

Quarterly Report

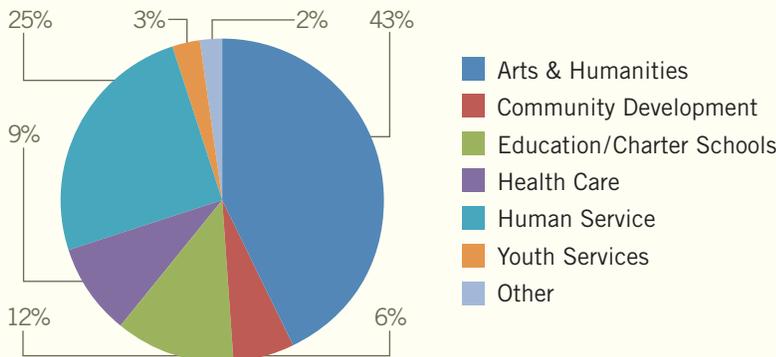


We are pleased to present this quarterly report for the loan fund at Nonprofits Assistance Fund (NAF). We make loans that enable nonprofits to expand programs and services, bridge cash flow gaps, consolidate debt, and make capital improvements. Loans range from \$20,000 to \$1,500,000, and loan clients are nonprofit organizations of all sizes and stages of development.

Trends and Impact

NAF recently completed an in-depth evaluation of the impact of the one on one management guidance and support that accompanies loans to nonprofits. Nonprofits that received these services described four important qualities of NAF's approach: we understand our clients; are committed to clients; are flexible to work with; and apply rigor that helps nonprofits. The complete evaluation report will be posted on the web site soon.

Total Loans Originated this Quarter \$2,621,479



Loan Fund Condition

	NAF	CDFI industry standard
Net Asset (Equity) Ratio	37%	20%
Loan loss reserves ratio	5.0%	5.0%
Historical loss ratio	1.04%	N/A

NAF is a Community Development Financial Institution (CDFI) certified by the US Treasury Department. The CDFI field has developed financial performance standards to maintain healthy and stable loan fund performance.



Open Arms of Minnesota is the only nonprofit organization in Minnesota that cooks and delivers free meals specifically tailored to meet the nutrition needs of individuals living with cancer, HIV/AIDS, MS, and ALS. Started as a single act of kindness with a home-cooked meal, Open Arms now cooks and delivers 460,000 meals annually to more than 800 people each week with the help of 2,200 volunteers. A recent loan from NAF refinanced their building with terms that better fit the organization's budget and cash flow. Earlier this year Open Arms hit an enormous milestone by delivering their 4 millionth meal!

"We love the opportunity to invest capital and expertise in the leadership and mission of nonprofits like Open Arms."
—Phil Hatlie, Senior Lender, NAF

Our mission is to strengthen the community by investing capital and expertise in nonprofits. Learn more about our programs tailored for nonprofits at www.nonprofitsassistancefund.org.

Nonprofits Assistance Fund
2801 21st Avenue South, Suite 210
Minneapolis, MN 55407
Tel: 612.278.7180
www.nonprofitsassistancefund.org