



**ADVANCED
FIBER TECHNOLOGY**

2006/2007 Energy Tax Credit

On August 8, 2005, President Bush signed the Energy Policy Act, containing provisions that will help families save money and energy by implementing home conservation measures. Adding insulation is one of those measures.

To qualify, the project must meet or exceed the 2000 International Energy Conservation Code (IECC) and amendments. A Manufacturer's Certificate is also required.

(See the next page. It is also downloadable on our website www.advancedfiber.com)

The tax credit is 10% up to \$500. Installation costs are not included. This applies to tax years 2006 and 2007. For tax purposes, save your material receipt and Manufacturer's Certification statement. The IRS has provided guidance for consumers on IRS Notice 2006-26. If you have any additional questions, please contact a tax advisor.

Contractors only need to provide the homeowner a copy of the Manufacturer's Certificate and an invoice with the cost of material shown separately.



Manufacturer's Certification for Eligible Building Envelope Components

Advanced Fiber Technology, manufacturer of AFT Loose-fill Cellulose Insulation and AFT Stabilized Cellulose Insulation, certifies our compliance as Eligible Building Envelope Components for tax credits for non-business energy property under § 25C of the Internal Revenue Code.

The Eligible Building Envelope Component credit for qualified energy efficiency improvements is allowed for an insulation material that "is specifically and primarily designed to reduce heat loss or gain of a dwelling unit when installed in or on the dwelling."

The Energy Policy Act of 2005 provides a credit against taxes for 2006 and 2007 taxable years in an amount equal to ten (10) percent of the amount paid or incurred by the taxpayer for qualified energy efficiency improvements installed during the taxable year. The maximum amount of the credit is \$500 for all taxable years. The credit applies to property placed in service after December 31, 2005 and before January 1, 2008.

This certification statement is provided in printable form on the www.advancedfiber.com website. Retain this certification along with financial records for tax recordkeeping purposes.

Under penalties of perjury, I declare that I have examined this certification statement, and to the best of my knowledge and belief, the facts are true, correct, and complete.

Doug Leuthold,
AFT President

"Helping our environment by converting today's wastepaper into tomorrow's products."

* Upon request a copy of this document containing the authentic signature can be obtained *