



Date: June 15, 2009

To: Certified Development Companies

From: Steve Van Order, DCFC Fiscal Agent

Subject: June 2009 SBA 504 Debenture Offering (2009-20F)

On June 17, 2009, 505 twenty-year debentures totaling \$299,774,000 will be funded through the sale of certificates guaranteed by SBA. Below are debenture pricing details that were set on June 9:

Sale/Sale Comparison	Treasury	Swap Spread	Spread	Rate	T plus
2009-20F (06/09/09)	3.848%	35.25 BP	74.95 BP	4.95%	110.2 BP
2009-20E (05/05/09)	3.183%	14.25 BP	110.45 BP	4.43%	124.7 BP
Change	+66.5 BP	+21.00 BP	-35.50 BP	+52 BP	-14.50 BP

- The July offering will consist of *20- and ten-year debentures*.
 - The **cutoff date** to submit loans to Colson for this offering is Tuesday **June 23**.
 - A **request to remove a submitted loan** from a pool must be made through Colson Services by close of business Thursday, **July 2**.
 - **Pricing date** is Tuesday **July 7**, on which the debenture interest rates will be set.
 - The debentures will be funded on Wednesday, July 15.
- In the first nine months of FY 2009 4,774 debentures totaling \$2,869,201,000 were issued. The number of debentures decreased 27% while the dollar amount was down 23% versus the year ago period. The monthly average twenty-year debenture pool size was \$309 million versus \$404 a year ago.
 - The FYTD average¹ 20-year rate was 5.27%, down 14 BP from the year ago period. The ten-year debenture rate averaged 4.53%, down 25 BP versus a year ago.

Issuance, Interest Rates and Spreads: FYTD'09 versus FYTD'08²

Measurement	FYTD 2009	FYTD 2008	Change
20-yr. 504 Issued	\$2,783.4 M	\$3,642.6 M	-23%
20-yr. 504 Rate	5.27%	5.41%	-14 BP
20-yr 504 vs. UST	212 BP	150 BP	+62 BP
20-yr. 504 vs. 10-yr. Swap	179 BP	85 BP	+94 BP
UST yield (10yr.)	3.15%	3.91%	-76 BP
UST-curve (5 vs.10)	+103 BP	+70 BP	+33 BP
Swap Spread (10yr.)	+33 BP	+65 BP	-32 BP
10-yr. 504 Issued	\$85.8 M	\$92.6 M	-7%
10-yr. 504 Rate	4.53%	4.78%	-25 BP

- After the June 17, 2009 funding, 91,948 debentures totaling \$40,650,161,000 will have been issued since program inception with \$23,027,647,207.49 outstanding.

¹ All averages in this report are simple (i.e. non-weighted) mean measurements.

² Some figures may not tie out due to rounding.