

SBA 504 Program Constant Default Rate (CDR) Update



2Q2021

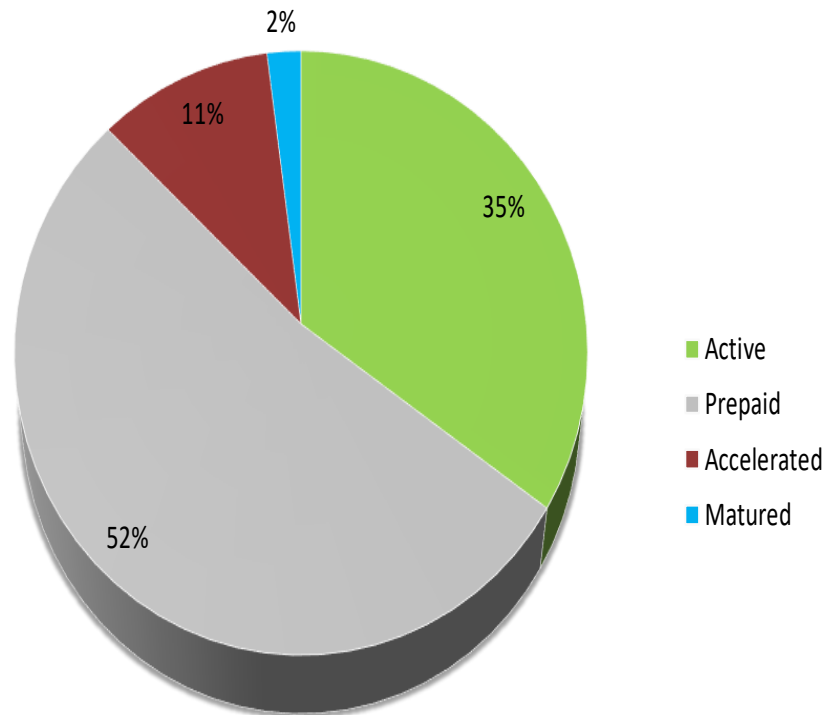
Definitions

- CDR is calculated by dividing total debenture accelerations by the average outstanding principal balance for the desired measurement period and annualizing the result.
- Calendar YTD, single month, 3-month and 6-month CDRs are calculated.
- Payment data source: SBA 504 Trustee BNYM
- Data is not seasonally-adjusted (NSA).

