

Oregon Cellulose-Ethanol Study

**Financial Assumptions**

			Accounts Receivable (#Days)	Accounts Payable (#Days)	Inventories (#Days)
<b>Project Development Costs</b>					
Capital Equipment Cost & Installation		74,500,000			5
Engineering Expense	4.00%	2,980,000	20		3
Construction Mgt. & Procurement Fees	2.00%	1,490,000	10		10
Contingency @	15.00%	11,845,500		10	15
Total		\$90,815,500		10	10
		\$1.84 per gallon		30	
<b>Senior Debt</b>					
Principal		\$55,000,000			
Interest Rate		10.750% fixed			
Lender Fees		\$825,000 1.500%			
Placement Fees		\$550,000 1.000%			
Amortization Period		10 years			
<b>Subordinated Debt</b>					
Principal		\$0			
Interest Rate		10.00%			
Lender Fees		\$0 0.00%			
Placement Fees		\$0.00 0.00%			
Amortization Period		0 years			
<b>Common Equity Investment</b>					
Amount		\$40,000,000			
Placement Fees		\$800,000 2.000%			
<b>Investment Interest</b>					
		5.125%			
<b>Operating Line Interest</b>					
		10.500%			
<b>Income Tax</b>					
				0.00%	
<b>Fed. Gasoline Excise Tax</b>					
				\$0.183 per gallon	
<b>State Gasoline Excise Tax</b>					
				\$0.100 per gallon	
<b>Tax Exemption/Incentive</b>					
			<u>Federal</u>	<u>State</u>	<u>Incentive</u>
		Year 1	\$0.052	\$0.000	\$0.000
		2	\$0.052	\$0.000	\$0.000
		3	\$0.052	\$0.000	\$0.000
		4	\$0.052	\$0.000	\$0.000
		5	\$0.052	\$0.000	\$0.000
		6	\$0.052	\$0.000	\$0.000
		7	\$0.052	\$0.000	\$0.000
		8	\$0.052	\$0.000	\$0.000
		9	\$0.052	\$0.000	\$0.000
		10	\$0.052	\$0.000	\$0.000
<b>Grants</b>					
		Amount	\$0		