

Genesis Capital, LLC.



Program Guide

Confidential

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Disclaimer:

This booklet and its contents are intended only for Genesis Capital registered consultants.

Do not forward or send these contents to any other party without the written permission of Genesis Capital.

1 General Information

1.1 Company Background

Genesis Capital, LLC (“GC”) is a privately held finance firm focused on delivering unique products which fulfill an unmet need in the financial marketplace. GC utilizes its global assets, investor relationships and credit facilities to deliver the products described further in this booklet.

1.2 Purpose

The purpose of this document is to provide potential clients and other interested parties with general information regarding GC services. However, this document should not be viewed as final or binding on GC in terms of products, services or prices offered by GC. GC reserves the right to modify any or all of its products, services and prices without notice. GC reserves the right to deny any application for its services at its sole discretion.

Please contact GC directly if you have specific needs.

1.3 Contact

For all inquiries regarding our services, please:

- (1) Visit www.genesisny.net
- (2) Email: LM@genesisny.net
- (3) Call: 1-479-361-1211

2 Financial Instruments (Trade Finance and Credit Enhancement)

2.1 Description

GC can support your physical commodity trading and import/export transactions with the following types of financial instruments:

- Standby Letter of Credit (SBLC)
- Bank Guarantee (BG) GC can also provide credit enhancement to your financial transactions, with the following types of financial instruments:

GC’s team of financial experts is able to structure optimum solution for our clients. GC will only participate in transactions that can be structured to effectively comply with our underwriting guidelines.

2.2 Banks

GC, its affiliates, subsidiaries and investors have relationships and credit lines with over 50 banks and financial institutions globally.

GC is able to deliver trade finance instruments from major banks as well as specialty/niche banks in North America, Western Europe as well as other regions.

2.3 Arrangement Fee

Arrangement Fees depends on the transaction profile, banks involved, and the instrument value and term.

As a general indication, Arrangement Fees may range from 7-11% for 12 months, and 6-12% for 90 days.

2.4 Standard Procedure

Generally full prepayment of Arrange Fees is required and the minimum Arrangement Fee is \$50,000 USD.

(For transaction amount > 50MM USD, GC may consider partial fee deferral. See below).

Procedure:

1. Contract executed between Client and GC or assigns)
2. Client deposits Arrangement Fee with GC
3. GC causes delivery of instrument

2.5 Fee Deferral Procedure

For transaction amount 50MM USD or more, GC may consider deferring a portion of Arrangement Fee.

In this case Advance Fee ranges from 1%-10% of Transaction Amount.

Procedure (involving Pre-advice):

1. Contract executed between Client and GC
2. Client deposits Advance Fee (with GC)
3. GC delivers Pre-advice of Instrument
4. Client delivers Payment Guarantee, Proof of Product, or Performance Bond (as required by transaction)
5. GC delivers Financial Instrument
6. Client delivers Deferred Fee as agreed

Procedure (involving Non-Operative Instrument):

1. Contract executed between Client and GC
2. Client deposits Advance Fee (with GC)
3. GC delivers Non-Operative Instrument
4. Client delivers Payment Guarantee, Proof of Product, or Performance Bond (as required by transaction)
5. Step 4 makes GC's Instrument operative.
6. Client delivers Deferred Fee as agreed

2.6 Fee Deferral Notes

1. Requirements for Fee Deferral:

For the deferred payment model, GC will need to be assured of payment of deferred fees. This occurs when Client is able to deliver Payment Guarantee, Proof of Product or Performance Bond acceptable to GC.

2. Advance Fee:

Issuance of Instrument Pre-advice or Non-Operative Instrument results in significant costs to GC.

The Advance Fee will be used to cover these costs should client fail to execute contract as agreed.

3. Pre-advice versus Non-Operative Instrument:

The Pre-advice option requires a lower advance fee than Non-Operative Instrument Option.

4. Pre-advice Options:

In certain cases, GC's (specialty/regional) credit line bank is not acceptable to Client. GC is able to block funds in favor of a major bank, so that Instrument will be issued from this major bank.

There are two options:

- a. GC issues pre-advice from credit line bank, and then issues Instrument from a major bank. This option requires lower Advance Fees.
- b. GC blocks funds in favor of Major Bank, then issues Pre-advice from Major Bank. This option requires higher Advance Fees.

3 Proof of Funds

3.1 Description

Proof of Funds (POF) can be arranged to support various transactions.

POF funds will not be placed at risk.

POF Funds will not be committed towards financing the underlying transaction.

POF may be arranged in Client's name if necessary.

3.2 Amount and Term

POF amount can range from \$1MM to over \$100MM USD.

POF Term can range from 7 days to 1 Year.

3.3 Formats

Formats can include:

Bank Confirmation Letter, SWIFT, Bank Account, Escrow Account or any other mutually acceptable format.

3.4 Banks

GC can deliver POF from over 50 banks including major and specialty banks.

3.5

Arrangement Fee

Arrangement Fee is required prior to delivery of POF. In some cases GC may consider deferring a portion of Arrangement Fee.

However, generally clients need to have at least \$200,000 USD in advance to initiate a POF Transaction.

4 Loan against Financial Assets

4.1 Description

GC will consider lending against investment grade financial instruments (with S&P Rating of BBB- or better).

4.2 Amount

Loan amount can range from \$500K to over \$100MM USD

4.3 Terms

Loan terms are tailored to collateral quality, transaction profile and client needs.

4.4 Use of Proceeds

GC will need to approve use of proceeds.

4.5 Fees

Loan fees (including origination fee and finance fee) are quoted on a per transaction basis. A commitment fee (generally ranging from \$30,000 to \$300,000 USD) is required to secure a commitment from GC.

5 Loan against Real Assets

5.1 Description

GC will consider lending against real assets where the following conditions can be met:

1. Clean and legal asset history
2. Clear and legal ownership by the client
3. World class and current appraisal of value
4. Safekeeping of asset (or title documents) with acceptable 3rd party custodian

5.2 Terms

Minimum asset value of \$20MM USD required.

Loan to value shall depend on asset type and quality, transaction profile and client needs.

Use of proceeds needs to be acceptable to GC.

5.3 Fees

Loan fees (including origination fee and finance fee) are quoted on a per transaction basis.

A due diligence fee (generally ranging from \$40,000 to \$100,000 USD) is required to cover GC legal, expert and due diligence costs.

6 Specialty Financial Instruments

GC can provide or arrange specialty financial services such as

- Insurance on Financial or Hard Assets
- Safe Keeping Receipts (SKR) via SWIFT
- SWIFT Services

Please inquire directly for more information.