

Dear KMB members,

KMB DEAL FLOW has a problem. (*a good one*)

We have a \$1.1B funding commitment for Wind Energy Farms, from a London investment banking affiliate.

Our KMB client has now informed me that they cannot fulfill the funding commitment that they requested, with an adequate amount of projects.

We need to keep the attention of the London investment affiliate and fulfill the funding commitment.

We will either fund or buy any wind farm worldwide with the proper documentation in place.

We have the \$1.1B at our disposal, but no wind farm projects to fund.

This is the perfect opportunity to bring forward any KMB member wind farm project in your inventory.
Brokers are protected.

FYI, The company we work with is a Washington D.C. based professional financial service organization.

There is a *charge* for these professional services.

This is a ONE-STOP-SHOP for all financial services required to fund Renewable Energy Worldwide.

Once KMB members mandated, we can assist with:

- Investor Liaison
- Underwriting the offering to S&P criteria
- Registration of instrument
- Negotiations with Utility PPA take-off providers and Contractors
- Import/Export credits
- Interconnect vendors
- Wind speed insurance (without broker fees)
- Environmental Lawyers/Permits
- US Gov 30% ITC Grants via Wash D.C. lobbyist
- Kyoto Carbon Credits (from the co. that wrote the documentation)

Although equity participation is not in our KMB business model, we recently negotiated \$50M cash equity from a turbine supplier for a wind park developer.

We are also interested in PURCHASING wind farms worldwide.

To close on financing or acquisition, we'll need to meet the following parameters:

1. Wind study by major national firm, with confirmed P50, P75, P90-99 at or near hub height; based on multi-year wind data from site and other available sources in vicinity.
2. Financial model showing DCR at P50 wind speed (as confirmed by wind study) at approximately 1.6:1; DCR at P90 1:1. (If a loan period of 15 years is necessary to meet the P50 DCR goal, that is acceptable. Minimum loan period is 10 years).
3. Permits in place or legal review by established law firm.
4. PPA in place; or, an alternative (lower quality) temporary off take arrangement, confirmed, to use as an interim price benchmark to determine revenue levels, and DCR, and thus set interest rate.

Assuming a PPA with a highly rated utility is implemented during the construction period, we would undertake to reset the interest rate to reflect the higher credit quality.

KNIGHT MERCHANT TRADE GROUP, LLC.

KMB DEAL FLOW MEMBERS ONLY
Domestic and International Financing

NEW KMB Office E-mail: Green FundsKMB@Gmail.com