



APPLICATION FOR INVESTMENT

I. BACKGROUND INFORMATION

A. Applicant Information

Applicant Company Name: _____

Type of Entity: C-Corporation S-Corporation LLC Limited Partnership

State of Incorporation/ Organization: _____

Is business: Minority-owned Woman-owned Veteran-owned N/A

If yes, please list applicable certifications and date certification was acquired:

Related Entities: _____

Applicant Company Address: _____

City: _____ State: _____ Zip: _____

Office Phone: _____ Fax: _____

NAICS Code: _____ Year Established: _____ Fed. ID No.: _____

Website: _____

Applicant Company Referred By: _____

B. Applicant Company Contact Name: _____

Title: _____

Office Phone: _____ Cell Phone: _____

Email Address: _____

**Regional Growth Capital
Application for Investment**

C. Brief Description of Applicant Company (industry, products/services, target market, value proposition):

D. Number of Owners: _____

| Name of each shareholder/member/partner | % Owned | Social Security Number | Date of Birth |
|---|---------|------------------------|---------------|
| _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ |

E.

| | Organization | Contact Person | Phone |
|-----------------|--------------|----------------|-------|
| Lawyer | _____ | _____ | _____ |
| Bank of Account | _____ | _____ | _____ |

Please describe the extent of your banking relationship: (ex. Do you have a Line of Credit/Term Loan? Do you have checking, savings, money market, CD?)

| | Organization | Contact Person | Phone |
|------------|--------------|----------------|-------|
| Accountant | _____ | _____ | _____ |

Please describe your accounting procedures: (e.g. Who does the daily/weekly/monthly bookkeeping and G/L maintenance? Who compiles your financial statements? Who prepares your tax returns?)

F. Fiscal Year End: Month _____ Day _____

G. General Ledger Software: _____

H. Financial Statements are: Audited Reviewed Compiled Prepared In-House

**Regional Growth Capital
Application for Investment**

I. Company Officers

| | |
|--------|---------|
| _____ | _____ |
| (Name) | (Title) |
| _____ | _____ |
| (Name) | (Title) |
| _____ | _____ |
| (Name) | (Title) |
| _____ | _____ |
| (Name) | (Title) |

J. Does Applicant Company have a Board of Directors?

| | |
|--------|---------|
| _____ | _____ |
| (Name) | (Title) |
| _____ | _____ |
| (Name) | (Title) |
| _____ | _____ |
| (Name) | (Title) |
| _____ | _____ |
| (Name) | (Title) |
| _____ | _____ |
| (Name) | (Title) |

K. Does Applicant Company have a Board of Advisors?

| | |
|--------|---------|
| _____ | _____ |
| (Name) | (Title) |
| _____ | _____ |
| (Name) | (Title) |
| _____ | _____ |
| (Name) | (Title) |
| _____ | _____ |
| (Name) | (Title) |
| _____ | _____ |
| (Name) | (Title) |

**Regional Growth Capital
Application for Investment**

L. Number of Customers: _____

| Major Customer Names | Percentage of Revenues (Most Recent Fiscal Year) |
|----------------------|--|
| _____ | _____ |
| _____ | _____ |
| _____ | _____ |
| _____ | _____ |
| _____ | _____ |

II. SOURCES/USES OF FUNDS

[NOTE: "TOTAL USES OF FUNDS" **MUST MATCH** "TOTAL SOURCES OF FUNDS"]

A. Proposed Use of Funds

B. Proposed Source of Funds

1. Equipment \$ _____
(Attach Item List & Cost)
 2. Furniture/Fixtures \$ _____
(Attach Item List & Cost)
 3. Working Capital \$ _____
(Attach List Outlining Cost)
 4. Other (Specify) \$ _____
- TOTAL USES OF FUNDS \$ _____

1. RGC Investment Request \$ _____
 2. Amount Injected by Applicant \$ _____
 3. Shareholder(s) Injection \$ _____
 4. Other Sources \$ _____
- TOTAL SOURCES OF FUNDS \$ _____

Explain Uses of Funds:

B. Available Collateral and Identity of Lienholders:

C. Please Specify Sources of any financing injected by Applicant or any Shareholder (Item B.2. & B.3. Above):

Regional Growth Capital Application for Investment

IV. ATTACHMENTS

Brief History and Description of Business. Suggested minimum of 2 pages.

Business Plan. At least a brief summary discussing the applicant company's industry, market, marketing and sales strategy, organization chart, major customers and vendors, production processes, facilities, etc.

Historical Financials. Balance sheet, profit & loss statement and statement of cash flows for last three fiscal years. Include accountant's opinion letter and any schedules and notes to financial statements.

Interim Financials. If most recent year-end financials are over 60 days old, attach balance sheet, year –to-date profit & loss statement and statement of cash flows as of most recent month's end.

Consolidating Statements. If the applicant company has affiliated companies, submit consolidating year-end balance sheets and income statements for the last three fiscal years and the current period.

Projected Financials. Profit & loss projections for next two fiscal years.

Accounts Receivable Aging. For most recent month's end.

Company Tax Returns. Applicant company's complete tax returns with all schedules for the last three fiscal years.

Personal Tax Returns. For each 20%-or-more-owner complete tax returns with all schedules for each of the last three years.

IRS 4506-T Forms. Signed IRS Forms 4506-T (which can be found at <http://www.irs.gov/pub/irs-pdf/f4506t.pdf>) for the last three years of applicant company tax returns and the last three years of tax returns for each 20%-or-more-owner. The third party name, address and phone number for item #5 of each Form 4506-T should be entered as: Regional Growth Capital, 4240 Duncan, Suite 200, St. Louis, MO 63110; and (314) 615-7667.

