SECOND AMENDMENT TO AMENDMENT AND RATIFICATION AGREEMENT

The Huntington National Bank ("Lender"), Lee Steel Corporation, a Michigan corporation ("Operating Debtor"), Taylor Industrial Properties, L.L.C., a Michigan limited liability company ("Taylor Industrial"), 4L Ventures, LLC, a Michigan limited liability company ("4L Ventures"), and W. Zachary Taylor ("Mr. Taylor") enter into this Second Amendment to Amendment and Ratification Agreement (this "Second Amendment") on August ____, 2015.

RECITALS

- **A.** Operating Debtor, Taylor Industrial, and 4L Ventures, in their capacity as borrowers and guarantors, are collectively called the "*Debtors*". Debtors and Mr. Taylor, in their capacity as guarantors, are collectively called the "*Guarantors*". Debtors and Guarantors are collectively called the "*Obligors*".
- **B.** Lender and Obligors are parties to an Amendment and Ratification Agreement dated April 15, 2015, as amended by the First Amendment to Post Petition Amendment Agreement dated May 12, 2015, (the "Post-Petition Amendment Agreement"). Capitalized terms used but not defined in this Second Amendment have the same meanings as in the Post-Petition Amendment Agreement. If a term is defined both in this Second Amendment and in the Post-Petition Amendment Agreement, then that term has the meaning given to it in this Second Amendment
- C. Obligors have requested that Lender make certain amendments to the Post-Petition Amendment Agreement.
 - **D.** Lender agreed to Obligors' request on the terms in this Second Amendment.

AGREEMENT

Lender and Obligors agree that:

1. Acknowledgements.

- (a) The Recitals in this Second Amendment and in the Post-Petition Amendment Agreement are accurate and are incorporated into this Second Amendment.
- **(b)** The Obligations, including each Debtor's obligations under the Guaranties, are owing to Lender and its affiliates without setoff, recoupment, defense, or counterclaim, in law or in equity.
- **(c)** The Obligations are secured by valid, perfected, indefeasible, first-priority, Liens in Lender's favor in, among other things, the Collateral, subject only to the liens or encumbrances expressly permitted by the Loan Documents.

(d) This Second Amendment and the other Loan Documents were entered into in exchange for good and valuable consideration.

2. Reaffirmations. Each Obligor:

- (a) Reaffirms its obligations and duties under the Loan Documents and agrees that the Guaranties guaranty the Obligations to the extent provided, and as limited in, the Guaranties.
- **(b)** Reaffirms the liens, assignments, and security interests in the Collateral that it granted to Lender under the Loan Documents.
- **(c)** Mr. Taylor's reaffirmation herein is not a waiver of any claims or defenses he may have against Lender.
- **3. Amendments to the Post-Petition Amendment Agreement.** The Post-Petition Amendment Agreement is amended as follows:
 - (a) "Financing Period" means the period from the date that the Conditions Precedent are satisfied until the earlier of (x) September 28, 2015, or (y) the date on which an Event of Default occurs.
 - **(b)** Clause (b) of Section 5 is amended to read as follows:
 - (b) During the Financing Period, (i) all interest payments on the Loans must continue to be paid in accordance with the Loan Documents, (ii) all principal payments on the Loans are suspended, (iii) Lender will advance funds to Operating Debtor under the Revolver solely in accordance with the Budget ("Budget Funding"). The Obligors represent and warrant that (w) they will fully cooperate with Lender in implementing the Budget and the terms of this Agreement, (x) they will use the Budget Funding only in the amounts, and solely for the purposes, set forth in the Budget, (y) all billings that Debtors expect to bill or collect, and all expenses they expect to incur, through September 28, 2015 are set forth on the Budget, and (z) Debtors will use their best efforts to implement the Budget.
 - **(c)** The table in the definition of "Operational Out of Formula" in clause (d) of Section 5 is amended in its entirety to read as follows:

| Period | Operational Out of Formula for |
|--------------------|--------------------------------|
| | such Period |
| Week ended 4/19/15 | \$966,134 |
| Week ended 4/26/15 | \$396,026 |
| Week ended 5/3/15 | \$279,557 |
| Week ended 5/10/15 | \$0 |
| Week ended 5/17/15 | \$38,352 |

| Week ended 5/24/15 | \$877,319 |
|--------------------|-------------|
| Week ended 5/31/15 | \$1,317,663 |
| Week ended 6/7/15 | \$1,473,029 |
| Week ended 6/14/15 | \$1,320,195 |
| Week ended 6/21/15 | \$1,891,041 |
| Week ended 6/28/15 | \$1,649,923 |
| Week ended 7/5/15 | \$1,985,549 |
| Week ended 7/12/15 | \$2,142,415 |
| Week ended 7/19/15 | \$2,151,723 |
| Week ended 7/26/15 | \$2,725,536 |
| Week ended 8/2/15 | \$2,640,088 |
| Week ended 8/9/15 | \$2,506,369 |
| Week ended 8/16/15 | \$2,485,933 |
| Week ended 8/23/15 | \$3,046,942 |
| Week ended 8/30/15 | \$3,358,684 |
| Week ended 9/6/15 | \$3,424,657 |
| Week ended 9/13/15 | \$3,244,125 |
| Week ended 9/20/15 | \$3,229,220 |
| Week ended 9/27/15 | \$3,496,713 |

