

ANNUAL FINANCIAL REPORT  
ON SBA FORM 468  
(CORPORATE SBICs)

OMB Approval No 3245-0063  
Expiration Date mm/dd/yyyy

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NAME OF LICENSEE:

---

LICENSE NUMBER:

---

STREET ADDRESS:

---

CITY, STATE, AND ZIP CODE

---

COUNTY:

---

EMPLOYER ID NUMBER:

---

FOR THE REPORTING PERIOD ENDED:

MONTHS:

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A - FUND FOCUS

---

B - OWNERSHIP

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STATEMENT OF FINANCIAL POSITION  
AS OF \_\_\_\_\_  
(Amounts rounded to nearest dollar)

OMB Approval No. 3245-0063  
Expiration Date mm/dd/yyyy

Name of Licensee: Name of Licensee

License No.: 00/00-0000

**ASSETS**

<u>LOANS AND INVESTMENTS:</u>	<u>COST</u> (Col. 1)	<u>UNREALIZED DEPRECIATION</u> (Col. 2)	<u>UNREALIZED APPRECIATION</u> (Col. 3)	<u>VALUE (1)</u> (Col. 4)
<u>Portfolio Securities:</u>				
1 Loans	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
2 Debt Securities	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
3 Equity Securities	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
<b>4 TOTAL PORTFOLIO SECURITIES</b>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
<u>Assets Acquired in Liquidation of Portfolio Securities:</u>				
5 Receivables from Sale of Assets Acquired	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
6 Assets Acquired	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
<b>7 TOTAL ASSETS ACQUIRED</b>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
8 Operating Concerns Acquired	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
9 Notes and Other Securities Received	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
<b>10 TOTAL LOANS AND INVESTMENTS</b>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
11 Less Current Maturities				<input type="text"/>
12 Loans and Investments Net of Current Maturities				<input type="text"/>
<u>Investment in 301(d) Licensee (2):</u>				
13 Name <input style="width: 300px;" type="text"/>				<input type="text"/>
License No. <input style="width: 100px;" type="text"/>				
<b>CURRENT ASSETS</b>				
14 Cash and Cash Equivalents		<input type="text"/>		
15 Invested Idle Funds			<input type="text"/>	
16 Interest and Dividends Receivable		<input type="text"/>		
17 Notes and Accounts Receivable		<input type="text"/>		
18 Receivables from Parent or Other Associates		<input type="text"/>		
19 Less: Allowance for Losses (lines 16, 17 and 18)			<input type="text"/>	
20 Current Maturities of Portfolio Securities		<input type="text"/>		
21 Current Maturities of Assets Acquired		<input type="text"/>		
22 Current Maturities of Operating Concerns Acquired		<input type="text"/>		
23 Current Maturities of Other Securities		<input type="text"/>	<input type="text"/>	
24 Other (specify) <input style="width: 300px;" type="text"/>			<input type="text"/>	
25 Other (specify) <input style="width: 300px;" type="text"/>			<input type="text"/>	<input type="text"/>
<b>OTHER ASSETS</b>				
26 Net Furniture and Equipment			<input type="text"/>	
27 Net Leverage Fees			<input type="text"/>	
28 Other (specify) <input style="width: 300px;" type="text"/>			<input type="text"/>	
29 Other (specify) <input style="width: 300px;" type="text"/>			<input type="text"/>	<input type="text"/>
<b>30 TOTAL ASSETS</b>				<input type="text"/>

(1) Column Headings apply to items 1 through 12 only. (Cost - Unrealized Depreciation + Unrealized Appreciation = Value)  
(2) Note to item 13 should include percent owned, cost basis and changes resulting from equity method of accounting.

STATEMENT OF FINANCIAL POSITION  
AS OF \_\_\_\_\_  
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Name of Licensee: Name of Licensee

License No.: 00/00-0000

**LIABILITIES AND CAPITAL**

**LONG-TERM DEBT**

31 Notes and Debentures Payable to or Guaranteed by SBA			
32 Notes and Debentures Payable to Others			
33 a. 4% Redeemable Preferred Stock (301(d) Licensees only)			
b. Cumulative Undeclared 4% Dividends			

**CURRENT LIABILITIES**

34 Accounts Payable			
35 Due to Parent or Other Associates			
a. Management Expenses Due to Associates			
b. Other Due to Associates			
36 Accrued Interest Payable			
37 Accrued Taxes Payable			
38 Dividends Payable			
39 Short-term Notes Payable/Lines of Credit			
40 Other (specify) _____			
41 Other (specify) _____			

