

**NSEDC REVOLVING LOAN PROGRAM FACT SHEET**

NORTON SOUND ECONOMIC DEVELOPMENT CORPORATION (NSEDC), THE COMMUNITY DEVELOPMENT QUOTA (CDQ) CORPORATION, ESTABLISHED IN THE NORTON SOUND REGION HAS DEVELOPED AND HAS BEEN CONDUCTING BUSINESS (SINCE MAY 1993) IN A REVOLVING LOAN PROGRAM GEARED STRICTLY TO THE NORTON SOUND REGION'S COMMERCIAL FISHERMEN WHO FISH COMMERCIALY FOR: HERRING, SALMON, RED KING CRAB, HALIBUT, BAITFISH, AND ANY OTHER SPECIE THAT IS AUTHORIZED FOR COMMERCIAL HARVEST BY THE ALASKA DEPARTMENT OF FISH & GAME (ADF&G). ALL BORROWERS MUST COMPLETE AN NSEDC REVOLVING LOAN APPLICATION FORM AND COMPLY WITH ALL REQUIREMENTS. THE BORROWER MUST SIGN A CONSENT FORM THAT ALLOWS NSEDC TO DO A COMPLETE CREDIT CHECK AND ALSO A CREDIT BUREAU OF ALASKA (CBA) CHECK WILL BE DONE BY NSEDC. THE BORROWER IS SUBJECT TO NSEDC'S COLLECTION POLICIES.

THIS IS A NSEDC PROGRAM AND ALL RIGHTS, LETTING OF LOANS, PAYMENTS RECEIVED AND COLLECTIONS IS AN NSEDC RESPONSIBILITY.

THE BOARD OF DIRECTORS OF NSEDC ESTABLISHED THE FOLLOWING GUIDELINES WHICH GOVERNS THE REVOLVING LOAN PROGRAM:

- \* MAXIMUM LOAN UP TO \$15,000 FOR ALL CATEGORIES OF LOANS, EXCEPT FOR SUMMER CRAB AND LOWER YUKON SALMON PERMITS, WHICH ARE AUTHORIZED UP TO \$16,000.
- \* UP TO 7 YEARS PAYBACK TERMS, 3 YEARS FOR OUTBOARDS
- \* 10 PERCENT DOWN UP-FRONT REQUIREMENT
- \* 8 PERCENT FLAT RATE PER ANNUM INTEREST (EFFECTIVE MAY 2001)
- \* CREDIT BUREAU OF ALASKA (CBA) CREDIT CHECK

THE LOW INTEREST LOANS ARE LET OUT FOR THE FOLLOWING CATEGORIES:

- \*SALMON & HERRING GEAR
- \*VESSEL UPGRADES
- \*SUMMER CRAB/WINTER CRAB GEAR
- \*NORTON SOUND SALMON PERMITS
- \*LOWER YUKON SALMON PERMITS
- \*HALIBUT GEAR

FOR INFORMATION CONTACT THE REVOLVING LOAN PROGRAM MGR. AT 800-650-2248 (REVISED 7/01)