

**NEW JERSEY ECONOMIC DEVELOPMENT AUTHORITY
PROJECT SUMMARY - DIRECT LOAN PROGRAM**

APPLICANT: Compassionate Care Foundation, Inc.

P38376

PROJECT USER(S): Same as applicant

* - indicates relation to applicant

PROJECT LOCATION: 100 Century Drive

Egg Harbor City (T)

Atlantic

GOVERNOR'S INITIATIVES: () Urban () Edison (X) Core () Clean Energy

APPLICANT BACKGROUND:

Compassionate Care Foundation, Inc. ("Compassionate Care" or "Company") was founded in 2011 as a not-for-profit corporation that will grow and sell medicinal marijuana to qualified patients in the State of New Jersey. In addition to the primary services provided, the Company will also conduct research about the effectiveness of medicinal cannabis. The facility will be located in Egg Harbor Township and has received its permit to grow marijuana from the New Jersey Department of Health. Compassionate Care will service the seven southern New Jersey Counties, but may sell products to any New Jersey resident who has obtained a medicinal marijuana card from the State.

The proceeds of this term loan will be used for the equipment to build a second vegetation and flowering room. Equipment needed includes tables, lights, carbon dioxide generators, nutrients and product processing equipment. This second room will help the Company triple production of medicinal marijuana by reducing production time from 14 weeks with one room to five weeks with two rooms.

APPROVAL REQUEST:

Approve a \$350,000 direct term loan.

FINANCING SUMMARY:

LENDER: NJEDA

AMOUNT OF LOAN: \$350,000

TERMS OF LOAN: 6-Months Capitalized interest, 6-Months Interest Only payments, followed by 36 months of principal and interest payments based upon a 3-Year Amortization. Fixed rate of 5-Year UST + 300 bps (indicative rate of 4.64%), with a floor of 3%.

PROJECT COSTS:

Purchase of equipment & machinery	\$350,000
Finance fees	\$7,200
TOTAL COSTS	<u><u>\$357,200</u></u>

JOBS: At Application 4 Within 2 years 11 Maintained 0 Construction 0

DEVELOPMENT OFFICER: H. Friedberg

APPROVAL OFFICER: J. Wentzel