**OTHER LIABILITIES**

42 Deferred Credits			
43 Other (specify) _____			
44 Other (specify) _____			
<b>45 TOTAL LIABILITIES</b>			

**CAPITAL**

46 Capital Stock			
47 Paid-in Surplus			
48 Restricted Contributed Capital Surplus			
49 Capital Stock and Surplus			
50 3% Preferred Stock Purchased by SBA			
51 Unrealized Gains (Loss) on Securities Held			
52 Non-Cash Gains/Income			
53 Undistributed Net Realized Earnings:			
a. Restricted (Equal to Cost of Treasury Stock)			
b. Unrestricted			
c. Total (53a plus 53b)			
54 Undistributed Realized Earnings (line 52 plus line 53c)			
<b>55 Total</b>			
56 Less: Cost of Treasury Stock			
<b>57 TOTAL CAPITAL</b>			
<b>58 TOTAL LIABILITIES AND CAPITAL (LINES 45 AND 57)</b>			

STATEMENT OF OPERATIONS REALIZED  
FOR MONTHS ENDED  
(Amounts rounded to nearest dollar)

OMB Approval No. 3245-0063  
Expiration Date mm/dd/yyyy

Name of Licensee:	License No.:
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**INVESTMENT INCOME**

1 Interest Income		
2 Dividend Income		
3 Income (Loss) from Investments in Partnerships/Flow-through Entities		
4 Income (Loss) from Investment in Section 301(d) Licensee		
5 Fees for Management Services		
6 Application, Closing and Other Fees		
7 Interest on Cash Equivalents and Invested Idle Funds		
8 Income from Assets Acquired in Liquidation of Loans and Investments (net of \$ Expenses)		
9 Other Income		
<b>10 GROSS INVESTMENT INCOME</b>		

**EXPENSES**

11 Interest Expense			
a. Interest Expense -- SBA Debentures			
b. Other Interest Expense			
12 Commitment Fees & Other Financial Costs			
13 Compensation and Benefits (Officer and Employee)			
14 Investment Advisory and Management Services			
15 Director's and Stakeholder's Meetings			
16 Appraisal and Investigation			
17 Advertising, Communication and Travel			
18 Cost of Space Occupied			
19 Depreciation and Amortization			
a. Amortization of Leverage Fees			
b. Other Depreciation and Amortization.			
20 Insurance			
21 Payroll and Other Taxes			
22 Provision for Losses on Receivables (excluding loans receivable)			
23 Legal Fees			
24 Audit and Examination Fees			
25 Miscellaneous Expenses			
a. Misc. #1			
b. Misc. #2			
c. Misc. #3			
d. Misc. #4			
e. Misc. #5			
f. Misc. #6			
<b>26 TOTAL EXPENSES</b>			
<b>27 NET INVESTMENT INCOME (LOSS)</b>			
<b>28 NET REALIZED GAIN (LOSS) ON INVESTMENTS (1)</b>			
<b>29 NET INCOME (LOSS) BEFORE NONRECURRING ITEMS</b>			
<b>30 NET INCOME (LOSS) BEFORE INCOME TAXES AND NONRECURRING ITEMS</b>			
31 Income Tax Expense (Benefit)			
32 Extraordinary Item			
33 Cumulative Effect of Change in Accounting Principle			
<b>34 NET INCOME (LOSS)</b>			

(1) Provide supporting detail for all realized gains and losses on Page 13P of this form.

STATEMENT OF CASH FLOWS  
 FOR MONTHS ENDED  
 (page 1 of 2)  
 (Amounts rounded to nearest dollar)

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 Expiration Date mm/dd/yyyy

Name of Licensee:	License No.:
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**OPERATING ACTIVITIES:**

**Cash Inflows:**

- |  |  |
|--|--|
| 1 Interest Received from Portfolio Concerns            |  |
| 2 Dividends Received from Portfolio Concerns           |  |
| 3 Other Income Received from Portfolio Concerns        |  |
| 4 Management Services and Other Fees Received          |  |
| 5 Interest on Cash Equivalents and Invested Idle Funds |  |
| 6 Cash Received from Assets Acquired in Liquidation    |  |
| 7 Other Operating Cash Receipts                        |  |

**Cash Outflows:**

- |   |  |
|---|--|
| 8 Interest Paid   |  |
| 9 Commitment Fees and Other Financial Costs                     |  |
| 10 Investment Advisory and Management Fees                      |  |
| 11 Officers, Directors and Employees' Compensation and Benefits |  |
| 12 Operating Expenditures (excluding compensation and benefits) |  |
| 13 Income Taxes Paid  |  |
| 14 Other Operating Cash Disbursements                           |  |