- (d) The Budget attached as Exhibit A to the Post-Petition Amendment Agreement is replaced in its entirety by the Budget attached as **Exhibit A** to this Second Amendment.
 - (e) Clause (d) of Section 9 is amended to read as follows:
 - (d) Consummation of the sale on or before September 28, 2015.
- **4. Cash Floor**. Debtors must maintain a minimum of \$5,700,000 in cash on hand in Debtors' accounts with Lender (the "*Cash Floor*") from August 28, 2015 until the end of Financing Period, or such earlier date as may be agreed to by Lender in its sole discretion.
- 5. Conditions Precedent. Lender's obligations under this Second Amendment are not effective or enforceable until each of the following conditions precedent (the "Second Amendment Conditions Precedent") have been satisfied to Lender's satisfaction:
 - (a) The Bankruptcy Court shall have entered an order authorizing, or shall have otherwise consented to, the Debtors entering into this Second Amendment.
 - **(b)** Lender receives a fully executed original of this Second Amendment and all Exhibits.
- **6. Additional Representations.** Each Obligor represents and warrants to Lender that:
 - (a) Each Obligor's execution, delivery, and performance of this Second Amendment and the other Loan Documents: (1) is duly authorized by all necessary

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corporate or limited liability company action; (2) does not and will not require consent or approval of its stockholders or members; (3) does not violate any law, rule, regulation, or order; (4) does not violate its articles of incorporation or organization, by-laws, or operating agreement; and (5) is not a default under any indenture, loan agreement, lease, or other agreement.

- **(b)** After giving effect to the amendments in this Second Amendment, all representations and warranties in the Loan Documents are true on and as of this Second Amendment's date.
- (c) All persons executing this Second Amendment in a representative capacity have authority to execute this Second Amendment and bind the entity they represent.

7. Loan Documents and Guaranties Continue; Reservation of Rights.

- (a) Except as amended by this Second Amendment, all other terms of the Loan Documents remain in full force and effect and are ratified and confirmed.
- **(b)** Nothing in this Second Amendment prejudices Lender's rights and remedies under the Loan Documents or applicable law.

8. Entire Agreement, Etc.

- (a) This Second Amendment and the Loan Documents is Obligors' and Lender's entire agreement on this subject. There are no written or oral representations or understandings that are not fully expressed in this Second Amendment.
- **(b)** This Second Amendment is governed by Michigan law, without regard to conflicts of law principles.
- **(c)** This Second Amendment is binding on Lender, Obligors, and their respective successors, assigns, heirs, and personal representatives.
- (d) References to the Post-Petition Amendment Agreement and the other Loan Documents mean the Post-Petition Amendment Agreement and other Loan Documents as amended by this Second Amendment. If there is an express conflict between the terms of this Second Amendment and the terms of the Post-Petition amendment Agreement and the other Loan Documents, the terms of this Second Amendment control.
- **(e)** This Second Amendment may be executed in counterparts with the same effect as if all signatories signed the same document. All counterparts must be construed together as one instrument. Facsimile signatures and electronic signatures sent in PDF format are treated as originals.

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| | LEE STEEL CORPORATION |
|-----------------------------|--------------------------------------|
| | By: |
| | Name: |
| | Title: |
| | TAYLOR INDUSTRIAL PROPERTIES, L.L.C. |
| | By: |
| | Name: |
| | Title: |
| | 4L VENTURES, LLC |
| | By: |
| | Name: |
| | Title: |
| | Lender: |
| | THE HUNTINGTON NATIONAL BANK |
| | By: |
| | Name: |
| | Title: |
| | |
| W. ZACHARY TAYLOR | _ |
| Exhibits: A – Budget | |

Debtors:

EXHIBIT A – BUDGET

See attached.

