

SBIC Program Overview

Data Management Branch, Office of Investment and Innovation
as of December 31, 2015

	FY End 2012	FY End 2013	FY End 2014	FY End 2015	As of 12/31/15
--- Program Composition of Operating SBICs ---					
Total Number of Licensees	301	292	294	303	300
Debenture	158	175	187	205	204
Participating Security	86	63	53	46	44
Bank-Owned/Non-Leveraged	44	43	45	43	43
Specialized SBICs	13	11	9	9	9
<i>% change in number of SBICs</i>	<i>0.7%</i>	<i>(3.0%)</i>	<i>0.7%</i>	<i>3.1%</i>	<i>(1.0%)</i>
--- Private Capital of Operating SBICs (\$ in millions) ---					
a. Regulatory Private Capital	\$9,376.6	\$10,333.2	\$11,789.5	\$12,994.9	\$12,976.7
Debenture	6,114.4	7,504.4	8,923.4	10,414.2	10,491.2
Participating Security	1,881.5	1,316.2	1,096.1	887.8	807.2
Other	1,380.8	1,512.6	1,770.1	1,693.0	1,678.3
b. Leveragable Private Capital	\$6,187.0	\$6,416.5	\$7,070.2	\$7,930.5	\$8,249.2
Debenture	3,795.2	4,467.6	5,292.8	6,413.4	6,769.7
Participating Security	1,457.6	1,079.2	874.8	684.7	648.0
Other	934.2	869.7	902.6	832.4	831.5
c. Unfunded Private Commitments	\$3,189.6	\$3,916.7	\$4,719.3	\$5,064.4	\$4,727.5
Debenture	2,319.2	3,036.9	3,630.6	4,000.8	3,721.5
Participating Security	423.8	237.0	221.3	203.1	159.2
Other	446.6	642.8	867.4	860.6	846.8
--- Leverage from SBA of Operating SBICs (\$ in millions) ---					
The FY End 2015 Outstanding SBA Leverage figures will be revised after the reconciliation with the LAS system is completed.					
d. SBA Capital at Risk (e+f)	\$8,823.6	\$9,483.7	\$10,947.1	\$12,349.2	\$12,931.0
Debenture	7,230.6	8,400.3	10,211.9	11,881.6	12,479.5
Participating Security	1,574.2	1,019.7	693.2	392.7	376.6
Other	18.9	63.8	42.0	75.0	75.0
e. Outstanding SBA Leverage	\$6,435.7	\$6,950.6	\$7,921.4	\$9,155.2	\$9,649.0
Debenture	4,870.6	5,919.4	7,209.9	8,710.0	9,218.3
Participating Security	1,549.3	1,002.2	681.2	384.7	370.2
Other	15.9	29.0	30.3	60.6	60.6
f. Outstanding SBA Commitments	\$2,387.8	\$2,533.2	\$3,025.7	\$3,194.0	\$3,282.0
Debenture	2,360.0	2,480.9	3,002.0	3,171.6	3,261.2
Participating Security	24.8	17.4	12.0	8.0	6.4
Other	3.0	34.9	11.7	14.4	14.4
g. Unreimbursed Prioritized Payments	\$358.9	\$238.3	\$201.7	\$142.2	\$141.6
<i>Unreimbursed PP as % of PS Leverage</i>	<i>23.2%</i>	<i>23.8%</i>	<i>29.6%</i>	<i>37.0%</i>	<i>38.2%</i>
--- Combined Private Capital and SBA Capital at Risk of Operating SBICs (\$ in millions) ---					
h. Total Capital at Risk (a+d)	\$18,200.2	\$19,816.9	\$22,736.6	\$25,344.2	\$25,907.8
Debenture	13,344.9	15,904.7	19,135.2	22,295.8	22,970.7
Participating Security	3,455.6	2,335.8	1,789.3	1,280.4	1,183.7
Other	1,399.6	1,576.4	1,812.1	1,768.0	1,753.3
--- Leverage Ratios ---					
SBA Capital at Risk (d) / Private Regulatory (a)					
Debenture	1.18	1.12	1.11	1.14	1.19
Participating Security	0.84	0.77	0.63	0.44	0.47
SBA Leverage (e) / Private Leveragable (b)					
Debenture	1.28	1.32	1.32	1.36	1.36
Participating Security	1.06	0.93	0.78	0.56	0.57
SBA Leverage (e) / Private Regulatory (a)					
Debenture	0.80	0.79	0.79	0.84	0.88
Participating Security	0.82	0.76	0.62	0.43	0.46