**15 NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES**

**INVESTING ACTIVITIES:**

**Cash Inflows:**

- |   |  |
|---|--|
| 16 Loan Principal Payments Received from Portfolio Concerns   |  |
| 17 Returns of Capital Received from Portfolio Concerns        |  |
| 18 Net Proceeds from Disposition of Portfolio Securities      |  |
| 19 Liquidation of Idle Funds Investments                      |  |
| 20 Other (Specify) <input style="width: 400px;" type="text"/> |  |

**Cash Outflows:**

- |   |  |
|---|--|
| 21 Purchase of Portfolio Securities                           |  |
| 22 Loans to Portfolio Concerns                                |  |
| 23 Idle Funds Investments                                     |  |
| 24 Other (Specify) <input style="width: 400px;" type="text"/> |  |

**25 NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES**

**FINANCING ACTIVITIES:**

**Cash Inflows:**

- |   |  |
|---|--|
| 26 Proceeds from Issuance of SBA-Guaranteed Debentures        |  |
| 27 Proceeds from Non-SBA Borrowing                            |  |
| 28 Proceeds from Sale of Stock or Other Capital Contribution  |  |
| 29 Other (Specify) <input style="width: 400px;" type="text"/> |  |

**Cash Outflows:**

- |   |  |
|---|--|
| 30 SBA Leverage Fees  |  |
| 31 Principal Payments on SBA-Guaranteed Debentures            |  |
| 32 Principal Payments on Non-SBA Borrowing                    |  |
| 33 Redemption of 4% Preferred Stock                           |  |
| 34 Redemption of 3% Preferred Stock                           |  |
| 35 Redemption of Stock (excluding 3% and 4% Preferred)        |  |
| 36 Dividends Paid   |  |
| 37 Other (Specify) <input style="width: 400px;" type="text"/> |  |

**38 NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES**

STATEMENT OF CASH FLOWS  
 FOR MONTHS ENDED  
 (page 2 of 2)  
 (Amount rounded to nearest dollar)

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Name of Licensee:	License No.:
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39 INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	<input style="width: 90%;" type="text"/>
40 CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	<input style="width: 90%;" type="text"/>
41 CASH AND CASH EQUIVALENTS AT END OF PERIOD (line 14, page 2C)	<input style="width: 90%;" type="text"/>

**RECONCILIATION OF NET INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:**

42 Net Income (Loss) (line 34, page 4C)	<input style="width: 95%;" type="text"/>
---	--

**Adjustments to Reconcile Net Income (Loss) to Net Cash Provided By (Used in) Operating Activities:**

43 Depreciation and Amortization (line 19, page 4C)	<input style="width: 95%;" type="text"/>
44 Provision for Losses on Accounts Receivable (line 22, page 4C)	<input style="width: 95%;" type="text"/>
45 Provision for Deferred Income Taxes	<input style="width: 95%;" type="text"/>
46 Realized (Gains) Losses on Investments (line 28, page 4C)	<input style="width: 95%;" type="text"/>
47 Other (Specify) <input style="width: 400px;" type="text"/>	<input style="width: 95%;" type="text"/>

**Changes in Operating Assets and Liabilities Net of Noncash Items:**

48 (Increase) Decrease in Interest and Dividends Receivable	<input style="width: 95%;" type="text"/>
49 (Increase) Decrease in Other Current Assets	<input style="width: 95%;" type="text"/>
50 Increase (Decrease) in Accounts Payable	<input style="width: 95%;" type="text"/>
51 Increase (Decrease) in Accrued Interest Payable	<input style="width: 95%;" type="text"/>
52 Increase (Decrease) in Accrued Taxes Payable	<input style="width: 95%;" type="text"/>
53 Increase (Decrease) in Dividends Payable	<input style="width: 95%;" type="text"/>
54 Increase (Decrease) in Other Current Liabilities	<input style="width: 95%;" type="text"/>
55 Other (Specify) <input style="width: 400px;" type="text"/>	<input style="width: 95%;" type="text"/>
56 Other (Specify) <input style="width: 400px;" type="text"/>	<input style="width: 95%;" type="text"/>

57 NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES (total must agree with line 15, page 5C)	<input style="width: 95%;" type="text"/>
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Supplemental disclosure of non-cash financing and investing activities may be required.  
 See FASB Statement No. 95, paragraph 32.

