

PROGRAM COMPOSITION

	FY End 2009	FY End 2010	FY End 2011	FY End 2012	As of 12/31/12
--- Program Composition of Operating SBICs ---					
Total Number of Licensees	315	307	299	301	299
Debenture	126	140	143	158	161
Participating Security	127	107	97	86	84
Bank-Owned/Non-Leveraged	48	47	46	44	42
Specialized SBICs	14	13	13	13	12
--- Private Capital of Operating SBICs by Fund Type (\$ in millions) ---					
a. Regulatory Private Capital	\$8,650.1	\$8,649.6	\$8,862.7	\$9,376.6	\$9,517.7
Debenture	3,401.2	4,184.6	5,071.1	6,114.4	6,373.0
Participating Security	3,361.7	2,722.3	2,286.5	1,881.5	1,802.2
Other	1,887.2	1,742.6	1,505.1	1,380.8	1,342.6
b. Leveragable Private Capital	\$6,260.0	\$6,249.9	\$6,057.5	\$6,187.0	\$6,267.8
Debenture	2,308.5	2,774.4	3,158.1	3,795.2	4,034.2
Participating Security	2,510.3	2,083.9	1,778.4	1,457.6	1,388.6
Other	1,441.2	1,391.6	1,120.9	934.2	845.0
c. Unfunded Private Commitments	\$2,390.1	\$2,399.7	\$2,805.2	\$3,189.6	\$3,249.9
Debenture	1,092.7	1,410.2	1,913.0	2,319.2	2,338.8
Participating Security	851.4	638.4	508.0	423.8	413.5
Other	446.0	351.1	384.2	446.6	497.6
--- Leverage from SBA of Operating SBICs by Fund Type (\$ in millions) ---					
d. SBA Capital at Risk (e+f)	\$8,196.0	\$7,902.6	\$8,253.3	\$8,823.6	\$9,093.6
Debenture	4,152.0	4,883.4	5,999.0	7,230.6	7,656.6
Participating Security	4,026.6	3,005.0	2,235.4	1,574.2	1,413.1
Other	17.4	14.2	18.9	18.9	23.9
e. Outstanding SBA Leverage	\$6,799.9	\$6,339.5	\$6,433.1	\$6,435.7	\$6,939.4
Debenture	2,892.0	3,409.8	4,244.9	4,870.6	5,545.7
Participating Security	3,890.5	2,915.5	2,174.4	1,549.3	1,377.8
Other	17.4	14.2	13.9	15.9	15.9
f. Outstanding SBA Commitments	\$1,396.0	\$1,563.1	\$1,820.2	\$2,387.8	\$2,154.2
Debenture	1,260.0	1,473.6	1,754.2	2,360.0	2,110.9
Participating Security	136.0	89.5	61.1	24.8	35.3
Other	0.0	0.0	5.0	3.0	8.0
g. Unreimbursed Prioritized Payments	\$581.1	\$508.0	\$444.9	\$358.9	\$324.4
--- Combined Private Capital and SBA Capital at Risk of Operating SBICs (\$ in millions) ---					
h. Total Capital at Risk (a+d)	\$16,846.0	\$16,552.1	\$17,116.0	\$18,200.2	\$18,611.3
Debenture	7,553.2	9,068.1	11,070.1	13,344.9	14,029.6
Participating Security	7,388.2	5,727.3	4,521.9	3,455.6	3,215.3
Other	1,904.6	1,756.8	1,524.0	1,399.6	1,366.4
--- Program Composition in Liquidation (\$ in Millions) ---					
Total Number of Licensees	132	140	123	117	118
Participating Security	82	84	80	80	81
Other	50	56	43	37	37
Leverage Balance	\$1,650.6	\$1,885.1	\$1,629.3	\$1,422.5	\$1,416.4
Participating Security	1,429.0	1,585.0	1,406.5	1,111.7	1,120.2
Other	221.6	300.1	222.8	310.8	296.2
--- Program Funding (\$ in millions) ---					
Debenture Authorization (\$ in Millions)	\$3,000.0	\$3,000.0	\$3,000.0	\$3,000.0	\$1,097.3 CR to 3/27/13
Annual Charge	0.406%	0.285%	0.515%	0.804%	0.760%
Latest Debenture Pooled Interest Rate	4.41%	3.55%	3.60%	2.46%	n/a