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--- Program Development and Licensing Activity ---					
	FY End 2012	FY End 2013	FY End 2014	FY End 2015	As of 12/31/15
Phase I -- INITIAL REVIEW					
Received during FY	61	72	45	47	10
1st Time SBIC Applicants	43	59	35	24	10
Subsequent Fund Applicants	18	13	10	23	0
In Process at FY End	8	12	9	21	12
1st Time SBIC Applicants	8	9	8	5	12
Subsequent Fund Applicants	0	3	1	16	0
Number Processed in FY	63	74	48	35	3
1st Time SBIC Applicants	43	61	36	27	3
Subsequent Fund Applicants	20	13	12	8	0
Green Light Letters Issued	38	34	28	16	1
1st Time SBIC Applicants	21	21	17	11	1
Subsequent Fund Applicants	17	13	11	5	0
Number Denied -- 1st Time and Subsequent	20	30	15	15	1
Number Withdrawn -- 1st Time and Subsequent	5	5	5	4	1
Phase II -- RAISING CAPITAL IN PROGRESS					
1st Time SBIC Applicants	18	11	14	7	6
Subsequent Fund Applicants	12	9	3	7	8
Green Light Letters Expired	9	8	7	10	0
Phase III -- LICENSING					
Received during FY	37	47	32	26	3
1st Time SBIC Applicants	18	30	13	16	0
Subsequent Fund Applicants	19	17	19	10	3
Applications in Process at FY End	13	10	16	12	10
1st Time SBIC Applicants	5	3	8	9	6
Subsequent Fund Applicants	8	7	8	3	4
Applications Processed	47	44	41	32	3
New Licensees by Processing Type	30	34	30	25	1
1st Time SBIC Applicants	19	15	18	12	1
Subsequent Fund Applicants	11	19	12	13	0
Otherwise Resolved	17	10	11	7	2
<i>% Completed in Goal (6 months)</i>	56%	50%	37%	36%	0%
<i>Average Months to Process</i>	5.8	6.8	7.4	8.4	18.0
LICENSING BY SBIC FUND TYPE					
New Licensees by Fund Type	30	34	30	25	1
Debenture	27	29	24	22	1
Bank-Owned/Non-Leveraged	3	5	6	3	0
Initial Private Capital (\$ in millions)	\$973.9	\$1,259.0	\$1,319.0	\$1,236.4	\$30.7
Debenture	892.6	1,111.5	1,131.2	1,204.1	30.7
Bank-Owned/Non-Leveraged	81.3	147.4	187.8	32.3	0.0

The Office of Investment and Innovation is in the process of re-evaluating data collection in the Office of Program Development. Consequently, the content of Phase I -- Initial Review has changed this month and will be changing in the coming months. Figures for Phase III - Licensing (previous fiscal years) are under review and are subject to change.