STATEMENT OF STOCKHOLDER'S EQUITY  
AS OF

OMB Approval No. 3245-0063  
Expiration Date mm/dd/yyyy

(page 1 of 2)

(Amount rounded to nearest dollar)

Name of Licensee:

License No.:

**PART I. CAPITAL STOCK AND PAID-IN SURPLUS**

	<u>CAPITAL STOCK</u>	<u>PAID-IN SURPLUS</u>	<u>TOTAL</u>
	(page 3C, line 46)	(page 3C, line 47)	
<b>1 BALANCE AT BEGINNING OF PERIOD</b>	<input type="text"/>	<input type="text"/>	<input type="text"/>
<b>2 ADDITIONS:</b>			
a. Capital stock issued for cash	<input type="text"/>	<input type="text"/>	<input type="text"/>
b. Capital stock issued for services rendered	<input type="text"/>	<input type="text"/>	<input type="text"/>
c. Capital stock issued for contributed non-cash assets	<input type="text"/>	<input type="text"/>	<input type="text"/>
d. Capitalization of Retained Earnings Available for Distribution	<input type="text"/>	<input type="text"/>	<input type="text"/>
e. Gain on Sale of Treasury Stock	<input type="text"/>	<input type="text"/>	<input type="text"/>
f. Other credits (specify) <input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
<b>3 Total additions (sum of 2a through 2f)</b>	<input type="text"/>	<input type="text"/>	<input type="text"/>
<b>4 Subtotal (line 1 plus line 3)</b>	<input type="text"/>	<input type="text"/>	<input type="text"/>
<b>5 DEDUCTIONS:</b>			
a. Retirement of capital stock	<input type="text"/>	<input type="text"/>	<input type="text"/>
b. Return of capital distributions	<input type="text"/>	<input type="text"/>	<input type="text"/>
c. Loss on sale of Treasury Stock	<input type="text"/>	<input type="text"/>	<input type="text"/>
d. Other debits (specify) <input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
<b>6 Total deductions (sum of 5a through 5d)</b>	<input type="text"/>	<input type="text"/>	<input type="text"/>
<b>7 BALANCE AT END OF PERIOD (line 4 minus line 6)-- total must agree with lines 46 and 47, page 3C</b>	<input type="text"/>	<input type="text"/>	<input type="text"/>

**PART II. UNDISTRIBUTED REALIZED EARNINGS**

	<u>NON-CASH GAINS/ INCOME</u>	<u>UNDISTRIBUTED NET REALIZED EARNINGS</u>	<u>UNDISTRIBUTED REALIZED EARNINGS</u>
	(1)	(2)	(1)+(2)
<b>1 BALANCE AT BEGINNING OF PERIOD</b>	<input type="text"/>	<input type="text"/>	<input type="text"/>
<b>2 ADDITIONS:</b>			
a. Net investment income	<input type="text"/>	<input type="text"/>	<input type="text"/>
b. Realized gain (loss) on investments	<input type="text"/>	<input type="text"/>	<input type="text"/>
c. Gain on appreciation of securities distributed in kind	<input type="text"/>	<input type="text"/>	<input type="text"/>
d. Other (specify) <input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
<b>3 Total additions (sum of 2a through 2d)</b>	<input type="text"/>	<input type="text"/>	<input type="text"/>
<b>4 Subtotal (line 1 plus line 3)</b>	<input type="text"/>	<input type="text"/>	<input type="text"/>
<b>5 DEDUCTIONS:</b>			
a. Dividends - Cash	<input type="text"/>	<input type="text"/>	<input type="text"/>
b. Dividends - Stock	<input type="text"/>	<input type="text"/>	<input type="text"/>
c. Dividends - In-Kind (at fair value)	<input type="text"/>	<input type="text"/>	<input type="text"/>
d. Capitalization of Retained Earnings Available for Distribution	<input type="text"/>	<input type="text"/>	<input type="text"/>
e. Other (specify) <input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
<b>6 Total deductions (sum of 5a through 5e)</b>	<input type="text"/>	<input type="text"/>	<input type="text"/>
<b>7 Total before collection of non-cash gains/income(line 4 minus line 6)</b>	<input type="text"/>	<input type="text"/>	<input type="text"/>
<b>8 Collection of non-cash gains/income</b>	<input type="text"/>	<input type="text"/>	<input type="text"/>
<b>9 BALANCE AT END OF PERIOD (line 7 plus line 8)-- totals must agree with lines 52, 53c and 54, page 3C</b>	<input type="text"/>	<input type="text"/>	<input type="text"/>



I. RETAINED EARNINGS AVAILABLE FOR DISTRIBUTION  
 II. REGULATORY AND LEVERAGEABLE CAPITAL  
 AS OF

OMB Approval No. 3245-0063  
 Expiration Date mm/dd/yyyy

(Amounts rounded to nearest dollar)

