



Date: July 13, 2010

To: Certified Development Companies

From: Steve Van Order, DCFLLC Fiscal Agent

Subject: July 2010 SBA 504 Debenture Offering (2010-20G, 10D)

On July 14, 2010, 454 twenty-year debentures totaling \$269,725,000 and 39 ten-year debentures totaling \$22,891,000 will be funded through the sale of certificates guaranteed by SBA. Below are debenture pricing details:

Sale/Sale Comparison	Treasury	Swap Spread	Spread	Rate	T plus
2010-20G (07/06/10)	2.981%	7.25 BP	74.65 BP	3.80%	81.9 BP
2010-20F (06/08/10)	3.170%	11.00 BP	60.00 BP	3.88%	71.0 BP
Change	-18.9 BP	-3.75 BP	+14.65 BP	-8 BP	+10.9 BP

Sale/Sale Comparison	Treasury	Swap Spread	Spread	Rate	T plus
2010-10D (07/06/10)	1.813%	27.25 BP	35.45 BP	2.44%	62.7 BP
2010-10C (05/04/10)	2.385%	23.00 BP	25.50 BP	2.87%	48.5 BP
Change	-57.2 BP	+4.25 BP	+9.95 BP	-43 BP	+14.2 BP

- The August offering will consist of *20-year debentures*.
- The *cutoff date* to submit loans to Colson for this offering is Tuesday **July 20**
- A *request to remove a submitted loan* from a pool must be made through Colson Services by close of business Thursday, **July 29**.
- *Pricing date* is Tuesday **August 3**, on which the debenture interest rates will be set.
- The debentures will be funded on Wednesday, August 11.

The debenture interest rates on both pools in July were at record lows. Benchmark treasury note yields continued to push lower between offerings with the ten-year note yield breaking below the 3% mark. The last time the SBA 504 20-year debenture rate was set using a sub-3% ten-year note was in April 2009. Then the debenture interest rate was 4.31% compared to 3.80% most recently.