DETROIT 50895-24 1361410v3

| Lee Steel Corporation Weekly Cash Flow Forecast | | | | | | | | | | | | | | | | | | | | | | | | | | |
|--|-------------|------------|------------|------------------|------------|------------|-------------|------------|------------------|------------|--------------------|------------|------------------|------------|------------|------------|---|------------|------------|-------------|------------|------------------|------------|------------|------------|--------------------|
| | 9 | 10 | 11 | 12 | 13 | 14 | 15 | 16 | 17 | 18 | 19 | 20 | 21 | 22 | 23 | 24 | 25 | 26 | 27 | 28 | 29 | 30 | 31 | 32 | 33 | |
| Starting | 4/6/15 | 4/13/15 | 4/20/15 | 4/27/15 | 5/4/15 | 5/11/15 | 5/18/15 | 5/25/15 | 6/1/15 | 6/8/15 | 6/15/15 | 6/22/15 | 6/29/15 | 7/6/15 | 7/13/15 | 7/20/15 | 7/27/15 | 8/3/15 | 8/10/15 | 8/17/15 | 8/24/15 | 8/31/15 | 9/7/15 | 9/14/15 | 9/21/15 | 25 Weeks |
| Ending | 4/12/15 | 4/19/15 | 4/26/15 | 5/3/15 | 5/10/15 | 5/17/15 | 5/24/15 | 5/31/15 | 6/7/15 | 6/14/15 | 6/21/15 | 6/28/15 | 7/5/15 | 7/12/15 | 7/19/15 | 7/26/15 | 8/2/15 | 8/9/15 | 8/16/15 | 8/23/15 | 8/30/15 | 9/6/15 | 9/13/15 | 9/20/15 | 9/27/15 | Total |
| Opening Cash Balance | 187,138 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 187,138 |
| Cash Receipts: | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Collections from Future Sales | - | - | - | - | - | - | - | 1,543,292 | 1,714,769 | 1,954,837 | 1,028,862 | 1,954,837 | 1,954,837 | 1,954,837 | 823,089 | 1,954,837 | 1,954,837 | 1,954,837 | 1,954,837 | 617,317 | 1,440,406 | 1,440,406 | 1,440,406 | 1,440,406 | 1,800,508 | 28,928,157 |
| Accounts Receivable Collections | 3,209,653 | 1,384,203 | 1,336,278 | 1,317,108 | 1,317,108 | 1,317,108 | 1,293,374 | 524,452 | 232,008 | 76,626 | 30,942 | 30,942 | 30,942 | 4,420 | | | | - | | | | | - | - | | 12,105,164 |
| Miscellaneous Income | - | - | - | - | - | - | | | - 1 | | | | - | - 1 | | - | - | - | - | - | - | 100,000 | 80,000 | 100,000 | 100,000 | 380,000 |
| Total Cash Receipts | 3,209,653 | 1,384,203 | 1,336,278 | 1,317,108 | 1,317,108 | 1,317,108 | 1,293,374 | 2,067,744 | 1,946,777 | 2,031,463 | 1,059,803 | 1,985,779 | 1,985,779 | 1,959,257 | 823,089 | 1,954,837 | 1,954,837 | 1,954,837 | 1,954,837 | 617,317 | 1,440,406 | 1,540,406 | 1,520,406 | 1,540,406 | 1,900,508 | 41,413,321 |
| | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Cash Disbursements: | | | | 40.744 | | | | | 43.711 | | | | 43.711 | | | | 43.711 | | | | | 40.744 | | | | 240 554 |
| Debt Payments Line of Credit Interest | - | - | - | 43,711 40,300 | - | - | - | - | 44,400 | - | - | | 43,711 45,400 | - | - | - | 43,711 44,300 | - | - | - | - | 43,711 44.600 | - | - | - | 218,554 219,000 |
| Payroll | 87.647 | 97.647 | 87.647 | 40,300 87.647 | 87.647 | 97.647 | 87.647 | 87.647 | 44,400 87.647 | 87.647 | 97,647 | 87.647 | 45,400 87.647 | 87.647 | 97.647 | 87.647 | 44,300 87,647 | 87.647 | 97.647 | 87.647 | 87.647 | 62,500 | 62,500 | 62.500 | 62.500 | 2,140,585 |
| Rent and Lease Payments | 67,047 | 2,984 | 87,047 | 10.000 | 67,047 | 2.984 | 87,047 | 10.000 | 87,047 | 87,047 | 2,984 | 10.000 | 87,047 | 87,047 | 2.984 | 87,047 | 10.000 | 87,047 | 2,984 | 67,047 | 10.000 | 62,500 | 62,500 | 2,984 | 62,500 | 67.906 |
| CAPEX CAPEX | 108,960 | 2,500 | - | 10,000 | - | 22,500 | - | 10,000 | - | | 22,500 | 10,000 | - | - | 22,500 | - | 10,000 | - | 2,500 | - | 10,000 | - | - | 2,964 | - | 221,460 |
| | 108,960 | 22,500 | - | - | - | 22,500 | - | - | - | - | 10,866 | - | - | - | 22,500 | - | - | - | 22,500 | - | - | - | - | 10,866 | - | 221,460 |
| Property Taxes | - | - | - | 25.365 | - | - | - | - | 70.365 | - | | - | 70.365 | - | - | - | 25.365 | 45.000 | - | - | 150.000 | 70.365 | - | 10,866 | - | 501.825 |
| Insurance Utilities | - | 155,000 | - | 25,365 | 45,000 | - | - | - | 70,365 | - | - | - | 70,365 | - | 445.000 | - | 25,365 | 45,000 | 445.000 | - | , | 70,365 | - | - | - | 680,000 |