Name of Licensee:

License No.:

**PART I. RETAINED EARNINGS AVAILABLE FOR DISTRIBUTION OR CAPITALIZATION**

- |  |            |
|--|------------|
| 1 Undistributed Net Realized Earnings (line 53b, page 3C)  | [ ]        |
| 2 LESS: Unrealized Depreciation (line 10, column 2, page 2C)   | [ ]        |
| 3 ADD: Cumulative Unpaid Distributions on 4% Redeemable Preferred Stock--Section 301(d) Licensees only (line 33b, page 3C) | [ ]        |
| <b>4 RETAINED EARNINGS AVAILABLE FOR DISTRIBUTION OR CAPITALIZATION</b>  | <b>[ ]</b> |

**PART II. SCHEDULE OF REGULATORY AND LEVERAGEABLE CAPITAL**

- |   |            |
|---|------------|
| 1 Capital Stock and Paid-in Surplus (sum of lines 46 and 47, page 3C)   | [ ]        |
| 2 ADD: Unfunded binding commitments from Institutional Investors  | [ ]        |
| 3 LESS: Regulatory Deductions   |            |
| a. Organization Expenses Not Approved by SBA (1)  | [ ]        |
| b. Capital Stock Issued for Services  | [ ]        |
| c. Capital Stock Issued for Non-cash Assets (unless approved by SBA for inclusion in Regulatory Capital or converted to cash) | [ ]        |
| d. Treasury Stock at Cost   | [ ]        |
| e. Other (specify) [ ]  | [ ]        |
| 4 Total Regulatory Deductions (Sum of 3a through 3e)  | [ ]        |
| 5 Other Adjustments Adjustments to Regulatory Capital (specify) [ ]   | [ ]        |
| <b>6 REGULATORY CAPITAL (sum of lines 1, 2, 4, and 5)</b>   | <b>[ ]</b> |
| 7 LESS: Unfunded binding commitments from Institutional Investors   | [ ]        |
| 8 LESS: Non-cash assets included in Regulatory Capital, other than eligible investments in Small Concerns                     | [ ]        |
| 9 LESS: Other deductions (specify) [ ]  | [ ]        |
| <b>10 LEVERAGEABLE CAPITAL (sum of lines 6 through 9)</b>   | <b>[ ]</b> |

**PART IIa. ADJUSTMENT TO REGULATORY CAPITAL FOR CAPITAL IMPAIRMENT AND OVERLINE PURPOSES**

COMPLETE THIS PART IIa ONLY IF (1) LICENSEE HAS COMPLETED THE REPURCHASE OF ITS 3% PREFERRED STOCK FROM SBA, AND/OR (2) PURSUANT TO 13 CFR 107.740 (c), LICENSEE WISHES TO INCREASE ITS OVERLINE LIMITATION BY THE AMOUNT OF ITS NET UNREALIZED GAINS ON MARKETABLE SECURITIES. NOTE: Licensee must have positive Retained Earnings Available for Distribution at the time the increased overline limit is established.

- |  |            |
|--|------------|
| 11 REGULATORY CAPITAL (Part II, line 6)  | [ ]        |
| 12 ADD: Restricted Contributed Capital Surplus (line 49, page 3C)                            | [ ]        |
| <b>13 ADJUSTED REGULATORY CAPITAL FOR CAPITAL IMPAIRMENT PURPOSES (line 11 plus line 12)</b> | <b>[ ]</b> |
| 14 ADD: Net Unrealized Gains on Marketable Securities (2)                                    | [ ]        |
| <b>15 ADJUSTED REGULATORY CAPITAL FOR OVERLINE PURPOSES (line 11 plus line 12)</b>           | <b>[ ]</b> |

**NOTES**

- (1) Deduct only those organizational expenses which were not accepted as reasonable by SBA.
- (2) As defined in 13 CFR 107.740(c). Attach a schedule showing the following for each marketable security: name of Small Business Concern, Market in which traded, names of market makers for companies not listed on a stock exchange or NASDAQ, class of security, cost, valuation, and unrealized gain or loss in accordance with the requirements of Section 107.740(c).