Resume. For each 20%-or-more owner and any other key people. [Please provide a complete and updated resume or CV for each person. In addition, if available, a brief biographical sketch is helpful.]

Personal Financial Statement. For each 20%-or-more owner (should be joint with owner and spouse). (See Form Enclosed)

Purchase Agreement. Final draft required for acquisition financing request.

Application Fee. Enclose a check payable to "Regional Growth Capital" for \$500.

Regional Growth Capital Application for Investment

Prior to closing Regional Growth Capital will also require:

1. A key person life insurance policy with Regional Growth Capital, Inc. as beneficiary be in force with coverage equal to at least the amount that will be disbursed at closing.
2. Permission to schedule a half-day for inspection of the company's accounting records by an RGC representative unless there are audited or reviewed financial statements available for the prior three years.

Additional Notes/Comments:

**Regional Growth Capital
Application for Investment**

V. EQUAL OPPORTUNITY LENDER

Regional Growth Capital is an equal opportunity lender. RGC invests in applicant companies deemed qualified by its investment committee, without regard to race, creed, nationality or gender.

VI. CONFIDENTIAL CREDIT AND PERSONAL BACKGROUND REPORT

Regional Growth Capital will, at its expense, obtain a credit report and personal background check on the applicant company and each 20%-or-more owner. Regional Growth Capital will comply with all provisions of the Fair Credit Reporting Act (15 USC 1681 et seq.). Regional Growth Capital will not disclose any part of any credit report or background check to anyone except its staff and those directors and professional advisors involved in the application review, due diligence and investment committee process.

VII. FEES AND INTEREST

The applicant is responsible for the following fees and costs:

1. Application Fee: \$500
The application fee is non-refundable and due at time application is submitted.
2. Origination fee of 3% of the investment amount. Due at the time the applicant accepts the terms and conditions of the RGC investment.
3. Closing costs of \$300, at a minimum. Can be greater depending on the complexity of the closing. Can be added to the amount invested.
4. Monthly payments. Any investment by Regional Growth Capital pursuant to this application will be payable by the Applicant to Regional Growth Capital in monthly payments over a term (to be determined by the RGC investment committee), including interest at an agreed interest rate above a floating prime rate (with a possible floor on prime rate). Terms may include an interest-only period (to be determined by the RGC investment committee).
5. Risk Premium. RGC's terms may include a Risk Premium (accrued each year but payable only at the end of the term), equal to cumulative fees of at least 5% of the principal balance at the beginning of the anniversary year for each year, *or part of any year*, that there is an unpaid balance. The Risk Premium is compensation to Regional Growth Capital in recognition of: a) the relative risk taken by Regional Growth Capital; and b) Regional Growth Capital's contribution to the enhanced value of the client company.

VIII. PERSONAL GUARANTIES

Regional Growth Capital may require personal guaranties from each of the 20%-or-more owners.

Please send completed application, attachments and application fee to:

**Richard M. Palank
Regional Growth Capital, Inc.
4240 Duncan, Suite 200
St. Louis, MO 63110**

**Regional Growth Capital
Application for Investment**

Legal Disclaimer/Certification/Authorization

By signing this application, the Applicant Company and its authorizing officer hereby certify that all information contained in this application, including attachments, financial statements, and all other exhibits that have been submitted to RGC in connection with this application are all true and correct to the best of its/his/her knowledge, and that if there are any changes throughout the application process, Applicant Company will notify Regional Growth Capital, Inc. (RGC) of any changes to what has been submitted and provide other information that may affect the ability of the company to repay the debt obligation or negatively impact any collateral.

By signing this application, the Applicant Company and its authorizing officer authorize Regional Growth Capital to exchange any information relevant to this application or subsequent loan with the bank of account as well as any bank participating in financing related to this specific funding or project and any other relevant entity that RGC deems necessary for the completion of this current or any future loan request from the Applicant.

By signing this application, the Applicant Company, its officers, 20%-or-more owners, and any prospective guarantors authorize Regional Growth Capital to obtain personal and business credit reports, at its expense, through the credit and reporting entity of its choice as well as any other information that RGC deems necessary to verify any information submitted as part of the application process or as Regional Growth Capital deems necessary to make an informed credit decision. Regional Growth Capital will comply with all provisions of the Fair Credit Reporting Act (15 USC 1681 et seq) and will not disclose any part of any credit report to anyone except its staff and those directors and professional advisors involved in the application review, due diligence and investment committee process.

By signing this application, the Applicant Company and its officers furthermore agree that any oral agreements or commitments to loan money or extend credit or to forebear from enforcing the repayment of the debt including promises to extend or renew such debt are not enforceable, regardless of the legal theory upon which it is based that is in any way related to the credit agreement. To protect you (the Applicant) and us (Creditor) from any misunderstanding or disappointment, any agreements that we reach covering such matters are contained in writing, which is the complete and exclusive statement of the agreement between us, except as we may later agree in writing to modify it.

By signing this application, the signing parties certify that they have read, understand, and agree to the terms and conditions of Regional Growth Capital as set forth above.

All 20%-or-more shareholders, members, or partners and prospective guarantors must sign this application.

Applicant Company

Signature of Authorizing Officer

Print Name

Title

Date

**Regional Growth Capital
Application for Investment**

Legal Disclaimer/Certification/Authorization (Cont.)

All 20%-or-more shareholders, members, or partners and prospective guarantors please sign below.

Signature

Date

Print Name

Title

Signature

Date

Print Name

Title

Signature

Date

Print Name

Title

Signature

Date

Print Name

Title

Signature

Date

Print Name

Title