

***APPLICATION INSTRUCTIONS FOR A FISHING VESSEL CAPITAL CONSTRUCTION
FUND (CCF) AGREEMENT***

FISHING VESSEL CCF APPLICATION FORM

Tax Identification Number: If you are a sole proprietor of your business or a partner in a partnership and you are applying as an individual taxpayer, enter your Social Security number. If you are applying as a corporation or partnership taxpayer, enter the Employer Identification number.

Estimated CCF Deposit: Enter the estimated amount of your initial CCF deposit attributable to your Schedule A eligible vessel(s) from sale or insurance proceeds, fishing income, and/or depreciation.

CCF Depository: Provide the name and address of each FDIC, NCUA or SIPC insured bank, credit union, brokerage firm, etc., where you plan to set up your CCF account. All CCF assets must be kept separate and apart from any general operating or personal funds, and you must notify us of any change in depositories prior to making the change. Any investment of the account shall be made in accordance with Article VII of the Agreement and Sec. 607(c) of the Act.

Evidence of Ownership or Lease for Schedule A Vessels:

For each vessel you own or lease submit a copy of the current Coast Guard Form 1270, "Certificate of Documentation" showing a Fishery trade endorsement or, if the vessel is 2, 3 or 4 net tons, submit a copy of the current State Vessel Registration. Vessels that are less than 2 net tons are not eligible for the CCF program.

For each vessel you lease, submit a copy of the current Lease Agreement.

If you sold the eligible Schedule A vessel during the year, submit a copy of Coast Guard Form 1332, "Abstract of Title," or a fully executed Bill of Sale copy. You must provide acceptable evidence of your ownership immediately prior to the sale of the vessel.

Proof of U.S. Citizenship: If the Schedule A vessel is Coast Guard documented in your name, no additional proof is necessary. If the vessel is undocumented or leased, provide a copy of your birth certificate, naturalization certificate, current passport, or a notarized affidavit. Corporations or partnerships must be U.S. citizens within the meaning of 46 U.S.C. 802. Complete the attached forms for corporations or partnerships.

Federal Income Tax Return Copies: Submit complete and signed copies of your Federal returns as filed with IRS for the previous 2 years. Please do not submit copies of your State tax returns.

FISHING VESSEL CCF APPLICATION FORM - continued

Federal Tax Extension Notice Copy: If, at the time you are applying for this Agreement, you are on automatic extension for filing your tax return, you must include a signed and dated copy of the IRS Extension form as filed with IRS.

SCHEDULE A "ELIGIBLE" VESSEL AND SCHEDULE B "QUALIFIED" VESSEL FORMS

The terms "eligible" and "qualified" vessel mean any vessel 2 net tons and over, and (a) constructed in the United States, and if reconstructed, reconstructed in the U.S.; (b) documented for fishery under the laws of the U.S.; and, (c) operated in the fisheries of the U.S.

On both Schedule A and Schedule B forms, under:

"Vessel Type", the term 'Charter' means a vessel which will carry fishing parties for hire.

"Fishery of Operation," list in order of importance the common name of the species of fish and shellfish each vessel does or will catch, process, or transport.

"Area of Operation," list the geographical areas where each vessel does or will operate, i.e., Alaska, East Coast, Gulf of Mexico, West Coast, etc.

SCHEDULE A ELIGIBLE VESSEL FORM

Complete a Schedule A form for each eligible (income producing) vessel you owned or leased during all or a portion of the first taxable year for which you are applying.

SCHEDULE B QUALIFIED VESSEL FORMS

Complete a Schedule B form for each qualified vessel project reflecting actual or anticipated plans for construction, acquisition, or reconstruction. **PLEASE NOTE-- give your best estimate completing all blanks because the project(s) must be a firm representation of your actual intentions.** Your first objective must commence within 10 years after entering the CCF Agreement. If your original plans change, your Schedule B objective(s) may be amended (subject to regulations) by mutual consent.

CONSTRUCTION, ACQUISITION AND/OR MORTGAGE PAYMENTS

Construction of a new vessel must take place in the U.S. and must be completed within 18 months, unless otherwise consented to.

Acquisition of a vessel would include any used vessel built in the United States

Principal Mortgage Payments. If you did not use the CCF to initially acquire a used vessel or construct a new vessel and, wish to have as your Schedule B objective in your Agreement to make the principal mortgage payments on the vessel, you must submit a Schedule B objective. This Schedule B form must include the principal mortgage balance and depreciable tax basis as

of the first day of the tax year in which you wish to begin making mortgage payments with CCF funds. The vessel must have enough remaining tax basis for depreciation to reduce for the payments made with CCF funds. You must provide evidence of this related debt, such as, copies of mortgage or promissory note.

SCHEDULE B QUALIFIED VESSEL FORMS - Continued

RECONSTRUCTION

The reconstruction work must take place in the U.S. Once started, the reconstruction project must be completed within 18 months. A reconstruction may include rebuilding, replacing, reconditioning, converting and/or improving any portion of a vessel. The improvements must prolong the useful life of the reconstructed vessel, increase its value, or adapt it to a different commercial use in the fishing trade or industry.

NOAA FORM 88-14, INTERIM CAPITAL CONSTRUCTION FUND AGREEMENT

Important--Complete only the last page of both CCF Agreement forms.

All applicants print or type your name(s) and taxpayer identification number (Social Security Number or Employer Identification Number) next to the word "Party" (on lower right side of page).

Directly below "Party," the applicant's signature(s) must appear on the "By" line, and below your signature enter your title, i.e., Owner, Lessee, President. The signature(s) may be witnessed on the "By" line (on left side of page).

If signature is by an attorney-in-fact, provide a signed original Power of Attorney authorizing same.

Corporations. The authorized officer's signature must be attested to by the corporate secretary (on left side of page).

In addition, a corporate resolution to enter the Agreement, or the enclosed Certificate of Corporate Secretary form must accompany all corporation applications.

Partnerships or LLC's. All partners or members must sign, unless a managing owner or other party has been directed to carry on all CCF activities. A document evidencing this must be provided with the application.

GENERAL INFORMATION

Upon approval of your CCF application, you will receive:

- An approval letter
- Your copy of the executed CCF Agreement with approved Schedule A and Schedule B forms
- A letter authorizing withdrawals if the objective has commenced or is scheduled to commence within two years
- Annual Deposit/Withdrawal Report forms, instructions, and reporting requirements
- Investment Guide