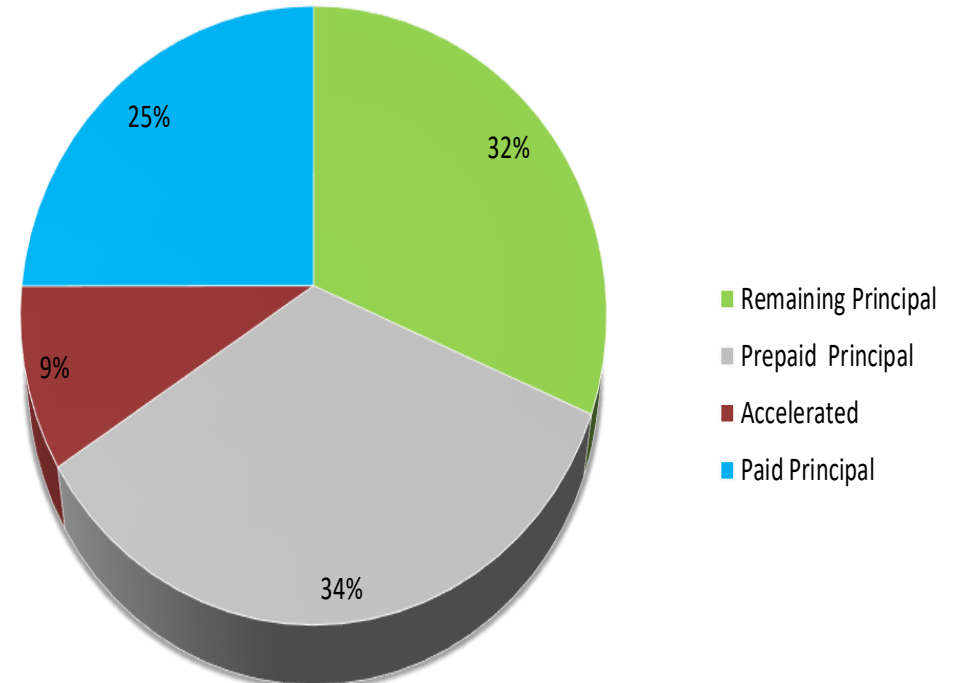
2Q2021 Results

- Total issuance for the program as of March 31, 2021 is \$88,218,384,000 represented by outstanding balances of 2% in 10-year, 75% in 20 year, and 23% in 25-year debentures. See page 4 from BNYM Dashboard for chart of issuance and payments.
- Accelerations increased in Q2 in dollar terms and CDR to \$32.5M vs \$25.1M in Q1 and the dollar amount is down 33% vs. \$48.9M a year ago. Of particular note is 25-year loans have only had \$2.8M accelerate to date. See page 5 for chart.
- Voluntary pre-pays increased to \$602.4M vs. \$458.8M in Q1 and were 10% lower than one-year ago. See page 6 for chart.
- Twelve-month CDR is lower at 0.50%, well below the long-run average of 1.3%. See page 7 for chart.
- The balance of outstanding DCPC's at quarter end increased to \$27,890,886,209.16. See page 8 for chart.

SBA 504 Portfolio Summary



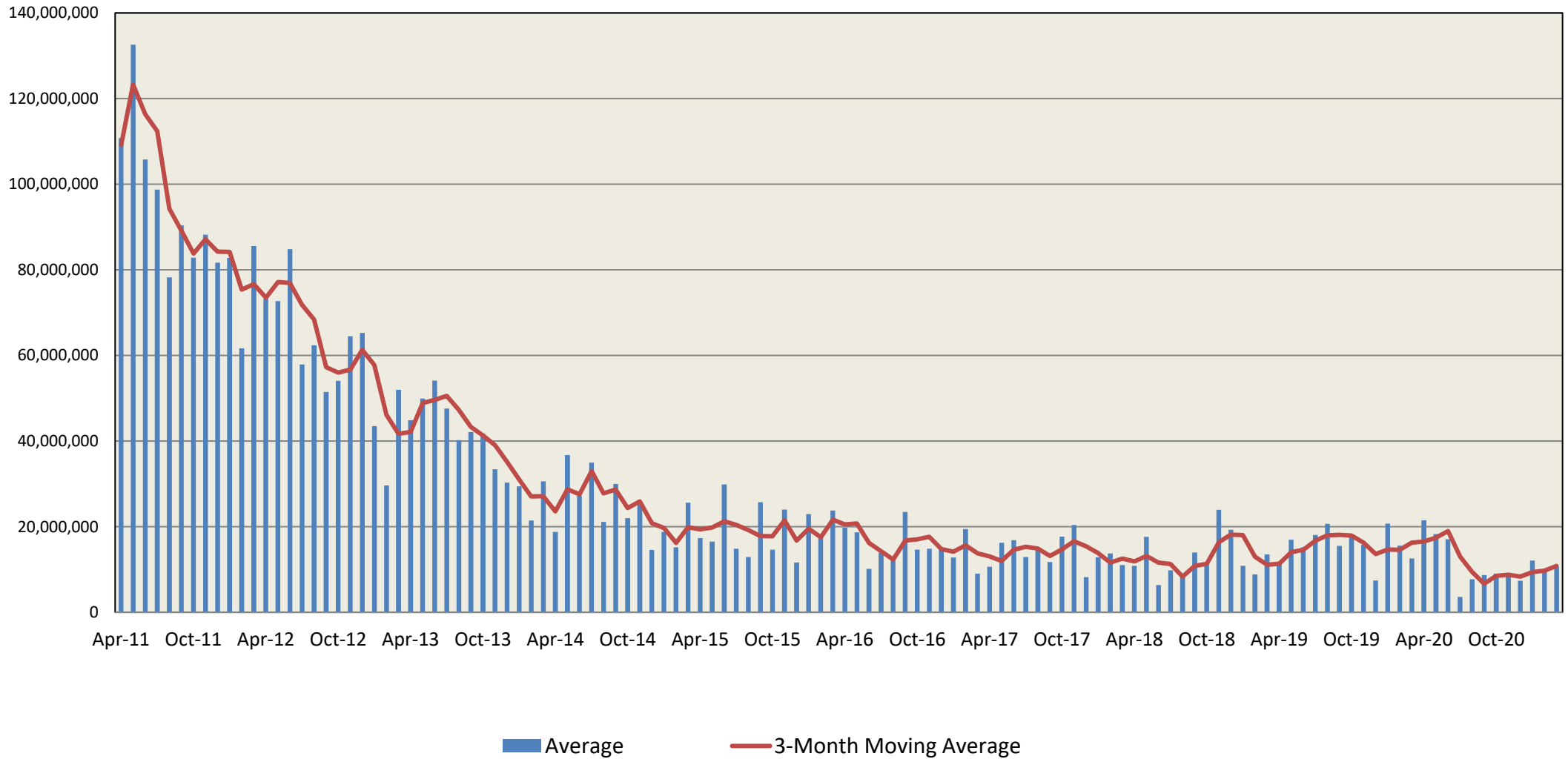
- Active
- Prepaid
- Accelerated
- Matured