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	FY End 2012	FY End 2013	FY End 2014	FY End 2015	As of 12/31/15
--- All Reported SBIC Financing to Small Businesses ---					
Financing Amount Reported (\$ in millions)	\$3,227.4	\$3,498.3	\$5,464.6	\$6,285.5	\$1,508.2
Type of Financing (\$ in millions)					
Straight Debt	1,927.7	2,095.7	3,478.5	3,810.5	1,009.9
Debt with Equity Features	723.3	834.1	1,030.4	1,351.2	241.8
Equity Only	576.4	568.5	955.6	1,124.8	255.8
Number of Financings	1,907	1,846	2,309	2,815	662
Average Size of Investment	\$1,692,412	\$1,895,078	\$2,366,635	\$2,232,870	\$2,278,256
Number of Jobs Created or Retained	68,918	73,585	113,022	129,749	31,304
Number of Companies Financed	1,094	1,068	1,085	1,210	379
Start-up (Under 2 years)	202	230	230	295	65
Existing	892	838	855	915	314
Fin. to Special Competitive Opportunity Gap Businesses	290	260	281	288	0
Businesses Located in LMI Areas	216	213	229	229	0
Women, Minority, Veteran Owned Businesses	108	67	70	73	0
--- Debenture Funds Only ---					
Financing Amount Reported (\$ in millions)	\$2,950.3	\$3,256.3	\$5,217.5	\$5,939.6	\$1,459.0
<i>% of financing dollars to taxicabs</i>	3.9%	5.0%	1.1%	0.3%	0.9%
Type of Financing (\$ in millions)					
Straight Debt	1,855.1	2,042.4	3,418.1	3,701.8	994.8
Debt with Equity Features	671.7	794.6	978.6	1,265.8	225.1
Equity Only	423.6	419.3	820.9	971.9	238.4
Number of Financings	1,300	1,408	1,939	2,428	600
Average Size of Investment	\$2,269,496	\$2,312,679	\$2,690,845	\$2,446,277	\$2,431,686
Number of Jobs Created or Retained	63,001	68,493	107,913	122,608	30,283
Number of Companies Financed	795	856	908	1,010	327
Start-up (Under 2 years)	156	197	195	248	55
Existing	639	659	713	762	272
<i>% of companies financed in taxicabs</i>	24.9%	29.6%	10.6%	5.2%	6.3%
Fin. to Special Competitive Opportunity Gap Businesses	192	206	232	226	0
<i>% of SCOG companies financed in taxicabs</i>	34.9%	41.3%	17.2%	5.3%	0.0%
Businesses Located in LMI Areas	153	170	191	182	0
Women, Minority, Veteran Owned Businesses	50	51	56	51	0
--- Participating Security Funds Only ---					
Financing Amount Reported (\$ in millions)	\$101.8	\$75.9	\$51.3	\$45.8	\$9.2
Type of Financing (\$ in millions)					
Straight Debt	15.3	14.9	9.1	9.9	3.3
Debt with Equity Features	28.5	21.2	10.4	12.8	1.5
Equity Only	58.0	39.8	31.8	24.1	4.5
Number of Financings	357	253	193	104	21
Average Size of Investment	\$285,257	\$300,062	\$265,975	\$440,391	\$439,867
Number of Jobs Created or Retained	2,175	1,597	1,062	945	192
Number of Companies Financed	157	125	93	53	17
Start-up (Under 2 years)	6	4	3	2	1
Existing	151	121	90	51	16
Fin. to Special Competitive Opportunity Gap Businesses	20	24	16	14	0
Businesses Located in LMI Areas	19	21	16	13	0
Women, Minority, Veteran Owned Businesses	1	3	0	1	0

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All Dollar Amounts in Millions

--- Debenture Leverage in Operations ---

	FY End 2012	FY End 2013	FY End 2014	FY End 2015	As of 12/31/15
Operating Debenture Balance at Beginning of FY	\$4,371.9	\$4,997.5	\$6,038.3	\$7,319.6	\$8,802.3
Program Level	\$3,000.0	\$3,000.0	\$4,000.0	\$4,000.0	\$4,000.0
Commitments Issued	\$1,924.1	\$2,155.7	\$2,548.9	\$2,553.0	\$680.2
Number of SBICs	57	68	70	63	17
<i>Commitments Issued as % of Program Level</i>	64.1%	71.9%	63.7%	63.8%	17.0%
Draws	\$1,421.7	\$1,737.0	\$2,064.6	\$2,337.4	\$570.7
Number of SBICs	84	97	108	110	66
<i>Ratio of Financing to Businesses by Debenture SBICs to Debenture Draws</i>	2.08	1.87	2.53	2.54	2.56
Redemptions (Pre-Paid and at Maturity)	\$651.8	\$567.1	\$660.8	\$806.1	\$0.0
Number of SBICs	52	58	44	51	0
<i>Redemptions as % of Beginning Leverage Balance</i>	14.9%	11.3%	10.9%	11.0%	0.0%
Transfers to Liquidation	\$144.4	\$118.8	\$127.8	\$26.5	\$0.0
<i>Transfer Dollars as % of Beginning Leverage Balance</i>	3.3%	2.4%	2.1%	0.4%	0.0%

