

MERCHANT FACTORS CORP.

PERSONAL FINANCIAL STATEMENT AS OF _____

DATE

CHECK ONE IMPORTANT: Read these directions before completing the Application

If you are applying for individual credit in your own name and are relying on your own income or assets and not the income or assets of another person as the basis for repayment of the credit requested, complete all applicable information requested about Applicant.

If you are applying for individual credit, but are relying on income from alimony, child support or separate maintenance, or on the income or assets of another person as the basis for repayment of the credit requested, complete all applicable Sections to the extent possible providing information in Section B about the person on whose alimony, support or maintenance payments or income or assets you are relying.

If this is an application for joint credit with another person, complete all applicable sections providing information in Section B about the Joint Applicant.

**SECTION A
APPLICANT**

First Name	Middle Initial	Last Name	Social Security Number
Street Address			Home Telephone Number
City		State	Zip Code
Business Name			Position
Business Address			Business Telephone Number

**SECTION B
INFORMATION REGARDING JOINT APPLICANT OR OTHER PARTY**

First Name	Middle Initial	Last Name	Social Security Number
Street Address			Home Telephone Number
City		State	Zip Code
Business Name			Position
Business Address			Business Telephone Number

Because I have asked Merchant Factors Corp. (MFC) to grant credit to me or to someone else in reliance on my guarantee, I am supplying you with the following true and complete financial statement. During the review of any applications for credit or the continuation of credit relying on this financial statement, MFC may obtain consumer reports on me from time to time. I have the right to ask for the name and address of the consumer reporting agency which provided such report to MFC. MFC is authorized to check my credit and employment and to answer questions about its credit experience with me.

I have no outstanding direct, indirect, or contingent obligations or liabilities, as a borrower, co-maker, endorser, guarantor, surety or in any other capacity, to any bank, creditor, person or entity, except those shown on this Personal Financial Statement and any attachments thereto. All assets listed in this financial statement are free of any claims and are in my name alone, except as otherwise noted.

As long as I am obligated to MFC, I shall immediately notify MFC in writing of any changes in my employment and of any material changes in my financial condition, including any substantial reduction in my assets or the incurring of additional material liabilities. Until MFC receives such notice from me, MFC may continue to rely upon this statement as true and complete.

Answer the questions below and fill in the appropriate schedules which follow before completing the financial statement on page 2. When there is nothing to report indicate "none" on the schedule and "0" on the financial statement form. Only those totals from the schedules with the heavy borders should be included in the financial statement.

1. Are you a defendant in any suit or legal action? NO YES (explain)
2. Are you presently subject to any unsatisfied judgments or tax liens? NO YES (explain)
3. Have you ever been through bankruptcy or settled any debts for less than the amount owned? NO YES (explain)
4. Are you an "insider" or "control person" in any of the investments listed in schedule 2? NO YES (explain)

This statement and any applicable supporting schedules may be completed jointly by both married and unmarried co-borrowers if their assets and liabilities are sufficiently joined so that the statements can be meaningfully and fairly presented on a combined basis; otherwise, separate statements and schedules are required. If Section B was completed, this section must be completed giving information about the Applicant and Joint Applicant or Other Party. If Section B was not completed, only provide information about the Applicant.

Completed Jointly

Not completed jointly

ASSETS

CASH from Schedule 1	
MARKETABLE SECURITIES from Schedule 2	
NON-MARKETABLE SECURITIES from Schedule 3	
REAL ESTATE-PERSONAL USE from Schedule 5	
REAL ESTATE-INVESTMENTS from Schedule 6	
ACCOUNTS/NOTES RECEIVABLE from Schedule 7	
CASH SURRENDER VALUE LIFE INSURANCE from Schedule 9	
TAX SHELTER INVESTMENTS from Schedule 10	
PRIVATELY-OWNED BUSINESSES from Schedule 11	
PERSONAL EFFECTS from Schedule 13	
OTHER ASSETS from Schedule 14	

TOTAL ASSETS	
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CONTINGENT OR DEFERRED ASSETS from Schedule 15	
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INCOME LAST YEAR from following page	
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LIABILITIES

BANK LOANS from Schedule 1	
MARGIN LOANS from Schedule 2	
CONSUMER DEBT from Schedule 4	
MORTGAGES ON PERSONAL REAL ESTATE from Schedule 5	
MORTGAGES ON REAL ESTATE INVESTMENTS from Schedule 6	
ACCOUNTS/NOTES/TAXES PAYABLE from Schedule 8	
LOANS AGAINST LIFE INSURANCE from Schedule 9	
TAX SHELTER NOTES PAYABLE from Schedule 10	
OTHER LIABILITIES from Schedule 12	
TOTAL LIABILITIES)	
NET WORTH (Total Assets Less Total Liabilities)	

TOTAL LIABILITIES + NET WORTH	
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CONTINGENT LIABILITIES from Schedule 16	
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CURRENT INCOME from following page	
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I HAVE READ CAREFULLY THE FOREGOING PERSONAL FINANCIAL STATEMENT. THE FIGURES AND AMOUNTS SHOWN ON THE STATEMENT ARE TRUE AND COMPLETE AND GIVE AN ACCURATE SHOWING OF MY PERSONAL FINANCIAL CONDITION AS OF THIS DATE.

