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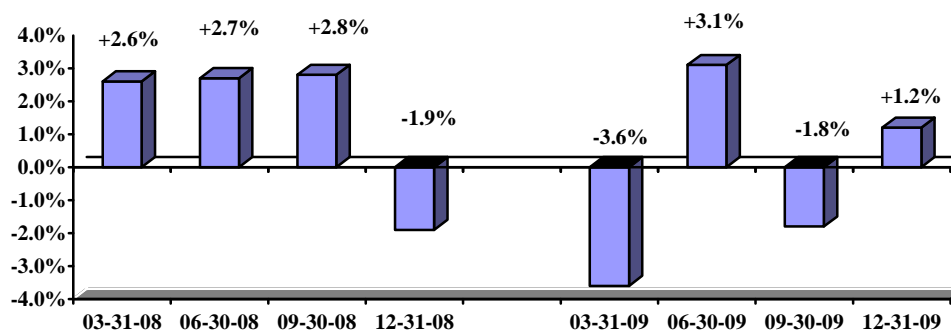
Quarterly Asset-Based Lending Index Fourth-Quarter 2009

Introduction

- This Quarterly Asset-Based Lending Index was developed to help Secured Finance Network members and external constituencies monitor industry trends.
- 20 of the largest SFNet members engaged in asset-based lending provided data for this Index. The mix of reporting members changed slightly in this Index. As a result, data from previous indices has been restated.
- This survey was conducted by R.S. Carmichael & Co., White Plains, NY on behalf of the Secured Finance Network.

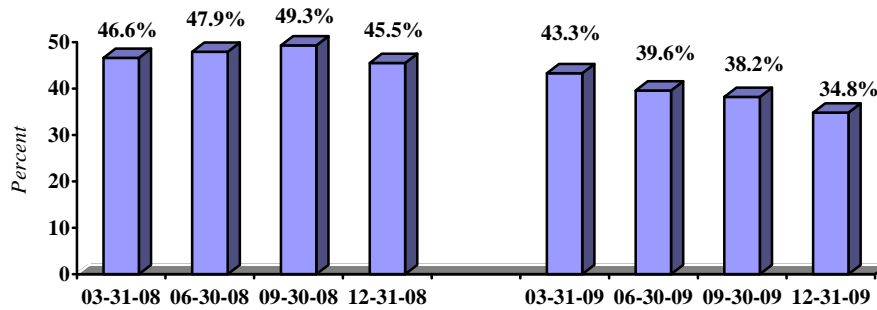
Business Development

- Total committed credit lines in 4Q 2009 increased 1.2% in comparison to the prior quarter.



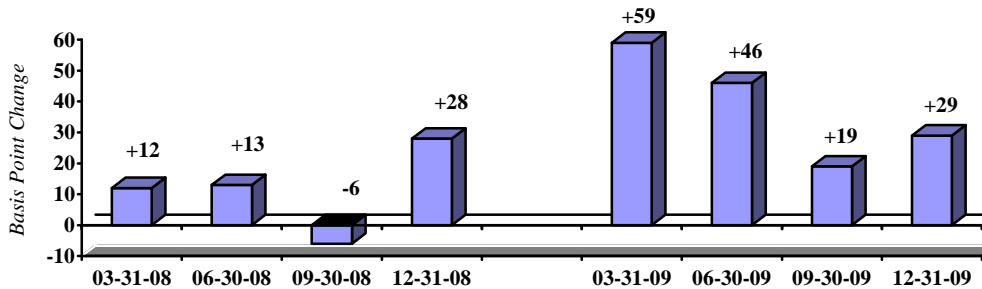
- Lenders' new credit commitments originated in the fourth-quarter of 2009 decreased 3.0% from the prior quarter. 50% of lenders reported an increase in new credit commitments in the quarter.
- Utilization of lenders' credit lines dropped to 34.8% in the fourth-quarter of 2009.

(Loans Outstanding as a Percentage of Total Credit Commitments)

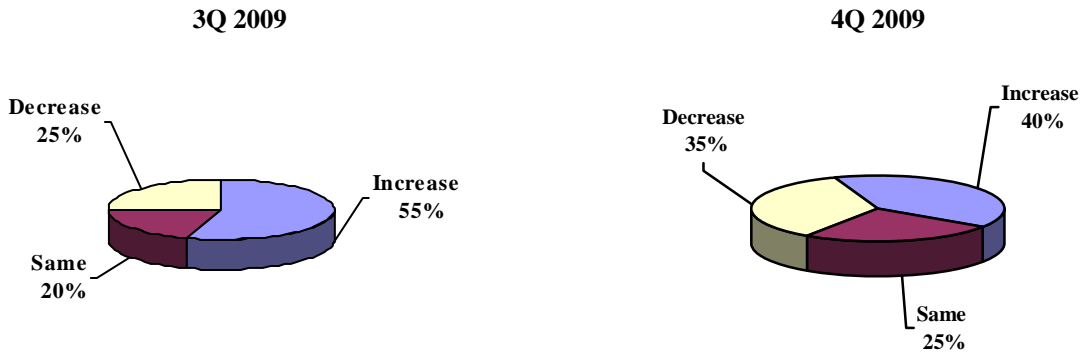


Portfolio Performance

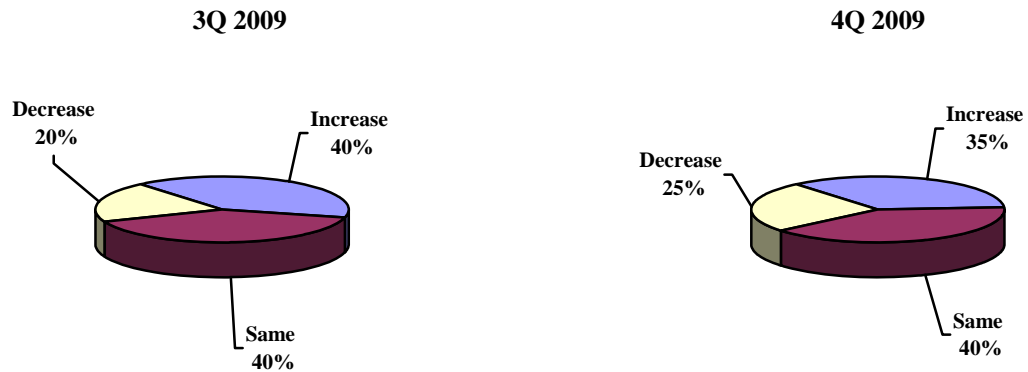
- Lenders' non-accruing loans as a percentage of their total asset-based loans outstanding increased 29 basis points in the fourth-quarter of 2009.



- **40% of lenders reported an increase in non-accruals in 4Q 2009 over the prior quarter.**



- **With respect to gross write-offs, 65% of lenders reported either a decrease or the same level in the fourth-quarter of 2009 over the prior quarter.**



- **For the year ending 12-31-09, total gross write-offs as a percentage of total asset-based loans outstanding exceeded 50 basis points.**