CalCAP

CALIFORNIA **CAPITAL ACCESS** PROGRAM

Lender Portfolio Insurance

OUR MISSION

- To help California small businesses thrive by encouraging financial institutions to make loans to small businesses that often have trouble obtaining capital.

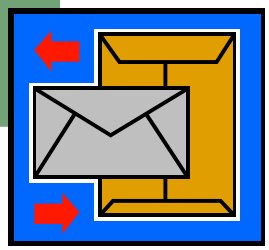
- CalCAP is a form of loan portfolio insurance that provides up to 100% coverage in certain loan charge offs.

Capital Access Program

Lender makes a small business loan

Deposit fees from Lender and Borrower 2%-3.5% each

Send Enrollment to CalCAP (just 2 forms)



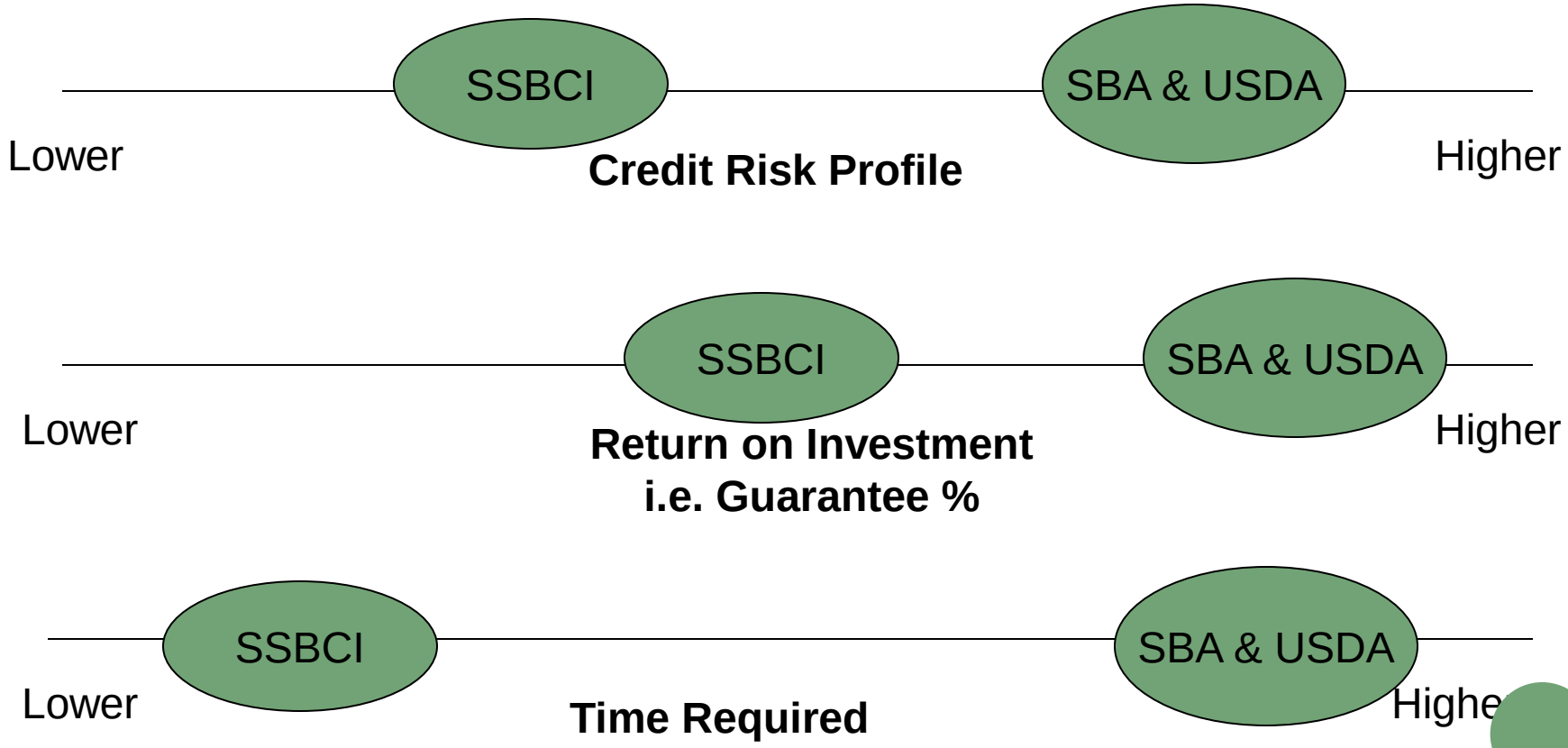
CalCAP approves enrollment and matches funds