| Professional Fees | 287.500 | 155,000 | - | - | - | 115,000 | 515,200 | - | - | - | 115,000 403,200 | - | - | 146.000 | 115,000 | 588.050 | - | - | 115,000 | 411,200 | - | - | - | 65,000 | 495,200 | 2,846,350 |
| Disbursements to Major Mills | 205,920 | - | - | - | - | - | 515,200 | - | - | | 403,200 | - | - | 146,000 | - | 300,030 | - | - | - | 411,200 | | - | - | - | 495,200 | 2,846,330 |
| Future Steel Purchases | 205,920 | 432,400 | 625.000 | 1.007.400 | 1.375.000 | 1.750.000 | 1.800.000 | 1.750.000 | 1.425.000 | 1.561.257 | 1.311.257 | 1.460.263 | 011 000 | 1.246.774 | 734.401 | 1.075.983 | 956.430 | 1.225.983 | 1 225 002 | 1.195.537 | 1,195,537 | 1.067.444 | 853,955 | 1.067.444 | 1.067.444 | 28,222,392 |
| | - | 1,084,012 | 625,000 | 1,007,400 | 1,373,000 | 1,750,000 | 1,800,000 | 1,750,000 | 1,425,000 | 1,301,237 | 1,311,257 | 1,400,203 | 811,898 | 1,240,774 | /34,401 | 1,075,965 | 950,450 | 1,225,965 | 1,225,983 | 1,195,557 | 1,195,557 | 1,067,444 | 653,955 | 1,067,444 | 1,067,444 | 1,084,012 |
| Critical vendor payments Other Non Steel - Est | 129,293 | 185.000 | 185.000 | 185.000 | 187.500 | 185.000 | 185.000 | 185.000 | 187.500 | 185.000 | 300.000 | 185.000 | 185.000 | 182.500 | 180.000 | 180.000 | 165.000 | 167.500 | 165.000 | 165.000 | 315,000 | 127.500 | 125.000 | 200.000 | 125.000 | 4,566,793 |
| | 129,295 | 185,000 | 105,000 | 165,000 | 187,500 | 185,000 | 185,000 | 185,000 | 187,500 | 185,000 | 300,000 | 185,000 | 165,000 | 182,500 | 180,000 | 180,000 | 105,000 | 167,500 | 105,000 | 165,000 | 315,000 | 127,500 | 125,000 | 200,000 | 125,000 | |
| Other Disbursements Total Cash Disbursements | 819,320 | 1,979,544 | 897.647 | 1,399,423 | 1.695.147 | 2.173.131 | 2.587.847 | 2.032.647 | 1.858.623 | 1.833.904 | 2.263.454 | 1.742.910 | 1.244.021 | 1.662.921 | 1.152.533 | 1.931.680 | 1.332.452 | 1.526.130 | 1,629,115 | 1.859.384 | 1.758.184 | 1.416.120 | 1.041.455 | 1.408.794 | 1.750.144 | 40.996.530 |
| Total Cash Disbursements | 613,320 | 1,373,344 | 657,047 | 1,333,423 | 1,055,147 | 2,173,131 | 2,307,047 | 2,032,047 | 1,030,023 | 1,033,304 | 2,203,434 | 1,742,510 | 1,244,021 | 1,002,521 | 1,132,333 | 1,531,000 | 1,332,432 | 1,320,130 | 1,025,115 | 1,033,304 | 1,730,104 | 1,410,120 | 1,041,433 | 1,400,734 | 1,730,144 | 40,330,330 |
| Operating Cash Flow | 2,390,332 | (595,340) | 438,631 | (82,315) | (378,039) | (856,023) | (1,294,473) | 35,097 | 88,154 | 197,558 | (1,203,651) | 242,869 | 741,758 | 296,336 | (329,443) | 23,157 | 622,384 | 428,707 | 325,722 | (1,242,067) | (317,778) | 124,286 | 478,951 | 131,612 | 150,364 | 416,791 |
| Net Increase (Decrease) in Cash | (187,138) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (187,138) |
| Ending Cash Balance | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Line of Credit | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Beginning Balance (Line ex. LCs) | 27.870.000 | 25,292,530 | 25.887.870 | 25,449,239 | 25.531.553 | 25.909.592 | 26.765.615 | 28.060.087 | 28.024.990 | 27.936.836 | 27.739.277 | 28.942.929 | 28,700,060 | 27.958.302 | 27.661.966 | 27.991.409 | 27.968.253 | 27.345.868 | 26.917.162 | 26.591.439 | 27.833.506 | 28.151.284 | 28.026.998 | 27.548.047 | 27,416,435 | |
| Change | (2.577.470) | 595.340 | (438.631) | 82.315 | | 856.023 | 1.294.473 | (35.097) | (88.154) | (197.558) | 1.203.651 | (242.869) | (741.758) | (296.336) | 329.443 | (23.157) | | (428 707) | (325.722) | 1.242.067 | 317.778 | (124,286) | (478.951) | (131.612) | (150,364) | |
| Ending Balance | | | (100)00-) | | 25.909.592 | | | (00)001) | | ()) | | | ()) | (===)===) | 27.991.409 | | | (.20).0.7 | | | | | | | | |
| | | 25,007,070 | _5,5,255 | -0,004,000 | 23,303,332 | _5,,05,013 | 23,000,007 | _5,027,550 | _7,550,030 | ,133,211 | -0,572,523 | _5,,00,000 | ,550,502 | ,001,500 | | _7,500,233 | _,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,, | _3,31,102 | -3,332,733 | ,055,500 | _3,131,104 | _3,020,330 | ,540,047 | ,-10,-33 | | |
| Interest Expense - LOC | | | | 40,300 | | | | | 44,400 | | | | 45,400 | | | | 44,300 | | | | | 44,600 | | | | |
| | | | | | | | | | , | | | | | | | | | | | | | | | | | |

