

TENNESSEE

January 20, 2011

Commissioner Bill Hagerty
c/o Lamont Price
State of Tennessee
Department of Economic and Community Development
312 Rosa L. Parks Avenue, 11th Floor
Nashville, TN 37243

Dear Commissioner Hagerty:

The information provided below represents Tennessee Angel Fund's Report on Remaining Designated Capital for the taxable year 2010.

- A. At the end of the taxable year 2010, the un-invested portion of Tennessee Angel Fund's designated capital, net of qualified tax credit sale expenses, start-up expenses, and management fees, was \$3,742,966. This amount does not include anticipated future tranches of capital. During 2010, Tennessee Angel Fund made one qualified investment in Shareable Ink Corporation in the amount of \$750,000.
- B. Tennessee Angel Fund has not invested more than fifteen percent (15%) of its total designated capital in any one business.
- C. Tennessee Angel Fund made one investment in 2010:
 - a. Shareable Ink Corporation
 - i. Investment amount: **\$750,000**
 - ii. Number of employees, including minority and women employees, as of closing: **8**
 - iii. Number of employees, including minority and women employees, as of Dec. 1, 2010: **10**
- D. Tennessee Angel Fund did not exit any qualified investments during 2010.

Thank you,


Chase Perry
Tennessee Angel Fund, LP
40 Burton Hills Boulevard, Suite 320
Nashville, TN 37215