Applicant Signature _____ Date _____

Joint Applicant or Other Party (where necessary) _____ Date _____

Income NOTE:

Alimony, or child support, separate maintenance income need not be revealed if you do not wish to have it considered as a basis for repaying this obligation.

Alimony, child support, separate maintenance income received under court order written agreement oral understanding

LAST YEAR'S ACTUAL INCOME	APPLICANT	JOINT APPLICANT OR OTHER PARTY (Complete only if Section B was completed)	COMBINED
Salary and/or Net Professional Income			
Bonuses and Commissions			
Interest and Dividends			
Net Real Estate Income			
Capital Gains (Losses)			
Other Income (Describe)			
TOTAL INCOME			
LAST YEAR'S ACTUAL EXPENSES			
Income Taxes			
Rental/Maintenance/Mortgage(s)			
Interest and Principal Payments on Loans			
Partnership Contributions/Obligations (Incl. Tax Shelters)			
Tuition/Alimony/Child Support			
Other Expenditures (Describe)			
TOTAL EXPENSES			
NET (INCOME-EXPENSES)			
Estimated Current Year Income			
Estimated Current Year Expenses			
Estimated Current Year Net			

SCHEDULE 1 - Cash in Bank Checking and Savings Accounts - Certificates of Deposit - Money Market Funds - Bank Loans - Secured and Unsecured. (Do not include Mortgages or Consumer Loans)

Name of Bank/Money Market Fund	Deposit Balance	Loan Information	
		Loan Balance	Is Loan Secured?
TOTAL			

SCHEDULE 2 - Marketable Securities - Stocks and Bonds Registered and Traded on National Exchanges or Over the Counter - Treasury Bills - Municipal Bonds - Commercial Paper - Include Margin Loans with Brokerage Firms. If not enough space, attach separate schedule and enter totals only.

Bonds - Face Value Stock - Number of Shares	Description of Security	Cost	Market Value	Are any securities Pledged? If so, to whom?	Brokerage Margin Loans
TOTAL					

SCHEDULE 3 - Non - Marketable Securities - Investments. If any securities are pledged, explain. Include restricted stock.

Description of Security	Date Acquired	Cost	Book Value	Estimated Market Value
TOTAL				

SCHEDULE 4 - Consumer (Installment) Credit Debt

Auto Loans - Credit Cards - Credit Unions - Charge Accounts, etc.	Total Monthly Payments	Total Amount Outstanding
TOTAL		

SCHEDULE 5 - Real Estate for Personal use (Include Second Mortgages, if any)

Property Address	Legal Owner	Purchase		Market Value	Monthly Payments	Original Loan Amount	Present Loan Balance	Loan Maturity Date	Lender
		Date	Price						
TOTAL									

SCHEDULE 6 - Real Estate for Investment (Include Second Mortgages, if any)

Property Address	Legal Owner	Purchase		Market Value	Monthly Payments	Original Loan Amount	Present Loan Balance	Loan Maturity Date	Lender
		Date	Price						
TOTAL									

SCHEDULE 7 - Accounts/Notes Receivable

Date of Accounts/Notes Receivable	Due From	Original Amount	Present Balance	Repayment Terms
TOTAL				

SCHEDULE 8 - Accounts/Notes/Taxes Payable

Date of Obligation	Due To	Original Amount	Present Balance	Repayment Terms/Collateral
TOTAL				

SCHEDULE 9 - Life Insurance

Insurance Company	Face Amount of Policy	Type of Policy	Annual Premium	Beneficiary	Cash Surrender Value	Amount Borrowed
TOTAL						

SCHEDULE 10 - Tax Shelter Investments

Investments	Date Acquired	Present Estimated Market Value	Cash Invested	Promissory Note		Present Outstandings Under Letters Of Credit, If any	Bank Opening Letter of Credit
				Original Amount	Presently Outstanding		
TOTAL							

SCHEDULE 11 - Privately - Owned Businesses

Business Name and Address	Type of Business	Date of Investment	Original Investment Cost	Percentage of Ownership	Present Net Book Value of Investment
TOTAL					

SCHEDULE 12 - Other Liabilities - Not Listed Above. (include Alimony, Separate Maintenance or Child Support)

Item	Amount Due
TOTAL	

SCHEDULE 13 - Personal Effects - List any items which you feel are significant enough to note, such as automobiles, jewelry, furs, antique furniture, oriental rugs, objects of art, paintings, stamp and coin collections.

Item	Cost	Estimated Present Value
TOTAL		

SCHEDULE 14 - Other Major Assets - List any other items not already included, such as airplanes, boats, seats on Exchanges.

Item	Cost	Estimated Present Value
TOTAL		

SCHEDULE 15 - Contingent or Deferred Assets - List Trusts, Vested Pensions, Deferred Income, Stock Options, Hypothecated Securities, etc.

Item	Amount
TOTAL	

SCHEDULE 16 - Contingent Liabilities - On Leases, legal claims, contracts, stand-by letters of credit and as co-maker, surety, endorser or guarantor for debts of others.

Item	Amount
TOTAL	

SCHEDULE 17 - Secured Credit - Briefly describe the property to be given as security. (Complete this section only if credit is to be secured)

and the names and addresses of all co-owners of the property:

Name	Address