| ee Steel Corporation | | | | | | | | | | | | | | | | | | | | | | | | | | |
|---|-----------------|--------------------|--------------------|-------------------|-------------------|--------------------|--------------------|--------------------|------------------|-------------------|--------------------|--------------------|-------------------|-------------------|--------------------|--------------------|-------------------|------------------|--------------------|-------------|--------------------|-------------------|-------------------|--------------------|--------------------|--------------------|
| orecasted Borrowing Base Calcul | lation | 40 | | 42 | 13 | | 45 | 46 | 43 | 40 | 40 | 20 | 21 | 22 | 22 | 24 | 25 | 26 | 27 | 20 | 29 | 20 | 24 | 22 | 22 | |
| Week# | 4/5/45 | 10 | 11 | 12 | | 14 | 15 | 16 | 17 | 18 | 19 | 20 | | 22 | 23 | 24 | 25 | 26 | 27 | 28 | | 30 | 31 | 32 | 33 | 25.14 |
| Starting Fnding | 4/6/15 | 4/13/15 4/19/15 | 4/20/15 4/26/15 | 4/27/15 5/3/15 | 5/4/15 5/10/15 | 5/11/15 5/17/15 | 5/18/15 5/24/15 | 5/25/15 5/31/15 | 6/1/15 6/7/15 | 6/8/15 6/14/15 | 6/15/15 6/21/15 | 6/22/15 6/28/15 | 6/29/15 7/5/15 | 7/6/15 7/12/15 | 7/13/15 7/19/15 | 7/20/15 7/26/15 | 7/27/15 8/2/15 | 8/3/15 8/9/15 | 8/10/15 8/16/15 | 8/17/15 | 8/24/15 8/30/15 | 8/31/15 9/6/15 | 9/7/15 9/13/15 | 9/14/15 9/20/15 | 9/21/15 9/27/15 | 25 Weeks |
| ccounts receivable | 4/12/15 | 4/19/15 | 4/26/15 | 5/3/15 | 5/10/15 | 5/1//15 | 5/24/15 | 5/31/15 | 6///15 | 6/14/15 | 6/21/15 | 6/28/15 | //5/15 | //12/15 | //19/15 | //26/15 | 8/2/15 | 8/9/15 | 8/16/15 | 8/23/15 | 8/30/15 | 9/6/15 | 9/13/15 | 9/20/15 | 9/2//15 | |
| eginning balance | S 12 590 000 S | 10.923.640 | 11 254 205 5 | 11 872 764 \$ | 11 584 518 | \$ 12.222.246 \$ | 12.859.975 | 13.521.438 S | 12 276 702 | S 12.284.842 S | 12 208 217 \$ | 12 102 250 6 | 12.072.200 | 11 703 847 | 11 116 996 | 11 734 313 | 11 219 882 \$ | 10 705 451 \$ | 10 551 122 6 | 10 396 793 | \$ 11579 984 | 11 872 085 \$ | 11 717 756 6 | 11.306.211 | 11.151.882 | \$ 12.590.00 |
| Add: Sales | 1.543.292 | 1.714.769 | 1.954.837 | 1.028.862 | 1.954.837 | 1.954.837 | 1.954.837 | 823.089 | 1 954 837 | 1 954 837 | 1.954.837 | 1954 837 | 617.317 | 1 440 406 | 1 440 406 | 1,440,406 | 1.440.406 | 1800 508 | 1 800 508 | 1 800 508 | 1 800 508 | 1.286.077 | 1.028.862 | 1.286.077 | 1.286.077 | 39,216,7 |
| Less: Cash receipts | (3.209.653) | (1.384.203) | (1.336.278) | (1.317.108) | (1.317.108) | (1.317.108) | (1.293.374) | (2.067.744) | (4.046.777) | (2.031.463) | (1.059.803) | (1 985 779) | (1.985.779) | (1.959.257) | (823.089) | (1.954.837) | (1.954.837) | (1.954.837) | (1.954.837) | (617.317) | (1.440.406) | (1.440.406) | (1.440.406) | (1 440 406) | (1.800.508) | (41,033,3 |