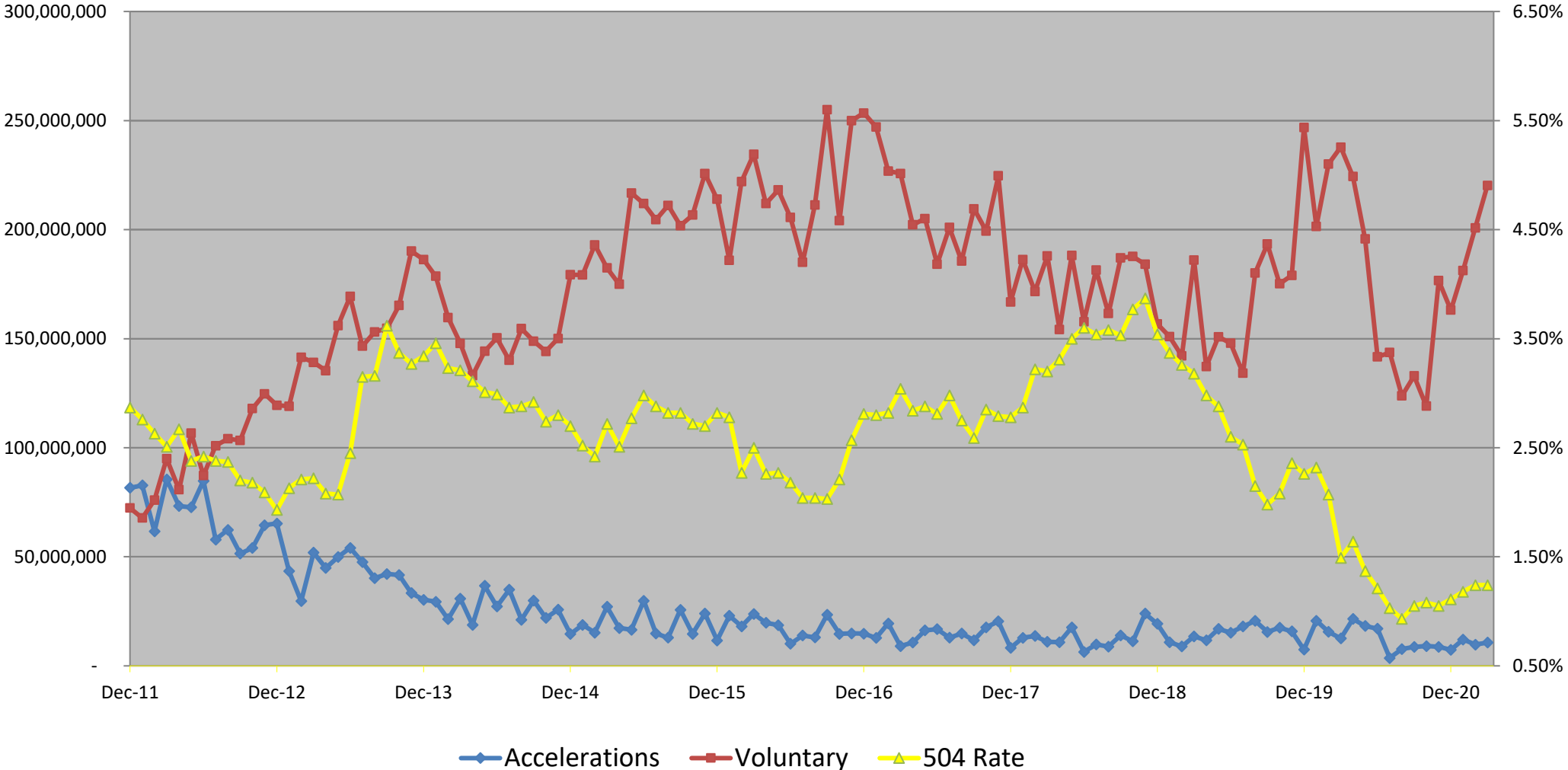
- Remaining Principal
- Prepaid Principal
- Accelerated
- Paid Principal