SCHEDULE OF COMMITMENTS  
AS OF

OMB Approval No. 3245-0063  
Expiration Date mm/dd/yyyy

Name of Licensee						License No
1	2	3	4	5	6	7
Name of Small Business	Employer ID	Amount of Commitment	Date Made	Expiration Date	Loan, Debt, or Equity?	New investment or follow-on?
TOTAL						

SCHEDULE OF GUARANTEES  
AS OF

OMB Approval No. 3245-0063  
Expiration Date mm/dd/yyyy

Name of Licensee						License No
1	2	3	4	5	6	7
Name of Small Business / Employer ID	Guarantee Amount	Date Made	Expiration Date	Name of Guaranteed Party	Is guarantee collateralized? If so, by what?	Description of underlying obligation of Small Business
TOTAL						

**SCHEDULE 1**

**SCHEDULE OF LOANS AND INVESTMENTS  
AS OF**

OMB Approval No. 3245-0063  
Expiration Date mm/dd/yyyy

Name of Licensee: \_\_\_\_\_ License No 00/00-0000

Portfolio Company Name	Employer ID	% Own	% Vote	Cost at End of Period	Unrealized App (Dep)	Total Reported Value
------------------------	-------------	-------	--------	-----------------------	----------------------	----------------------

Name of Small Business Concern: 00-0000000

1st Date Invested: \_\_\_\_\_ Overline?: \_\_\_\_\_  
 Current stage of company: \_\_\_\_\_ IRR: \_\_\_\_\_  
 Exchange: \_\_\_\_\_ Stock Symbol: \_\_\_\_\_ (equity only)  
 NAICS: \_\_\_\_\_  
 If portfolio company's name changed through merger/acquisition or otherwise,  
 company name of original investment: \_\_\_\_\_  
 Address: \_\_\_\_\_  
 City/State: \_\_\_\_\_  
 Zip Code: \_\_\_\_\_ LMI: \_\_\_\_\_  
 Portfolio company comments:

**Portfolio Company Financial Condition (Unaudited)**

	Latest FY End	1 Yr Ago	2 Yrs Ago
As of Date:	12/31/2006	12/31/2005	12/31/2004
Revenues:			
EBITDA:			
Net Income:			
Cashflow from Operations:			
Cash Quarterly Burn Rate:			
Cash Balance:			
Debt:			
EOY Equity Value (Fair Market):			
EOY Enterprise Value:			
Full-time equivalent employees:			
Federal income taxes paid:			
State income taxes paid:			

**Portfolio Company Financing Rounds**

Date Closed	Security Issued	Post-Money Val. (\$M)	Total Round Size (\$M)	SBIC's Part (\$M)	Liquidation Preference (If Any)	Co-investors in Round:

**Loans and Investments (ordered by date ascending)**

Investment Date	Investment Type	Initial Invest. Amount	Cost at Beg. of Period	Additions/ (Deductions)	Description of Addition/Deduction	Cost at End of Period	Unrealized App (Dep)	Reported Value
<p><b>Other Notes:</b> Qualifies as start-up per CFR 107.50: _____                      Smaller Concern? _____ Equity Capital? _____</p> <p><b>Comments:</b> _____</p>						<p>Class I Appreciation Amount: _____                      Class II Appreciation Amount: _____                      If Class II, Date of Up Round?: _____</p>		
<p><b>Equity Information</b> Number of Shares: _____</p> <p>Type of Shares: _____ Market/Liquidity: _____</p> <p>Equity Features: _____</p>				<p><b>Loan/Debt Information</b> Delinquent? _____</p> <p>Maturity Date: _____ Interest Rate: _____</p> <p>Repay. Terms: _____</p> <p>Collateral: _____</p>				

Name of Licensee

License No

**1 A. SUMMARY OF LOANS AND INVESTMENTS**

1	2	3	4	5	6
Investment Category	Cost at Beginning of Period	Additions/ (Deductions)	Cost at End of Period	Unrealized Appreciation (Depreciation)	Reported Value
TOTAL LOANS (line 1, page 2C)					
TOTAL DEBT SECURITIES (line 2, page 2C)					
TOTAL EQUITY SECURITIES (line 3, page 2C)					
<b>TOTAL PORTFOLIO SECURITIES (line 4, page 2C)</b>					
TOTAL ASSETS ACQUIRED (line 7, page 2C)					
TOTAL OPERATING CONCERNS ACQUIRED (line 8, page 2C)					
TOTAL NOTES AND OTHER SECS. RECEIVED (line 9, page 2C)					
<b>TOTAL LOANS AND INVESTMENTS (line 10, page 2C)</b>					

**1 B. SMALLER ENTERPRISE FINANCINGS**

1 Cumulative dollar amount of Smaller Enterprise Financings extended between April 25, 1994 and close of reporting fiscal year.

2 Cumulative dollar amount of all Financings extended between April 25, 1994 and close of reporting fiscal year.

3 Percentage of total Financings extended to Smaller Enterprises (line 1 divided by line 2)

SEE 13 CFR 107.710 FOR PERCENTAGE OF TOTAL FINANCINGS WHICH MUST BE IN SMALLER ENTERPRISES.