| Less: Cash receipts Less: Other adjustments | (3,209,653) | (1,384,203) | (1,330,278) | (1,317,108) | (1,317,108) | (1,317,108) | (1,293,374) | (2,067,744) | (1,940,777) | (2,031,463) | (1,059,803) | (1,985,779) | (1,985,779) | (68,000) | (823,089) | (1,954,837) | (1,954,837) | (1,954,837) | (1,954,837) | (017,317) | (68.000) | (1,440,406) | (1,440,406) | (1,440,406) | (1,800,508) | |
| Ending AR balance | 10.923.640 | 11.254.205 | 11.872.764 | 11.584.518 | 12.222.246 | 12.859.975 | 13.521.438 | 12.276,783 | 12.284.842 | 12.208.217 | 13.103.250 | 13.072.309 | 11.703.847 | 11.116.996 | 11.734.313 | 11.219.882 | 10.705.451 | 10.551.122 | 10.396.793 | 11.579.984 | 11.872.085 | 11.717.756 | 11.306.211 | 11.151.882 | 10.637.451 | (136,0 10,637,4 |
| Ending Ax balance | 10,523,040 | 11,234,203 | 11,0/2,/04 | 11,304,310 | 12,222,240 | 12,033,373 | 13,321,430 | 12,270,763 | 12,204,042 | 12,200,217 | 13,103,230 | 15,072,305 | 11,703,047 | 11,110,550 | 11,/34,313 | 11,215,002 | 10,703,431 | 10,551,122 | 10,330,733 | 11,373,304 | 11,072,003 | 11,/1/,/30 | 11,500,211 | 11,131,002 | 10,037,431 | 10,657,4 |
| Ineligible asspt. | -10.00% | -10.00% | -10.00% | -10.00% | -10.00% | -10.00% | -10.00% | -10.00% | -10.00% | -10.00% | -10.00% | -10.00% | -10.00% | -10.00% | -10.00% | -10.00% | -10.00% | -10.00% | -10.00% | -10.00% | -10.00% | -10.00% | -10.00% | -10.00% | -10.00% | -10.0 |
| Less: Ineligibles | (1,092,364) | (1,125,421) | (1,187,276) | (1,158,452) | (1,222,225) | (1,285,998) | (1,352,144) | (1,227,678) | (1,228,484) | (1,220,822) | (1,310,325) | (1,307,231) | (1,170,385) | (1,111,700) | (1,173,431) | (1,121,988) | (1,070,545) | (1,055,112) | (1,039,679) | (1,157,998) | (1,187,209) | (1,171,776) | (1,130,621) | (1,115,188) | (1,063,745) | (1,063,7 |
| Eligible AR | 9,831,276 | 10,128,785 | 10,685,488 | 10,426,066 | 11,000,022 | 11,573,978 | 12,169,294 | 11,049,104 | 11,056,358 | 10,987,395 | 11,792,925 | 11,765,078 | 10,533,462 | 10,005,296 | 10,560,881 | 10,097,894 | 9,634,906 | 9,496,010 | 9,357,113 | 10,421,985 | 10,684,877 | 10,545,980 | 10,175,590 | 10,036,694 | 9,573,706 | 9,573,7 |
| Advance rate | 85.00% | 85.00% | 85.00% | 85.00% | 85.00% | 85.00% | 85.00% | 85.00% | 85.00% | 85.00% | 85.00% | 85.00% | 85.00% | 85.00% | 85.00% | 85.00% | 85.00% | 85.00% | 85.00% | 85.00% | 85.00% | 85.00% | 85.00% | 85.00% | 85.00% | 85.00 |
| A/R collateral - domestic | \$ 8,356,584 \$ | 8,609,467 | 9,082,665 \$ | 8,862,156 \$ | 9,350,018 | \$ 9,837,881 \$ | 10,343,900 \$ | 9,391,739 \$ | 9,397,905 | \$ 9,339,286 \$ | 10,023,986 \$ | 10,000,316 | 8,953,443 | 8,504,502 | 8,976,749 | 8,583,210 | 8,189,670 \$ | 8,071,608 \$ | 7,953,546 | 8,858,687 | \$ 9,082,145 | 8,964,083 \$ | 8,649,252 | 8,531,190 | 8,137,650 | \$ 8,137,65 |
| nventory | | | | | | | | | | | | | | | | | | | | | | | | | | |
