

ZenFi Networks, Inc.
Tariff NY PSC No. 1
Effective Date: September 27, 2014

Leaf No. 40
Revision: 0
Superseding Revision:

29.0 Characterization of Rent for United States Federal Income Tax Purposes; Reporting.

- 29.1 A Service Order will be treated as a true lease for United States federal income tax purposes, and the Service Order will constitute a Section 467 rental agreement as defined in Section 467(d) of the Code.
- 29.2 The Parties to a Service Order shall report Rent to the Internal Revenue Service in accordance with Section 29.3 of this Tariff.
- 29.3 Allocation of Rent: Rent represents total rent for the Lease Term and is to be allocated on a pro-rata basis to each Rental Period. Such allocation is intended to constitute an allocation of fixed rent within the meaning of Treasury Regulation Section 1.467-1(c)(2)(ii)(A).

End of Section

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