SCHEDULE OF REALIZED GAINS AND  
LOSSES ON LOANS AND INVESTMENTS  
FOR \_\_\_\_\_ MONTHS ENDED \_\_\_\_\_

Name of Licensee \_\_\_\_\_

License No. \_\_\_\_\_

1	2	3	4	5	6	8		9	10
Name of Small Business / Employer ID	Security Type (1)	Transaction Type (2) / Date	Net Sales Price	Cost	Realized Gains/ (Loss)	Components of Net Sales Price			Name and Address of Purchaser (applies to sales and exchanges)
						Cash	Note / Maturity Date	Equity / Type	
_____		_____					_____	_____	
							_____	_____	
							Escrow Expires: _____		
TOTAL									

(1) Security Type: L = Loans, D = Debt, E = Equity, AA = Assets Acquired, OC = Operating concerns acquired, NS = Notes and Other Securities Received

(2) Transaction Type: S = Sale, E = Exchange, C = Charge-off, D = Distribution of Securities

Name of Licensee						License No
1	2	3	4	5	6	7
Name of Small Business / Employer ID	Description of Non-cash Gains/Income (1)	Balance at Beginning of Period	Additions	Collections During Period	Balance at End of Period	Amount of "Includible Non-cash Gain" for Capital Impairment
TOTAL						

(1) Examples of non-cash gains and income include the following:

- Non-cash gains on sale or exchange of securities
- Interest income accrued on deferred interest notes, zero coupon bonds or similar instruments
- Dividends received in kind
- Accrued interest converted into a new note or added to principal of an existing note. The amount of any such interest which was previously included in Undistributed Net Realized Earnings must be reclassified to Non-cash Gains/Income.



Name of Licensee										License No
1	2	3	4	5	6	7	8	9	10	11
Name of Small Business / Employer ID	Outstanding Principal Balance	Delinquent Principal:		Delinquent Interest:		Date of Last Payment		Amount of Last Payment		Fair Market Value of Collateral
		Amount Past Due	Days Past Due (1)	Amount Past Due	Days Past Due (1)	Principal	Interest	Principal	Interest	
<b>TOTAL</b>										

(1) Based on oldest delinquency.

Name of Licensee

License No

**COMPLETE SCHEDULE ONLY IF LICENSEE HAS, OR PLANS TO APPLY FOR, SBA LEVERAGE**

**I. U.S. GOVERNMENT OBLIGATIONS (direct or guaranteed)**

Description	Maturity Date	Amount

**II. REPURCHASE AGREEMENTS WITH FEDERALLY-INSURED INSTITUTION**

Name and Location of Financial Institution	Maturity Date	Amount

**III. CERTIFICATES OF DEPOSIT ISSUED BY FEDERALLY - INSURED INSTITUTIONS**

Name and Location of Financial Institution	Maturity Date	Amount

**IV. DEMAND DEPOSIT, MONEY MARKET, AND SAVINGS ACCOUNTS IN FEDERALLY - INSURED INSTITUTIONS**

Name and Location of Financial Institution	Description	Amount

**V. OTHER CASH AND INVESTED IDLE FUNDS**

Description	Maturity Date (if applicable)	Amount

**TOTAL CASH, CASH EQUIVALENTS AND IDLE FUNDS**  
(total must agree with sum of lines 14 and 15, page 2C)

--

Name of Licensee:

License No.:

**PART I. FIRST ACTIVITY TEST**

- 1. Cash and Cash Equivalents (line 14, page 2C)
- 2. Invested Idle Funds (line 15, line 2C)
- 3. Total Cash and Idle Funds
- 4. Total Assets at Cost:
  - a. Total Assets (line 30, page 2C)
  - b. ADD: Unrealized Depreciation (line 10, col. 2, page 2C)
  - c. LESS: Unrealized Appreciation (line 10, col. 3, page 2C)
  - d. Total Assets at Cost
- 5. Line 3 Divided by Line 4d (expressed as a percentage)

IF LINE 5 IS LESS THAN OR EQUAL TO 20 PERCENT, LICENSEE IS NOT INACTIVE--DO NOT COMPLETE PART II

IF LINE 5 IS GREATER THAN 20%, COMPLETE THE SECOND ACTIVITY TEST IN PART II

**PART II. SECOND ACTIVITY TEST**

- 6. Financings during the Past 18 Months:
  - a. Loans
  - b. Debt
  - c. Equity
  - d. Guarantees
- 7. Total (lines 6a through 6d)
- 8. Regulatory Capital
- 9. Line 7 divided by Line 8 (expressed as a percentage)

IF LINE 9 IS LESS THAN 20%, LICENSEE MAY BE INACTIVE UNDER SECTION 107.590- ATTACH EXPLANATION OF INACTIVITY AND PLANNED CORRECTIVE ACTION.