| nding inventory | 23.643.611 | 19 410 153 | 18 787 638 | 19 433 683 | 19 811 168 | 20 188 654 | 20.166.139 | 20 982 975 | 20 610 460 | 20 610 460 | 20 610 460 | 20 610 460 | 20 610 460 | 20 610 460 | 20 371 353 | 20 132 245 | 19 893 138 | 19 594 254 | 19 295 369 | 18 996 485 | 18 697 601 | 18 697 601 | 18 697 601 | 18 697 601 | 18.697.601 | 18,697,6 |
| neligible assumption | -2.67% | -2.67% | -2.67% | -2.67% | -2.67% | -2.67% | -2.67% | -2.67% | -2.67% | -2.67% | -2.67% | -2.67% | -2.67% | -2.67% | -2.67% | -2.67% | -2.67% | -2.67% | -2.67% | -2.67% | -2.67% | -2.67% | -2.67% | -2.67% | -2.67% | -2.6 |
| ess: ineligibles | (631.988) | (518.829) | (502.189) | (519,458) | (529,548) | (539.638) | (539.036) | (560.870) | (550.913) | (550.913) | (550.913) | (550.913) | (550,913) | (550.913) | (544.522) | (538.130) | (531,739) | (523,750) | (515.761) | (507,772) | (499.783) | (499.783) | (499.783) | (499.783) | (499,783) | (499.7 |
| ligible inventory | 23,011,623 | 18,891,324 | 18,285,449 | 18,914,225 | 19,281,620 | 19,649,015 | 19,627,103 | 20,422,105 | 20,059,547 | 20,059,547 | 20,059,547 | 20,059,547 | 20,059,547 | 20,059,547 | 19,826,831 | 19,594,115 | 19,361,399 | 19,070,504 | 18,779,609 | 18,488,713 | 18,197,818 | 18,197,818 | 18,197,818 | 18,197,818 | 18,197,818 | 18,197,8 |
| Advance rate | 65.00% | 65.00% | 65.00% | 65.00% | 65.00% | 65.00% | 65.00% | 65.00% | 65.00% | 65.00% | 65.00% | 65.00% | 65.00% | 65.00% | 65.00% | 65.00% | 65.00% | 65.00% | 65.00% | 65.00% | 65.00% | 65.00% | 65.00% | 65.00% | 65.00% | 65.00 |
| Inventory collateral | 14,957,555 | 12,279,360 | 11,885,542 | 12,294,246 | 12,533,053 | 12,771,860 | 12,757,617 | 13,274,368 | 13,038,706 | 13,038,706 | 13,038,706 | 13,038,706 | 13,038,706 | 13,038,706 | 12,887,440 | 12,736,175 | 12,584,909 | 12,395,827 | 12,206,746 | 12,017,664 | 11,828,582 | 11,828,582 | 11,828,582 | 11,828,582 | 11,828,582 | 11,828,51 |
| Inventory cap | 23,000,000 | 23,000,000 | 23,000,000 | 23,000,000 | 23,000,000 | 23,000,000 | 23,000,000 | 23,000,000 | 23,000,000 | 23,000,000 | 23,000,000 | 23,000,000 | 23,000,000 | 23,000,000 | 23,000,000 | 23,000,000 | 23,000,000 | 23,000,000 | 23,000,000 | 23,000,000 | 23,000,000 | 23,000,000 | 23,000,000 | 23,000,000 | 23,000,000 | 23,000,00 |
| Inventory availability | 14,957,555 | 12,279,360 | 11,885,542 | 12,294,246 | 12,533,053 | 12,771,860 | 12,757,617 | 13,274,368 | 13,038,706 | 13,038,706 | 13,038,706 | 13,038,706 | 13,038,706 | 13,038,706 | 12,887,440 | 12,736,175 | 12,584,909 | 12,395,827 | 12,206,746 | 12,017,664 | 11,828,582 | 11,828,582 | 11,828,582 | 11,828,582 | 11,828,582 | 11,828,58 |
| orrowing Base Calculation | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Accounts Receivable | 8.356.584 | 8.609.467 | 9.082.665 | 8.862.156 | 9.350.018 | 9.837.881 | 10.343.900 | 9.391.739 | 9.397.905 | 9.339.286 | 10.023.986 | 10.000.316 | 8.953.443 | 8.504.502 | 8.976.749 | 8.583.210 | 8.189.670 | 8.071.608 | 7.953.546 | 8.858.687 | 9.082.145 | 8.964.083 | 8.649.252 | 8.531.190 | 8,137,650 | 8,137,6 |