| | Debtentures | 10-Year Maturity | | 20-Year Maturity | | 25-Year Maturity | | | Portfolio Amount | 10-Year Maturity | | 20-Year Maturity | | 25-Year Maturity | |
|--------------------|-------------|------------------|-----|------------------|-----|------------------|-----|----------------------------|---------------------|--------------------|----|---------------------|-----|--------------------|-----|
| | | Count | % | Count | % | Count | % | | | Amount | % | Amount | % | Amount | % |
| Active | 56,306 | 1,525 | 3% | 46,734 | 83% | 8,047 | 14% | Remaining Principal | \$27,890,885,209.16 | \$419,493,494.40 | 2% | \$21,146,588,152.60 | 76% | \$6,324,803,562.16 | 23% |
| Prepaid | 84,440 | 3,043 | 4% | 81,321 | 96% | 76 | 0% | Prepaid Principal | \$29,925,197,003.83 | \$592,291,827.00 | 2% | \$29,249,193,397.58 | 98% | \$83,711,779.25 | 0% |
| Accelerated | 17,340 | 823 | 5% | 16,513 | 95% | 4 | 0% | Accelerated | \$8,327,535,620.71 | \$271,240,753.16 | 3% | \$8,053,455,350.56 | 97% | \$2,839,516.99 | 0% |
| Matured | 3,378 | 1,351 | 40% | 2,027 | 60% | 0 | 0% | Paid Principal | \$22,074,766,166.30 | \$1,510,169,925.44 | 7% | \$20,410,689,099.26 | 92% | \$153,907,141.60 | 1% |
| Total | 161,464 | 6,742 | 4% | 146,595 | 91% | 8,127 | 5% | Total | \$88,218,384,000.00 | \$2,793,196,000.00 | 3% | \$78,859,926,000.00 | 89% | \$6,565,262,000.00 | 7% |

