Concept Overview

How the OZ Tax Benefit Works

The Starting Point: Capital Gains

When an investor sells an asset (stock, business, property) for a profit, they normally owe taxes immediately. By rolling that gain into an **Opportunity Fund**, they unlock three benefits:

1

Wait to Pay

Deferral

The tax bill on the original profit is pushed back **5 years** from the date of investment.

Keeps capital working longer

2

Pay Less Tax

Reduction

When the bill comes due in year 5, the taxable amount is reduced.

Standard OZ	10% Off
Rural Bonus	30% Off

3

Pay Zero on Growth

Exclusion

If held for **10+ years**, any new appreciation on the investment is **100% tax-free**.

The primary investor incentive