| Inventory | 14.957.555 | 12.279.360 | 11.885.542 | 12.294.246 | 12.533.053 | 12.771.860 | 12.757.617 | 13.274.368 | 13.038.706 | 13.038.706 | 13.038.706 | 13.038.706 | 13.038,706 | 13.038,706 | 12.887.440 | 12,736,175 | 12.584.909 | 12.395.827 | 12.206.746 | 12.017.664 | 11.828.582 | 11.828.582 | 11.828.582 | 11.828.582 | 11.828.582 | 11.828.5 |
| Overformula allowance | 4,600,000 | 4,600,000 | 4.600.000 | 4.600.000 | 4,600,000 | 4.600.000 | 4,600,000 | 4,600,000 | 4.600.000 | 4.600.000 | 4.600.000 | 4.600.000 | 4.600.000 | 4.600.000 | 4.600.000 | 4.600.000 | 4.600.000 | 4.600.000 | 4,600,000 | 4.600.000 | 4,600,000 | 4,600,000 | 4.600.000 | 4.600.000 | 4.600.000 | 4,600.0 |
| Total | 27,914,139 | 25,488,828 | 25,568,206 | 25,756,402 | 26,483,072 | 27,209,741 | 27,701,516 | 27,266,107 | 27,036,610 | 26,977,992 | 27,662,692 | 27,639,022 | 26,592,149 | 26,143,208 | 26,464,190 | 25,919,384 | 25,374,579 | 25,067,436 | 24,760,292 | 25,476,351 | 25,510,727 | 25,392,665 | 25,077,833 | 24,959,772 | 24,566,232 | 24,566,2 |
| ine Maximum | 30,000,000 | 30,000,000 | 30,000,000 | 30,000,000 | 30,000,000 | 30,000,000 | 30,000,000 | 30,000,000 | 30,000,000 | 30,000,000 | 30,000,000 | 30,000,000 | 30,000,000 | 30,000,000 | 30,000,000 | 30,000,000 | 30,000,000 | 30,000,000 | 30,000,000 | 30,000,000 | 30,000,000 | 30,000,000 | 30,000,000 | 30,000,000 | 30,000,000 | 30,000,0 |
| ollateral Amount | 27,914,139 | 25,488,828 | 25,568,206 | 25,756,402 | 26,483,072 | 27,209,741 | 27,701,516 | 27,266,107 | 27,036,610 | 26,977,992 | 27,662,692 | 27,639,022 | 26,592,149 | 26,143,208 | 26,464,190 | 25,919,384 | 25,374,579 | 25,067,436 | 24,760,292 | 25,476,351 | 25,510,727 | 25,392,665 | 25,077,833 | 24,959,772 | 24,566,232 | 24,566,2 |
| ine of Credit Balance | 25,292,530 | 25,887,870 | 25,449,239 | 25,531,553 | 25,909,592 | 26,765,615 | 28,060,087 | 28,024,990 | 27,936,836 | 27,739,277 | 28,942,929 | 28,700,060 | 27,958,302 | 27,661,966 | 27,991,409 | 27,968,253 | 27,345,868 | 26,917,162 | 26,591,439 | 27,833,506 | 28,151,284 | 28,026,998 | 27,548,047 | 27,416,435 | 27,266,071 | 27,266,0 |
| Cs | 401,787 | 401,787 | 401,787 | 401,787 | 401,787 | 401,787 | 401,787 | 401,787 | 401,787 | 401,787 | 401,787 | 401,787 | 401,787 | 401,787 | 401,787 | 401,787 | 401,787 | 401,787 | 401,787 | 401,787 | 401,787 | 401,787 | 401,787 | 401,787 | 401,787 | 401,7 |
| limination of check float | 77 205 | 77.205 | 77.205 | 77 205 | 77.205 | 77,205 | 77.205 | 77 205 | 77.205 | 77 205 | 77.205 | 77 205 | 77.205 | 77 205 | 77.205 | 77.205 | 77 205 | 77.205 | 77 205 | 77.205 | 77 205 | 77 205 | 77 205 | 77.205 | 77.205 | 77.2 |
| | | | | | | | | | | | | | | | | | | | | | | | | | | |