard Deduction + Exemption			Other Deductions + Exemption		
Non-ANCG income (interest, IRA/pension income)	$8,450			$14,300			$0			$0		
ANCG	30,650			30,650			39,100			51,000		
Gross income	39,100			44,950			39,100			51,000		
Less: deductions for adjusted gross income	0			-1,000			0			-1,000		
Adjusted gross income (AGI)	39,100			43,950			39,100			50,000		
Less: standard deduction/itemized deductions	-5,150			-10,000			-5,150			-16,050		
Less: personal exemption	-3,300			-3,300			-3,300			-3,300		
Taxable income (TI)	$30,650			$30,650			$30,650			$30,650		
Gross tax liability (GTL) per 2006 tax rate schedule:	TI		GTL	TI		GTL	TI		GTL	TI		GTL
Non-ANCG ordinary income taxed at regular rates (TI-ANCG)	$0		$0	$0		$0	$0		$0	$0		$0
ANCG taxed at favorable rates:												
• TI available in 15% bracket (up to $30,650)	30,650	x 5%* =	1,533	30,650	x 5%* =	1,533	30,650	x 5%* =	1,533	30,650	x 5%* =	1,533
• TI greater than 15% bracket (> $30,650)	0	x 15% =	0	0	x 15% =	0	0	x 15% =	0	0	x 15% =	0
	$30,650		$1,533	$30,650		$1,533	$30,650		$1,533	$30,650		$1,533

* Taxed at 0% from 2008 to 2010.

Examples 3(a–c)
2006 Tax Calculations Using 15%/5%* Adjusted Net Capital Gain (ANCG) Tax Rates
Social Security Recipient, Single, Age 65 or Older

Example	3(a)			3(b)			3(c)		
Data used for Non-ANCG income based on	Estimated 2006 Median Data						Estimated 2006 Mean Data		
Estimated Social Security	$11,000			$11,000			$11,300		
Non-ANCG income (interest, IRA/pension income)	$5,000			$5,000			$14,000		
Non-ANCG income: taxable Social Security	$4,500			$9,350			$4,500		
ANCG	23,500			30,650			14,350		
Gross income	33,000			45,000			32,850		
Less: deductions for adjusted gross income	0			0			0		
Adjusted gross income (AGI)	33,000			45,000			32,850		
Less: standard deduction/itemized deductions	-6,400			-6,400			-6,400		
Less: personal exemption	-3,300			-3,300			-3,300		
Taxable income (TI)	$23,300			$35,300			$23,150		
Gross tax liability (GTL) per 2006 tax rate schedule:	TI		GTL	TI		GTL	TI		GTL
Non-ANCG ordinary income taxed at regular rates (TI-ANCG)	$0		$0	$4,650		$465	$8,800		$942
ANCG taxed at favorable rates:									
• TI available in 15% bracket (up to $30,650)	23,300	x 5%* =	1,165	26,000	x 5%* =	1,300	14,350	x 5%* =	718
• TI greater than 15% bracket (> $30,650)	0	x 15% =	0	4,650	x 15% =	698	0	x 15% =	0
	$23,300		$1,165	$35,300		$2,463	$23,150		$1,660

* Taxed at 0% from 2008 to 2010.