Money is pooled to be used for claims

Benefits to the Lender

- Complementary to SBA and USDA…NOT a Substitute in most cases
- Can enroll non-profit business, working capital loans, and lines of credit
- Fast to sign up: Fast enrollment approvals
- Flexible: lower regulatory burden and minimal reporting
- Provides the platform for more lending strategies and risk mitigation

How SSBCI fits into government Lending Programs



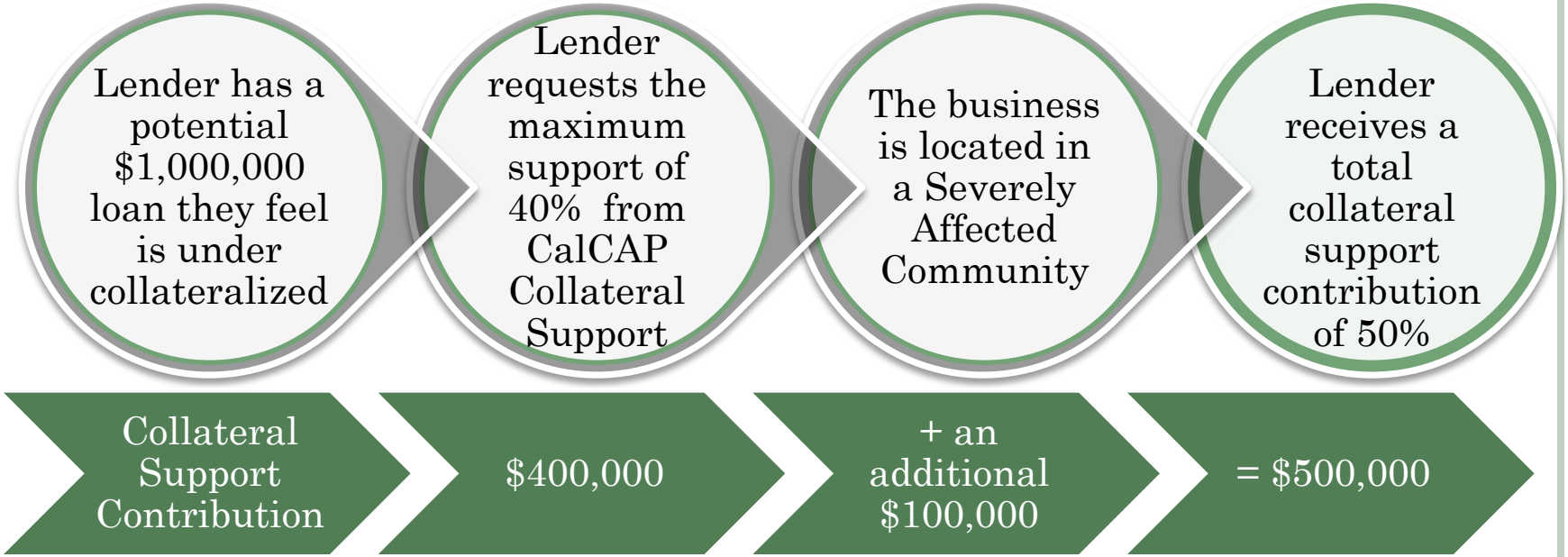
Benefits to the Borrower

- Available source when SBA is not a good fit
- Only one additional form to sign
- One time involvement: No ongoing burden or reporting
- Can secure financing that might not otherwise have been available
- Shortfall in 5 C's can be offset by government insurance

Air Resources Board / CalRecycle

ARB pays 20% premium for compliant trucks

CalRecycle pays 14% for businesses that use recycled materials

Collateral Support Program

Cash Deposit Of Up To 50% Of Collateral Shortfall
Maximum loan of $20 million
Maximum support of $5 million