SHAREHOLDERS, OFFICERS,  
DIRECTORS AND MANAGEMENT  
AS OF

Name of Licensee					License No	
1	2	3	4	5	6	
Name and Address	Officer/ Director/ Manager -- give exact title(s)	Title of Class Owned or Controlled	Shares legally owned, beneficially owned, or controlled?	Number of Shares Owned or Controlled	Percent Owned or Controlled of Total Class	
					Beginning of Period	End of Period

**Instructions**

Any Licensee, which has SBA leverage outstanding or which expects to apply for leverage in the current fiscal year, must prepare an annual update of its plan of operations. The update must be submitted to SBA as an addendum to the Licensee's Annual Financial Report on Form 468. SBA will consider the information provided as part of its evaluation of the financial soundness of the Licensee, in accordance with the provisions of Section 406 of the Small Business Equity Enhancement Act.

The plan update must include analysis and discussion of key events of the past year, as well as expectations for the current year. SBA expects that most Licensees will be able to provide the required information in a narrative of no more than 3 pages.

**Content of Report**

1. For the fiscal year ended, the Licensee should discuss the following:
  - a. Major positive and negative events which affected overall performance during the year, including exits/distributions/write-offs of investments; highlight any significant differences between last year's plan and actual performance
  - b. Any significant changes in the operations of the Licensee, such as changes in organizational structure, scope of operations, level or phase of investment activity, or types of investments being made
  - c. Any management changes
  - d. Any lawsuits or other events giving rise to contingent liabilities
2. For the current fiscal year, the Licensee should discuss the following:
  - a. Levels of new and follow-on investment anticipated
  - b. Anticipated exits/distributions/write-offs from investments
  - c. Any material changes expected in investment strategy or portfolio composition
  - d. Any material changes expected in overhead expenditures
  - e. Any changes expected in management
  - f. Any other anticipated events which may have a significant effect on Licensee's performance

# CERTIFICATIONS

OMB Approval No. 3245-0063  
Expiration Date mm/dd/yyyy

Name of Licensee \_\_\_\_\_

License No \_\_\_\_\_

## MANAGEMENT CERTIFICATION

I, \_\_\_\_\_ the Chief Financial Officer of \_\_\_\_\_  
(Licensee), do hereby certify as follows:

1. The audited Financial Report for the fiscal year end \_\_\_\_\_ submitted by  
\_\_\_\_\_ (Licensee) to the Small Business Administration on SBA Form 468 is true and  
correct in all aspects. The statements and schedules listed below have been omitted from the submission.

2. \_\_\_\_\_ (Licensee) has filed all federal, state and local tax returns required through  
the date hereof including but not limited to income and payroll tax return.

### STATEMENTS AND SCHEDULES OMITTED:

CAUTION: By signing below, you are certifying as to the truth and accuracy of the audited Annual Financial Report in all respects, and acknowledging that officials in the Small Business Administration (SBA) will be relying on this certification. Knowingly making a false statement to or concealing a material fact from the SBA can lead to imprisonment of up to 30 years and/or a fine of up to \$1,000,000 under 18 U.S.C. § 1014.

Date: \_\_\_\_\_

By: \_\_\_\_\_

Name: \_\_\_\_\_

Title: \_\_\_\_\_

## SECRETARY'S CERTIFICATION

I, \_\_\_\_\_, the duly elected, qualified and acting Secretary of  
\_\_\_\_\_ (Licensee), do hereby certify as follows:

1. \_\_\_\_\_ (Licensee) is in good standing under the laws of the State  
of \_\_\_\_\_.

2. The minutes of the meeting of the Board of Directors of \_\_\_\_\_ (Licensee) on  
\_\_\_\_\_, document that the Board at such meeting, reviewed and approved the audited Annual Financial Report  
of such company for the fiscal year ended \_\_\_\_\_.

CAUTION: By signing below, you are certifying as to the truth and accuracy of the audited Annual Financial Report in all respects, and acknowledging that officials in the Small Business Administration (SBA) will be relying on this certification. Knowingly making a false statement to or concealing a material fact from the SBA can lead to imprisonment of up to 30 years and/or a fine of up to \$1,000,000 under 18 U.S.C. § 1014.

Date: \_\_\_\_\_

By: \_\_\_\_\_

Name: \_\_\_\_\_

Title: \_\_\_\_\_