

REQUEST FOR APPROVAL OF PROPOSED ULTIMATE RECIPIENT ("RAPUR")

INTERMEDIARY			
Name	Loan Officer	Phone	Email
Rural Economic Development Corporation	Fred Friendly	800-123-4567	fred@redc.org

We are requesting USDA's concurrence on this ultimate recipient loan using Agency IRP loan funds:

ULTIMATE RECIPIENT		
Borrower Name	Business Name (dba)	Business Location
John Locke	U-Pick Locks	Ruralville, OR
Brief Description of the Project		
M&E and inventory to allow an existing locksmith to expand from Ruralville to Smalltown		

CERTIFICATIONS

The IRP lender hereby certifies:

- This ultimate recipient:**
 - is eligible for the loan, per IRP regulations and our approved IRP Work Plan.
 - will not fund more than 75% of the project cost.
 - is unable to finance the proposed project through commercial credit or other Federal, State, or local programs at reasonable rates and terms.
 - has executed Form AD-1048, affirming they are not debarred or suspended from receiving Federal assistance.
- This loan:**
 - is for eligible purposes, per IRP regulations and our approved IRP Work Plan.
 - complies with all applicable statutes and regulations.
 - has fees and charges that are reasonable and customary for the community where the project is located.
- The intermediary** and its principal officers (including immediate family) hold no legal or financial interest or influence in the ultimate recipient, and the ultimate recipient and its principal officers (including immediate family) hold no legal or financial interest or influence in the intermediary.
- If debt refinancing** is proposed:
 - A complete debt schedule which is in agreement with the borrower's latest balance sheet has been obtained.
 - Collateral for the proposed loan will include all of the collateral currently pledged on the debt being refinanced.
 - Secured creditors being refinanced are not being paid more than the value of their collateral.
 - The proposed refinance will restructure debts on a schedule that will allow the ultimate recipient to operate successfully and pay off the loan rather than merely take over an unsound loan.
 - The proposed refinancing will create new or save existing jobs or create or continue a needed service.

FUNDING PLAN (information to facilitate timely transfer of funds)

Check One:

<input type="checkbox"/>	Please do not order funds now. Wait for our written request for IRP funds.
<input checked="" type="checkbox"/>	Please order IRP \$30,000 for delivery by no later than July 27, 2009 funds: _____

ADDITIONAL COMMENTS (including justification for any proposed debt refinancing)

No construction and no debt refinancing are involved in this project.

Fred Friendly

SIGNATURE OF IRP LOAN OFFICER

July 1, 2009

DATE

Attachments: (forms available at <http://www.rurdev.usda.gov/or/rif.htm>)

<input checked="" type="checkbox"/>	<u>always</u>	Ultimate Recipient Data Sheet
<input type="checkbox"/>	<u>if construction</u>	Form RD 1940-20 and "Supplemental Environmental Information"
<input checked="" type="checkbox"/>	<u>always</u>	IRP Lender's Credit Memorandum