

## "ARBITRAGE" FINANCE PLAN 11.24.10

"SIMPLE" BREAKDOWN ;)

<b>TOTAL CASH BUDGET</b> <i>(WHAT MOVIE COSTS TO MAKE)</i>		<b>9,500,000</b>	ASSUME: 32 shoot days, nyc, dir provides key locations, no producer/writer/director fees
<b>FOREIGN SALES</b>			
PRESALES (ASSUME WILL HIT)	7,771,500		AT AFM- beat take by 8%, assume 5% overall above estimates
ACTUAL SALES TO DATE	4,387,000		Closed per attached chart
REMAINING SALES	3,384,500		
DEPOSITS	658,050	15%	
CLOSED LESS DEPOSITS (SOLD FOREIGN BASE)	3,728,950		
BANK LOAN ON SOLD FOREIGN BASE	2,983,160	80%	After discount and fees
GAP LOAN ON REMAINING FOREIGN BASE	1,692,250	50%	After discount and fees
TOTAL FOREIGN LOAN FEES	514,295	11%	
<b>FOREIGN LOAN PROCEEDS TO PRODUCTION</b>	<b>4,675,410</b>		
<i>LEFT FOR EQUITY TO RECOUP FROM</i>			
<i>UNLOANED FOREIGN AFTER FEES</i>	<i>2,581,795</i>		
<b>TAX CREDIT</b>			
TAX CREDIT	1,995,000	21%	Per Bob Salerno on NYS Tax Credit
BANK LOAN ON TAX CREDIT	1,695,750	85%	
TAX LOAN FEES	169,575	10%	
<b>TAX PROCEEDS TO PRODUCTION</b>	<b>1,496,250</b>	75%	After discount and fees
<i>LEFT FOR EQUITY TO RECOUP FROM</i>			
<i>UNLOANED TAX CREDIT AFTER FEES</i>	<i>129,675</i>		
ALL LOAN PROCEEDS TO PRODUCTION	6,171,660		
DEPOSITS TO PRODUCTION	658,050		
<b>ALL PROCEEDS TO PRODUCTION</b>	<b>6,829,710</b>		
<b>SALES FEES</b>			
SALES COMMISSION	582,863	7.5%	Lisa Wilson at Parlay/GK Films
MARKET CHARGE	150,000		
<b>TOTAL SALES FEES</b>	<b>732,863</b>		
<b>OTHER FEES</b>			
WITHHOLDING TAXES (WHT)	77,715	1%	
COLLECTION ACCOUNT (CAM)	77,715	1%	
RESIDUALS	233,145	3%	
<b>TOTAL OTHER FEES</b>	<b>388,575</b>		
<b>TOTAL FEES (SALES AND OTHER)</b>	<b>1,121,438</b>		
<b>PROCEEDS LESS FEES (SALES AND OTHERS)</b>	<b>5,708,273</b>		
<b>ADDITIONAL EQUITY NEEDED FOR BUDGET</b>	<b>3,791,728</b>		
<b>EQUITY</b>			
<b>TOTAL EQUITY</b>	<b>3,791,728</b>		
<b>EQUITY "A" COMMITTED</b>	<b>1,000,000</b>		Nicholas Jarecki and Kevin Turen
<b>EQUITY "B" NEEDED</b>	<b>2,791,728</b>		
<b>RECOUPMENT / PROFIT</b>			
ASSUME US FIRESALE	1,081,422		DVD alone worth 2mm
UNBORROWED FOREIGN & TAX PROCEEDS	2,711,470		
<b>TOTAL RECOUPMENT IF NO OVERAGES</b>	<b>3,792,892</b>		Relatively secure break-even