SBA DCPC Monthly Accelerations (\$) March 2021

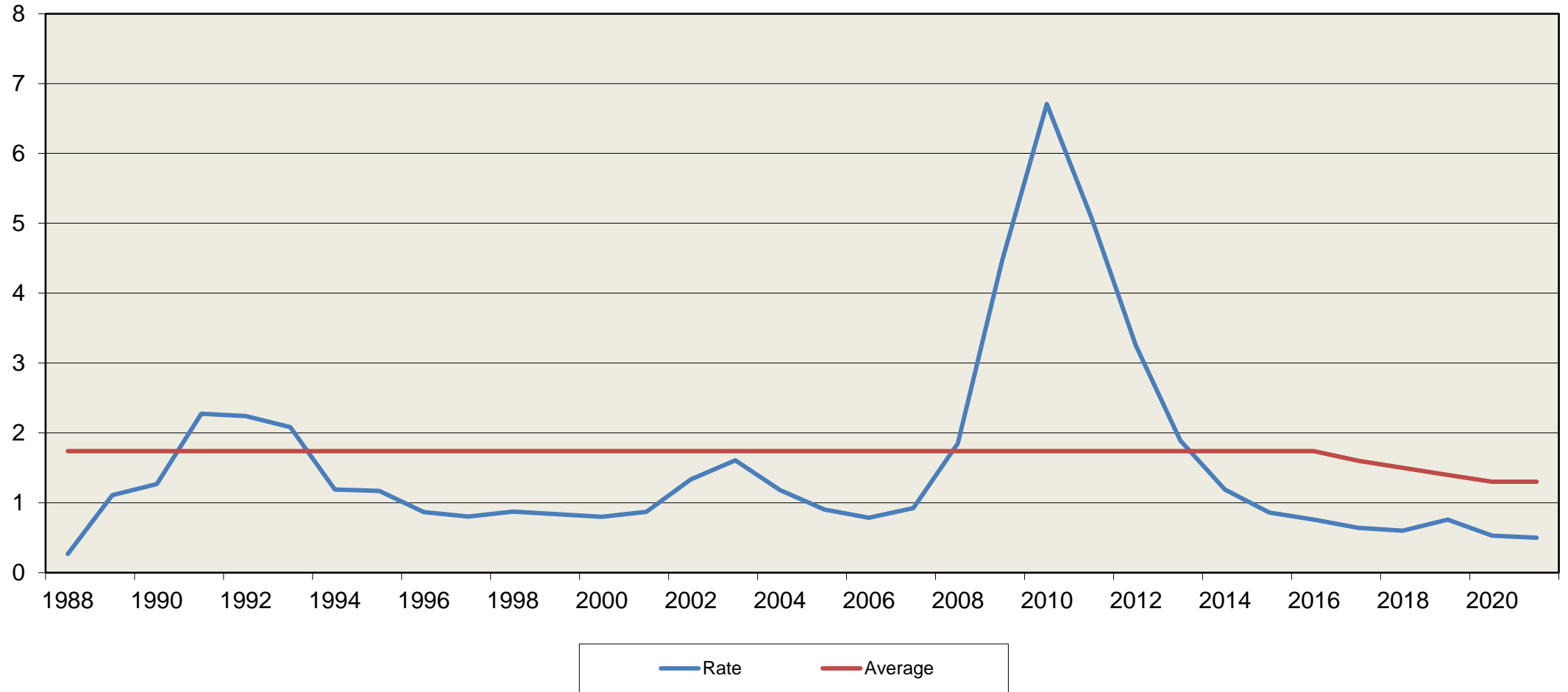


SBA 504 Pre-Payments

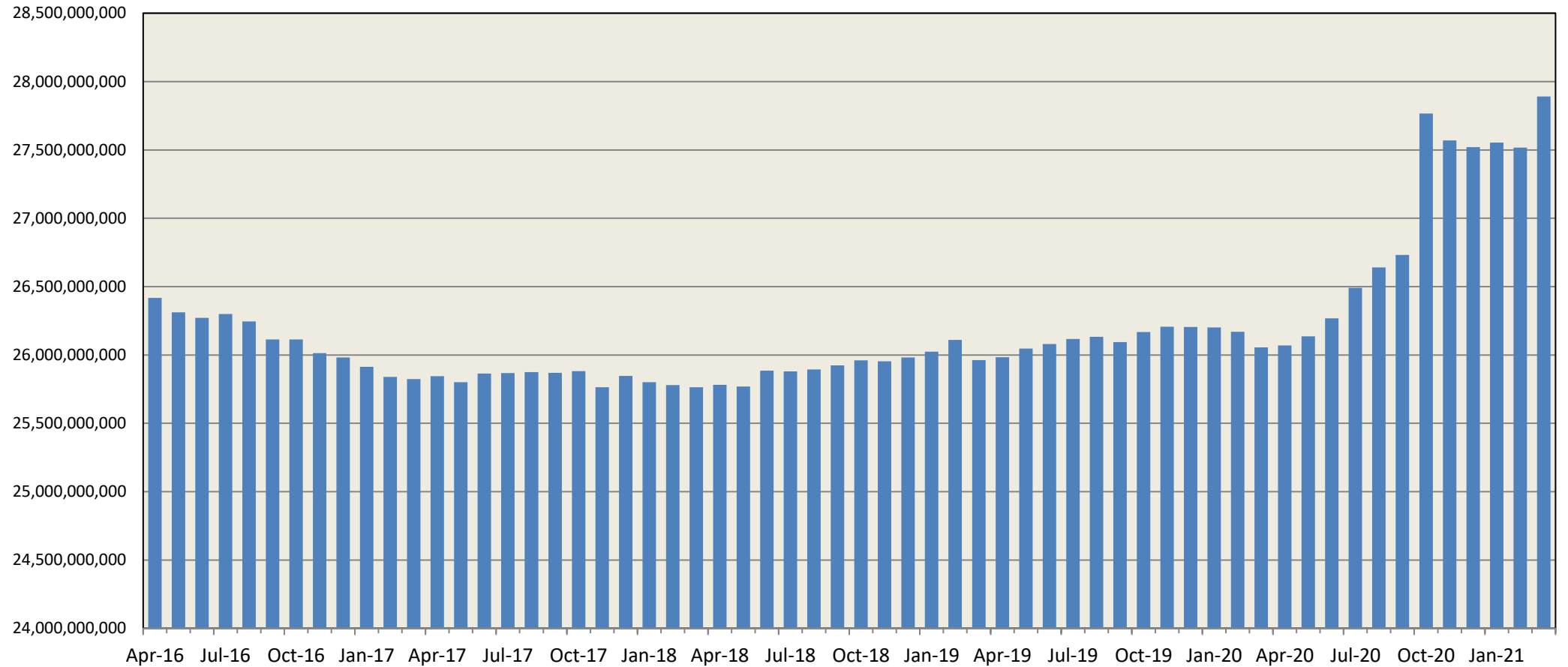


SBA 504 Annualized CDR (%)

source: DCFLLC and BAML



Monthly DCPC Outstanding Balance(\$) March 2021



Disclaimer

The information herein has been obtained from sources that we believe to be reliable, but we do not guarantee its accuracy or completeness.



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