

Exhibit 6.2 Phoenix Forge Projected Balance Sheet Years 1 Through 3 (figures in \$ thousands)

	<i>Startup</i>	<i>End of Year 1</i>	<i>End of Year 2</i>	<i>End of Year 3</i>
ASSETS				
<i>Current Assets</i>				
Cash	\$ 436	\$ 56	\$ 74	\$ 95
Accounts Receivable	000	\$ 277	\$ 509	\$ 805
Inventory	000	\$ 178	\$ 311	\$ 476
Total Current Assets	\$ 436	\$ 511	\$ 894	\$1,376
<i>Fixed Assets</i>				
Land	\$ 25	\$ 25	\$ 25	\$ 25
Buildings	333	\$ 333	\$ 333	\$ 333
Machinery and Equipment	406	\$ 406	\$ 622	\$ 946
Less: Depreciation	(000)	\$ (124)	\$ (304)	\$ (656)
Total Fixed Assets	\$ 764	\$ 640	\$ 676	\$ 648
TOTAL ASSETS	\$1,200	\$1,151	\$1,570	\$2,024
LIABILITIES AND EQUITY				
<i>Current Liabilities</i>				
Line of Credit	—	\$ 161	\$ 549	\$ 583
Accrued Expenses	—	\$ 20	\$ 31	\$ 43
Accounts Payable	—	\$ 139	\$ 258	\$ 408
Current Portion of Long-Term Debt	\$ 200	\$ 300	\$ 200	\$ 200
Total Current Liabilities	\$ 200	\$ 620	\$1,038	\$1,234
<i>Long-Term Debt</i>				
Community Loan Fund	\$ 100	—	—	—
CDBG	\$ 400	\$ 300	\$ 200	\$ 100
Bank Loan	\$ 400	\$ 300	\$ 200	\$ 100
Total Long-Term Debt	\$ 900	\$ 600	\$ 400	\$ 200
TOTAL LIABILITIES	\$1,100	\$ 1,220	\$ 1,438	\$ 1,434
EQUITY				
Employee Shares	\$ 100	\$ 100	\$ 100	\$ 100
Accumulated Profits	—	(169)	32	490
Total Equity	\$ 100	\$ (69)	\$ 132	\$ 590
TOTAL EQUITY & LIABILITIES	\$1,200	\$1,151	\$1,570	\$2,024

1. The expected economic development benefits that will result from the loan
2. The strength of the company's business plan, operations, and management
3. An analysis of the financial projections and the firm's capacity to meet required debt service payments
4. A recommendation on making the loan, including the appropriate loan terms and structure and any recommendations or conditions to strengthen the business and financial plan