

National Housing and Rehabilitation
Association on New Market Tax Credit
March 10, 2010

Leveraged Lending and NMTC Debt
Roundtable

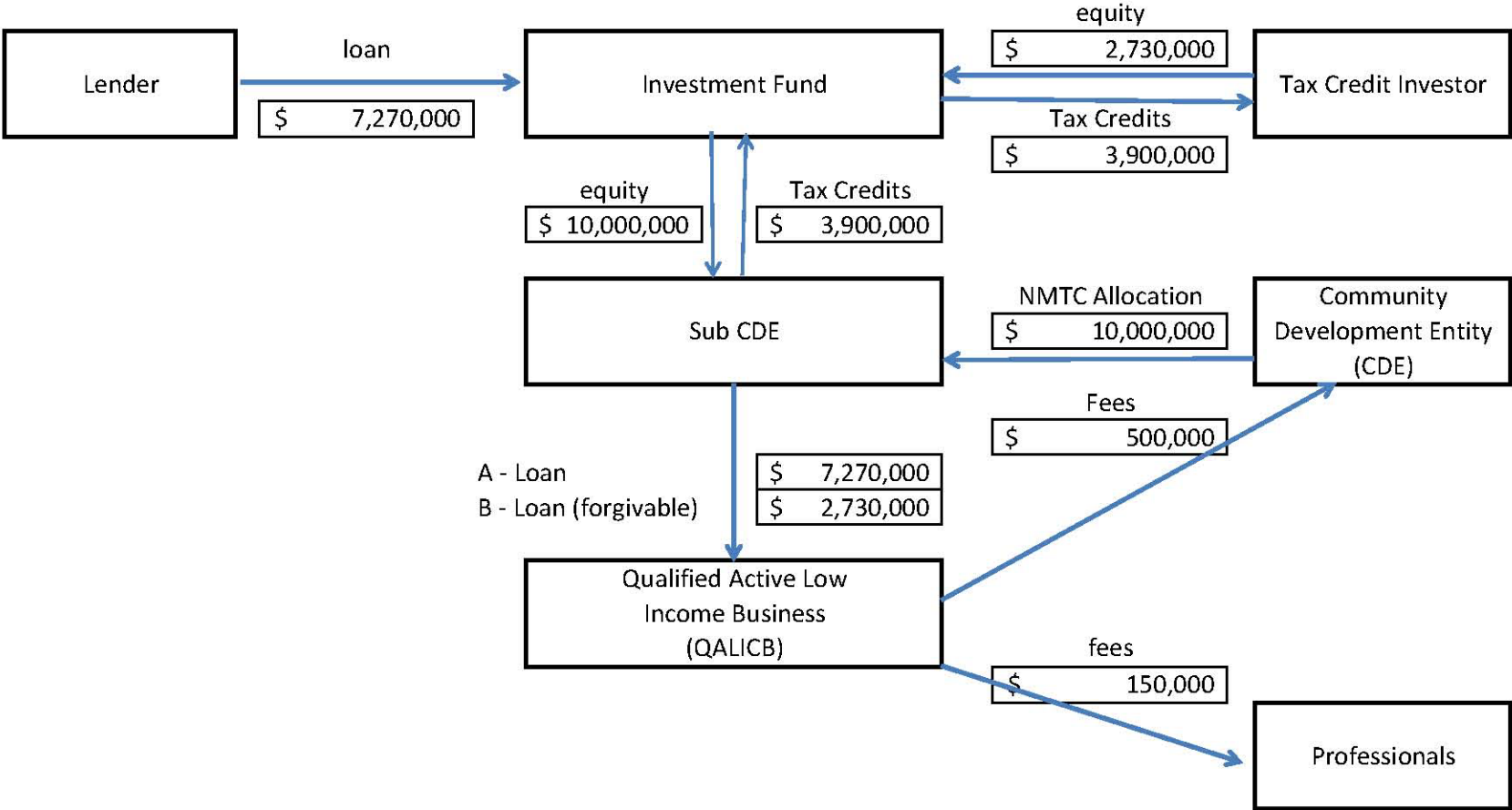
Presented by: Michael I. Sanders,, Moderator,
Blank Rome LLP

Tim Frens, Plante & Moran, PLLC, Elgin, IL

Miriam Sheehan, Nolan Sheehan Patten LLP, Boston, MA

Michelle Volpe, Boston Community Capital, Boston, MA

NMTC EXAMPLE OF LEVERAGE LOAN STRUCTURE



NMTC Allocation and Qualified Equity Investment in CDE	\$ 10,000,000
Tax Credit %	39%
Tax Credit amount	\$ 3,900,000
Tax Credit Equity pricing per \$1 of NMTC	\$ 0.70
Gross tax credit Equity	\$ 2,730,000
Less CDE Fees	5% \$ (500,000)
Less Professional Fees (Legal & Accounting)	\$ (150,000)
Net Benefit to QALICB	<u>\$ 2,080,000</u>