



TENNESSEE ANGEL FUND

January 30, 2013

Lamont Price
State of Tennessee
Department of Economic and Community Development
312 Rosa L. Parks Avenue, 27th Floor
Nashville, TN 37243

Dear Lamont:

The information provided below represents Tennessee Angel Fund's Report on Remaining Designated Capital for the taxable year 2012.

- A. At the end of the taxable year 2012, the un-invested portion of Tennessee Angel Fund's designated capital was **\$8,222,905.23**. This includes the \$7,522,905.23 year-end balance of TAF's state-held account plus \$700,000.00 in TAF's private account for two investments that had been approved but not yet closed as of 12/31/12. Both of the pending investments were closed and funded in January 2013.
- B. Tennessee Angel Fund has not invested more than fifteen percent (15%) of its designated capital in any one business.
- C. Tennessee Angel Fund invested in five companies during 2011:
 1. Silvercare Solutions
 - i. Investment amount: **\$99,999.00**
 - ii. Number of employees as of initial closing: **30**
 - iii. Number of employees as of Dec. 1, 2012: **19**
 2. Inova Payroll
 - i. Investment amount: **\$162,000.00**
 - ii. Number of employees as of closing: **11**
 - iii. Number of employees as of Dec. 1, 2012: **43**
 3. Complete Holdings Group
 - i. Investment amount: **\$250,000.00**
 - ii. Number of employees as of closing: **31**
 - iii. Number of employees as of Dec. 1, 2012: **37**
 4. NuScriptRx
 - i. Investment amount: **\$182,337.31**
 - ii. Number of employees as of closing: **55**
 - iii. Number of employees as of Dec. 1, 2012: **94**
 5. NeighborMD Management
 - i. Investment amount: **\$160,000.00**
 - ii. Number of employees as of closing: **6**

iii. Number of employees as of Dec. 1, 2012: **11**

D. Tennessee Angel Fund did not exit any qualified investments during 2011.

Thank you,

A handwritten signature in blue ink, appearing to read 'Chase Perry', with a long horizontal flourish extending to the right.

Chase Perry
Tennessee Angel Fund, LP
40 Burton Hills Boulevard, Suite 250
Nashville, TN 37215