

LIMESTONE FUND

January 31, 2011

Lamont Price  
Tennessee Department of Economic and Community Development  
312 Rosa L. Parks Avenue, 11<sup>th</sup> Floor  
Nashville, TN 37243

RE: Report to ECD

Dear Mr. Price:

In accordance with Section § 4-28-110 (a) (2) (A-D) of the Tennessee Small Business Investment Company Credit Act, Limestone Fund, LLC (the "Fund") hereby reports the following information:

- (A) – Remaining uninvested designated capital.
  - The Limestone Fund's remaining uninvested capital is detailed in the following table:

<u>For the twelve months ended...</u>	<u>12/31/2010</u>
Designated Capital received January 7, 2010	\$ 2,931,391.11
First Funding C&E Manager Fee	(45,729.71)
Qualified investments made	(2,066,666.15)
Management fees	(280,000.00)
Start-up costs	(70,322.99)
Professional fees	(13,051.48)
Total outflows of designated capital	<u>(2,475,770.33)</u>
Remaining Uninvested Designated Capital as of 12/31/10*	<u>\$ 455,620.78</u>

*\*Note: Does not include additional commitments of designated capital in the amount of \$11,725,564.40 received January 7, 2010.*

- (B) – Investing more than fifteen percent (15%) of total designated capital in any one (1) business.
  - The Limestone Fund has not invested more than 15% of total designated capital in any one business.

- (C) – Qualified investments made during the preceding year and employment information.
  - Information on the Limestone Fund’s qualified investments and employees in qualified businesses is detailed in the following table:

Qualified Business Name	Date of Investment	Qualified Investment Amount	Number of employees at:		Number of minority and women employees at:	
			Funding	12/1/2010	Funding	12/1/2010
OnFocus Healthcare, Inc.	4/7/2010	\$ 550,000.00	14	22	3	7
Pathfinder Therapeutics, Inc.	5/25/2010	\$ 566,666.28	14	18	4	6
MedCenterDisplay, LLC	6/22/2010	\$ 499,999.87	5	13	0	3
Nutraceutical Discoveries, Inc.	12/17/2010	\$ 450,000.00	2	2	0	0

- (D) – Employment information on qualified businesses where the TNInvestco no longer has an investment.
  - The Limestone Fund has not exited any investments as of the date of this report.

Please feel free to contact me should you need additional information.

Sincerely,



Joseph C. Cook, III  
Principal