



Location:	Texas	Acquisition Date:	January 2018
Industry:	Manufacturing	Investment Size:	\$2,076,000
Company:	Waples Precision Services, LLC	Investment Term:	42 Months

Background:

Waples Precision Services, LLC ("WPS") provides custom metal fabrication for commercial and machining markets in the North Central Texas region primarily for the energy mining, and aerospace industries. The company provides machining, laser cutting, welding, shearing, breaking, and assembly services along with other services requested by clients. Waples was formed by combining a number of diverse, successful manufacturers. This has resulted in a full service facility with a wide variety of manufacturing capabilities.



Collateral:

Lease proceeds were used to acquire computer numerical control, lathe, robotics and precision inspection equipment. The new equipment is an upgrade from existing machinery, which has been in place for approximately ten years. New equipment significantly improves operating efficiencies and profitability margins. Arboretum Investment Advisors ("Arboretum IA") has a first priority lien on financed equipment. The collateral has a long useful life in excess of 15 years, and an active secondary market. The equipment is manufactured by Okuma, Tsugami, Okuma, and Zeiss Contura.



The company is purchasing the equipment to fulfill new contracts and existing backlog. The company is projecting that half of the equipment shall be used for new customers and the other half will help fulfill the backlog from existing customers. WPS expects the equipment will generate an additional multiple in revenue and gross profit.



The transaction is structured as a fair market value lease with a floor. On expiration, the company is required to purchase the equipment for its then fair market value, no less than 20% of original cost, or continue leasing. Due to the long economic life of the equipment relative to the lease term, Arboretum IA expects potential yield upside on maturity of the lease.



About the Sponsor:

Arboretum Investment Advisors, LLC ("Arboretum IA") is an alternative asset manager dedicated to non-correlated investment strategies, built to diversify investor portfolios, thereby striving to create a better investor experience. Arboretum IA currently provides asset management and asset servicing to third party fund managers and works with a diverse array of clients including retail investors, private wealth managers and family offices. Arboretum IA is a Registered Investment Advisor and is charged with asset management and oversight of over \$225M as of December 31, 2018.

General Disclosures

This is neither an offer to sell nor a solicitation of an offer to buy the securities described herein. An offering is made only by the prospectus. This sales and advertising literature must be read in conjunction with the prospectus in order to understand fully all of the implications and risks of the offering of securities to which it relates. A copy of the prospectus must be made available to you in connection with this offering. You should purchase units only if you meet all of the investor suitability requirements and are prepared to hold your investment for the entire term.



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All entities are affiliated.*

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An investment in SQN Asset Income Fund V, LP involves a high degree of risk and there can be no assurance that the investment objectives of this program will be attained. Some of the risks associated with this offering include the following: no prior operating history; “blind pool” offering; this is a “best efforts” offering and some or all of our shares may not be sold; our ability to diversify our portfolio will depend on our ability to raise funds in this offering; no public market currently exists for our shares; it may be difficult to sell your shares, and if you do, it will likely be at a substantial discount; fees to affiliates, illiquidity, leveraging, and performance may be affected by unanticipated declines in residual value or changes in the market; there are material federal income tax risks associated with the offering of the fund’s units; Investors will be required to bear the financial risks of this investment for an indefinite period of time. A substantial portion, and possibly all, of the cash distributions you receive from the

fund will be a return of capital and not a return on capital, and the amount and rate of cash distributions could vary and are not guaranteed; the amounts paid as cash distributions will reduce the amount of funds available for investment in equipment, as a result investors should not need to rely on the cash distributions as a regular source of cash.

Neither the Securities and Exchange Commission, nor any state securities regulator has approved or disapproved of these securities or determined if the prospectus is truthful or complete. The fund is not registered under the investment company act. Accordingly, the act’s provisions (which, among other matters, require investment companies to have a majority of disinterested directors) will not be applicable. Any representation to the contrary is a criminal offense. Images are for illustrative purposes only.