--- Participating Securities Leverage in Operations ---

Note: No additional leverage commitments after FY 2004. No additional draws after FY 2008.

	FY End 2012	FY End 2013	FY End 2014	FY End 2015	As of 12/31/15	Cumulative FY 1995 to now	
						\$ Amount	# of SBICs
PS Balance at Beginning of FY	\$2,055.8	\$1,432.9	\$904.4	\$601.8	\$332.8		
Unreimbursed Adv. PP Balance	\$425.4	\$399.2	\$297.8	\$283.4	\$292.3		
Draws in FY	n/a	n/a	n/a	n/a	n/a	\$10,284.2	244
Prioritized Payments (PP) Advanced	\$99.3	\$66.2	\$43.9	\$28.4	\$4.5	\$2,822.5	244
SBA Distributions	\$560.1	\$292.8	\$264.3	\$201.6	\$19.2	\$7,361.7	
Prioritized Payments	\$86.8	\$52.9	\$37.0	\$24.8	\$0.7	\$1,326.7	159
Adjustments and Annual Fees	\$25.4	\$18.8	\$10.2	\$3.7	\$0.2	\$328.4	135
Profit Participation	\$44.2	\$23.6	\$11.1	\$13.3	\$2.2	\$561.0	115
<i>SBA % of SBIC Profits Distributed</i>	5.8%	6.8%	5.2%	5.2%	6.1%	8.3%	
PS Redemptions--Operating SBICs	\$403.7	\$197.5	\$206.1	\$159.8	\$16.1	\$5,145.6	193
<i>PS Redemptions as % of Operating SBIC Beginning PS Balance</i>	19.6%	13.8%	22.0%	26.6%	4.8%		
Cum. PP Advanced by SBA from FY 1995 through Beginning of FY	\$2,580.1	\$2,679.4	\$2,745.6	\$2,789.5	\$2,817.9	\$2,822.5	
Cum. PP Reimbursed by SBICs from FY 1995 through Beginning of FY	\$1,123.5	\$1,210.3	\$1,264.2	\$1,301.1	\$1,325.2	\$1,326.7	
<i>Cumulative Reimbursements as % of Cumulative PP Advanced</i>	43.5%	45.2%	46.0%	46.6%	47.0%	47.0%	
Cum. SBA Adv. PP Charged-off through Beginning of FY	\$1,031.2	\$1,069.9	\$1,183.6	\$1,205.0	\$1,247.3	\$1,247.3	
<i>Cumulative Charge-offs as % of Cumulative PP Advanced</i>	40.0%	39.9%	43.1%	42.5%	44.3%	44.2%	
Private Distributions	\$917.0	\$438.8	\$324.0	\$341.7	\$67.4	\$8,337.7	
From READ	\$715.7	\$324.6	\$204.0	\$241.2	\$34.0	\$6,162.4	114
Return of Capital (Regulatory)	\$201.3	\$114.3	\$120.1	\$100.5	\$33.3	\$2,175.4	182
Transfers to Liquidation	\$220.1	\$296.8	\$129.3	\$109.2	\$0.0	\$4,879.0	158
<i>Transferred as % of PS Balance at Beginning of FY</i>	10.7%	20.7%	13.8%	18.1%	0.0%		