January 30, 2014

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 2013.

A. At the end of the taxable year 2013, the un-invested portion of Tennessee Angel Fund’s designated capital was $5,806,696.68 according to the year-end statement for TAF’s state-held LGIP account.

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 eight companies during 2013:

1. American Hometown Media
   i. Investment amount: $200,000.00
   ii. Number of employees as of initial closing: 14
   iii. Number of employees as of Dec. 1, 2013: 7 (4 women and minority)

2. NuScriptRx
   i. Investment amount: $256,825.00
   ii. Number of employees as of initial closing: 55
   iii. Number of employees as of Dec. 1, 2013: 103 (77 women and minority)

3. LiveSchool
   i. Investment amount: $500,000.00
   ii. Number of employees as of initial closing: 6
   iii. Number of employees as of Dec. 1, 2013: 8 (2 women and minority)

4. NeighborMD Management
   i. Investment amount: $94,283.17
   ii. Number of employees as of initial closing: 6
   iii. Not Applicable – Company was liquidated in April 2014

5. Unity Physician Partners
   i. Investment amount: $300,000.00
   ii. Number of employees as of initial closing: 4
   iii. Number of employees as of Dec. 1, 2013: 11 (5 women and minority)
6. Inova Payroll
   i. Investment Amount: **$250,000.00**
   ii. Number of employees as of initial closing: **8**
   iii. Number of employees as of Dec. 1, 2013: **68 (44 women and minority)**

7. Snapshot Interactive
   i. Investment Amount: **$250,000.00**
   ii. Number of employees as of initial closing: **18**
   iii. Number of employees as of Dec. 1, 2013: **21 (6 women and minority)**

8. Shareable Ink
   i. Investment Amount: **$250,000.00**
   ii. Number of employees as of initial closing: **9**
   iii. Number of employees as of Dec. 1, 2013: **58 (30 women and minority)**

D. Tennessee Angel Fund exited one investment during 2013: NeighborMD Management. NeighborMD Management had 6 employees at the time of TAF’s initial investment and 14 employees at the time of TAF’s exit. NeighborMD was acquired by a competitor, Tennessee-based CareSpot. CareSpot acquired NeighborMD to be its platform for future growth and hiring in Tennessee.

Thank you,

[Signature]

Chase Perry
Tennessee Angel Fund, LP
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