-ECONOMIC IMPACT: SBIC FINANCINGS TO SMALL BUSINESS REPORTED

	FY End 2009	FY End 2010	FY End 2011	FY End 2012	As of 12/31/12	Change 12/31/11
--- Total SBIC Program ---						
Number of Companies Financed	1,481	1,331	1,339	1,094	302	(3%)
Special Competitive Opportunity Gap	441	392	430	290	77	(8%)
Businesses Located in LMI Areas	321	318	351	216	66	0%
Women, Minority, Veteran Owned	164	109	110	108	17	(43%)
Financing Amount Reported (\$ in millions)	\$1,856.1	\$2,047.1	\$2,833.4	\$3,227.4	\$810.2	50%
Type of Financing (\$ in millions)						
Straight Debt	564.4	803.8	1,375.2	1,927.7	465.2	76%
Debt with Equity Features	718.2	772.3	1,022.9	723.3	190.6	(9%)
Equity Only	573.5	471.0	435.2	576.4	154.4	132%
Number of Jobs Created or Sustained*	42,306	46,130	61,527	68,918	17,313	48%
--- Debenture SBICs ---						
Number of Companies Financed	963	896	1,007	795	222	12%
Special Competitive Opportunity Gap	296	275	310	192	55	10%
Businesses Located in LMI Areas	224	231	263	153	48	4%
Women, Minority, Veteran Owned	106	64	65	50	10	43%
Financing Amount Reported (\$ in millions)	\$1,227.4	\$1,587.0	\$2,588.6	\$2,950.3	\$748.7	54%
Type of Financing (\$ in millions)						
Straight Debt	488.8	754.8	1,344.8	1,855.1	450.9	78%
Debt with Equity Features	586.1	665.4	963.5	671.7	180.2	(4%)
Equity Only	152.5	166.8	280.3	423.6	117.6	162%
Number of Jobs Created or Sustained*	27,977	35,760	56,211	63,001	15,998	51%
--- Non-Leveraged, Bank-Owned, and Specialized SBICs ---						
Number of Companies Financed	130	133	136	166	48	(17%)
Special Competitive Opportunity Gap	62	58	68	83	18	(38%)
Businesses Located in LMI Areas	24	33	40	48	14	(7%)
Women, Minority, Veteran Owned	47	38	41	58	7	(70%)
Financing Amount Reported (\$ in millions)	\$165.6	\$124.5	\$79.9	\$175.2	\$51.2	122%
Type of Financing (\$ in millions)						
Straight Debt	24.0	12.5	14.1	57.3	10.7	331%
Debt with Equity Features	34.0	18.9	12.3	23.1	8.2	(6%)
Equity Only	107.6	93.1	53.5	94.8	32.2	173%
Number of Jobs Created or Sustained*	3,775	2,806	1,736	3,742	1,094	119%
--- Participating Security SBICs ---						
Number of Companies Financed	445	346	220	157	37	(36%)
Special Competitive Opportunity Gap	95	66	58	20	4	(20%)
Businesses Located in LMI Areas	85	61	54	19	4	(20%)
Women, Minority, Veteran Owned	13	7	4	1	0	0%
Financing Amount Reported (\$ in millions)	\$463.1	\$335.6	\$164.9	\$101.8	\$10.3	(65%)
Type of Financing (\$ in millions)						
Straight Debt	51.6	36.4	16.2	15.3	3.6	(56%)
Debt with Equity Features	98.1	88.1	47.2	28.5	2.1	(81%)
Equity Only	313.4	211.2	101.5	58.0	4.6	(54%)
Number of Jobs Created or Sustained*	10,555	7,564	3,580	2,175	220	(66%)

* SBA estimates jobs created or sustained using "The 1999 Arizona Venture Capital Impact Study" (confirmed by the DRI-WEFA study of 2001) indicating that 1 job is created for every \$36,000 of SBIC Program investment (adjusted for inflation).

