



BLACKHAWK FUNDING

LIMITED PARTNER EXECUTIVE BRIEF

Commercial Loan

\$550,000

Project Scope

Production of Modular Breakdown Rifle (patent pending), and 1911's

Appraised Value all Collateral

Modular Breakdown Rifle Patent Value:
\$500,000 – 4,000,000

Millview Lane Waterfront Property Value:
\$100,000

Current Inventory Value:
\$228,000

(100) Modular Breakdown Rifles Value:
\$252,000

(40) 1911's Value:
\$52,000

1956 Chris Craft Conqueror 54 Cabin Cruiser
value:
\$160,000

Total: **1.292M – 4.792M**

Loan to Value (LTV)

42.6% (using lowest values)

Interest Reserve

3 months @ 15%: \$20,625

Asset Valuation

Nationwide Asset Valuation Services

Collateral

Millview Lane Waterfront Property
Riverman, LLC Current Inventory
Modular Breakdown Rifle Patent
(100) Modular Breakdown Rifles
(40) 1911s
1956 Chris Craft Cabin Cruiser

Term - 18 Months

Loan 10-22-13; Maturity 4-22-15

Borrower Information

Riverman, LLC

Borrower Profile

Firearm manufacturing and resale

Full Recourse

Yes

Lender

Trustee Opportunity Partners, L.P.

Exit Strategy

Sale of Inventory and/or Collateral
Sale of Patent

Executive Loan Summary

Borrower: RIVERMAN, LLC
Loan Amount: \$550,000
Term: 18 Months
Interest Rate: 15.00% per annum
Location: Coeur d'Alene, Idaho

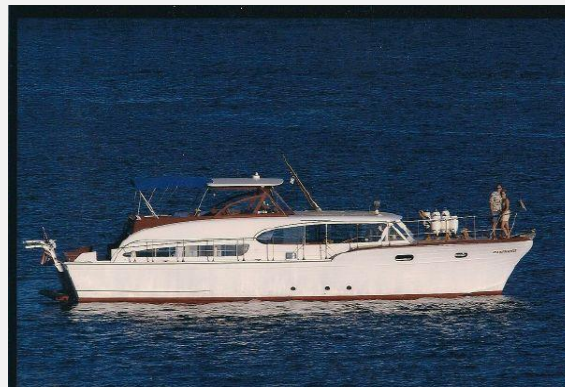
THE BORROWER

Riverman, LLC (the "Company") is based in Coeur d'Alene, Idaho. The Company is owned and operated by Rick and Yvonne Gallia, specializing in the manufacturing and resale of firearms. The Company has extensive inventory, a strong sales history, and loyal following. As innovators in the market, they continually strive to create products that are both highly functional and accurate.

The Company has a patent pending with the United States Patent and Trademark Office for their design of the Modular Breakdown Rifle (MBR), a spring-loaded bolt-action rifle. The MBR breaks down into three pieces and requires only two steps to assemble and disassemble. Multiple caliber barrels can be quickly and easily interchanged while maintaining pinpoint accuracy.



*Modular Breakdown Rifle
Photo: Courtesy of Riverman, LLC*



1956 Chris Craft Cabin Cruiser

SCOPE OF PROJECT

The Company will use the loan proceeds to manufacture (100) MBRs (patent pending) and (40) 1911 pistols. They intend to sell the majority of their MBRs and 1911s either direct from their retail store or through trade shows. Depending on sales volume, the Company may continue with manufacturing and sales in-house, sell the patent, or license the technology. Since submitting the patent application, the Company has had multiple offers to purchase their patent rights.

ADDITIONAL COLLATERAL

The Lender has obtained additional collateral in the form of a first deed of trust to a Waterfront Lot, a 1956 Chris Craft Cabin Cruiser, as well a security interest in Company's valuable Inventory. The Lender has also obtained a perfected security interest on the Modular Breakdown Rifle (MBR) patent.

PROJECT MANAGEMENT

Rick Gallia is the operator and guarantor of Riverman, LLC. Mr. Gallia's extensive law enforcement background as a SWAT team member has provided unique insight into the firearm industry and the need for innovative products.

CONFIDENTIALITY OF INFORMATION PROVIDED

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LOAN CONSULTANT

Black Hawk Funding, Inc. ("BHF") is located in Coeur d'Alene, Idaho and specializes in consulting, originating and brokering commercial loans ranging in size from \$250,000 to \$5,000,000. Our dedicated staff performs all necessary due diligence, document drafting, loan servicing and brokering in-house. Additionally, we have various strategic partnerships with outside service providers that assist with valuation, accounting and legal services. For more information about BHF please contact us: info@blackhawkfunding.com.