



The Biodiesel Group, LLC

TBG



The Biodiesel Group – Model

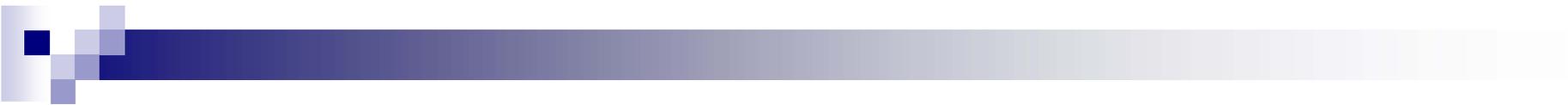
1. Locate Site

- Obtain property option

2. Establish LLC

- TBG invests first \$100,000 of seed capital
- Local board members invest \$10-20,000 of seed capital

3. Commission a site specific feasibility study



The Biodiesel Group – Model

4. Set-up a by invitation only seed capital meeting

- Can have no more than 35 non-qualified investors
 - Qualified: \$1 million net worth or \$200,000 annual income or \$300,000 joint annual income
 - Board Members do not count



The Biodiesel Group – Model

- Raise \$3 million of seed capital – at risk
 - Pay \$2.5 million to REG
 - \$1 million down payment to begin building equipment
 - Lock-in steel prices
 - Start permitting process
 - Begin intensive site specific engineering



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5. Develop Business Plan
6. Begin Lender Negotiations
7. Prospectus is drafted
 - Presented to state or SEC for approval
8. Equity Drive
9. Design to build and Management,
Procurement and Marketing contracts are
signed



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10. Final lender agreement signed
11. Escrow broken – Construction begins



Comparison Study

	WIE	CIE
Project Budget	\$ 44,000,000	\$ 50,000,000
Debt %	44%	56%
Seed Capital Raised	\$ 986,000	\$ 2,405,000
Total equity	\$ 22,573,950	\$ 20,154,000
minimum	\$ 19,000	\$ 25,000
# of investors	697	525
Average	\$ 33,801.94	\$ 42,969.52
# of minimum	290	253
Largest	\$ 294,500	\$ 500,000
# over \$100,000	21	28