--- PROGRAM OFFICE ACTIVITIES

	FY End 2009	FY End 2010	FY End 2011	FY End 2012	As of 12/31/12	Chg. from 12/31/11
--- Leverage Activities in Operations ---						
Debenture Leverage						
Commitments Issued	\$788.0	\$1,164.8	\$1,827.5	\$1,924.1	\$445.2	24%
Draws	\$594.9	\$931.0	\$1,392.0	\$1,421.7	\$676.7	128%
Redemptions (Pre-Paid and at Maturity)	\$149.3	\$250.5	\$544.2	\$651.8	\$0.0	0%
Transfers to Liquidation	\$86.6	\$95.8	\$8.5	\$144.4	\$0.0	0%
<i>% of Beginning Leverage Transferred</i>	3.3%	3.2%	0.2%	3.3%	0.0%	0%
Participating Securities Leverage						
Prioritized Payments (PP) Advanced	\$228.0	\$186.0	\$136.4	\$99.3	\$19.3	(31%)
SBA Distributions	\$314.8	\$480.8	\$659.1	\$560.1	\$108.4	(20%)
Prioritized Payments	\$83.8	\$98.7	\$143.1	\$86.8	\$14.3	(26%)
Adjustments and Annual Fees	\$27.1	\$39.5	\$54.4	\$25.4	\$7.5	(40%)
Profit Participation	\$10.9	\$10.5	\$26.7	\$44.2	\$5.9	(4%)
PS Redemptions--Operating SBICs	\$193.0	\$332.1	\$434.9	\$403.7	\$80.7	(18%)
Transfers to Liquidation	\$619.3	\$701.4	\$307.5	\$220.1	\$91.4	301%
<i>% of Beginning Leverage Transferred</i>	13.3%	18.3%	11.0%	10.8%	6.4%	582%
Prioritized Payments at Transfer	\$156.2	\$179.9	\$35.7	\$49.3	\$38.6	503%
--- SBIC Examination Activities ---						
Exam Reports Issued	268	249	260	233	34	(31%)
Exam Cycle (months)	15.2	14.1	12.6	12.6	11.6	(5%)
Number of Reports with Findings	47	25	35	21	9	350%
<i>% of Reports with Findings</i>	17.5%	10.0%	13.5%	9.0%	26.5%	549%
Licensees with Leverage	218	196	199	182	30	(27%)
Exam Cycle (months)	13.9	12.9	11.7	11.7	11.2	(3%)
Number of Reports with Findings	37	17	22	12	6	500%
<i>% of Reports with Findings</i>	17.0%	8.7%	11.1%	6.6%	20.0%	720%
Licensees without Leverage	50	53	61	51	4	(50%)
Exam Cycle (months)	21.2	18.2	15.6	15.6	14.8	(7%)
Number of Reports with Findings	10	8	13	9	3	200%
<i>% of Reports with Findings</i>	20.0%	15.1%	21.3%	17.8%	75.0%	500%
--- Surrenders and Transfers to Liquidation ---						
SBIC License Surrenders	15	9	24	17	4	(33%)
Debenture	5	4	14	8	1	(67%)
Participating Security	1	2	4	4	0	(100%)
Bank-Owned/Non-Leveraged	9	2	6	5	2	0%
Specialized SBICs	0	1	0	0	1	100%
SBIC Licensee Transfers to Liquidation	29	22	6	11	2	(50%)
Debenture and Specialized SBICs	9	4	0	4	0	(100%)
Participating Security	20	18	6	7	2	0%
--- Activities in the Office of Liquidation ---						
Participating Security Leverage				DRAFT	DRAFT	
Total Collections	\$115.5	\$254.0	\$269.7	\$212.5	\$78.1	373%
<i>Collections as % of Beginning Balance</i>	10.0%	17.8%	17.0%	15.1%	7.0%	150%
Leverage Charge-offs	\$237.8	\$300.9	\$220.7	\$308.0	\$5.1	2450%
Prioritized Payments Charged off	\$162.7	\$179.9	\$56.6	\$38.3	\$0.0	(100%)
Debenture Leverage						
Total Collections	\$12.0	\$11.4	\$22.4	\$50.5	\$13.5	137%
<i>Collections as % of Beginning Balance</i>	7.7%	5.1%	7.5%	22.7%	4.3%	100%
Leverage Write-offs	\$15.1	\$19.1	\$64.3	\$6.5	\$1.3	100%