



First Interstate Bank  
of California  
Irvine Office  
14468 Culver Drive  
Irvine, CA 92714  
714 559-0170  
FAX: 714 552-3801

October 19, 1992

John H. Simonds, Jr.  
Area Chief, California  
U.S. Mail Code #6141  
U.S. Small Business Administration  
Investment Division  
409 3rd Street S.W.  
Washington D.C., 20416

Re: National Minority Television, Inc.

Dear Mr. Simonds,

Please find attached for your reference a copy of the letter of credit issued by First Interstate Bank in favor of Community Brace, Inc. in the amount of \$1,500,000.00.

The original letter of credit has been forwarded to Mr. Cal Burton of Community Brace, Inc. for safekeeping until such time as a draw is requested under the letter of credit. The original of this letter and a copy of the letter of credit has been forwarded to you today vis Federal Express.

If you should require any additional information, or I may be of additional assistance, please do not hesitate to contact me.

Sincerely,

A handwritten signature in black ink, appearing to read 'Jewel E. Loff', written over a large, stylized flourish.

Jewel E. Loff  
Vice President  
and Branch Manager



First Interstate Bank  
of California  
Irvine Office  
14468 Culver Drive  
Irvine, CA 92714  
714 559-0170  
FAX: 714 552-3801

October 19, 1992

John H. Simonds, Jr.  
Area Chief, California  
U.S. Mail Code #6141  
U.S. Small Business Administration  
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409 3rd Street S.W.  
Washington D.C., 20416

Re: National Minority Television, Inc.

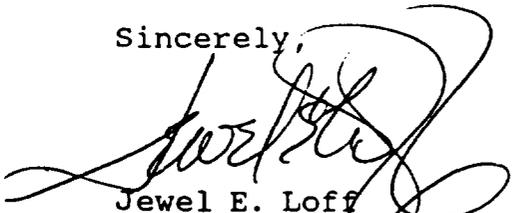
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If you should require any additional information, or I may be of additional assistance, please do not hesitate to contact me.

Sincerely,



Jewel E. Loff  
Vice President  
and Branch Manager

*We go the extra mile for you.™*

24



First Interstate Bank  
of California  
International Division  
Box 54191  
Los Angeles, California 90054

7

Cable Address:  
FICABANK Telex: ~~1437~~ NUMBER: 50060011

IRREVOCABLE STANDBY LETTER OF CREDIT

PLACE AND DATE OF ISSUE:  
LOS ANGELES, 19 OCT 92

DATE AND PLACE OF EXPIRY  
02 JAN 93 AT ISSUING BANK

APPLICANT:  
NATIONAL MINORITY TELEVISION INC  
2442 MICHELLE  
JUSTIN CA 92680

BENEFICIARY:  
COMMUNITY BRACE, INC  
5109 CRENSHAW  
LOS ANGELES, CA 90043

DIRECT

AMOUNT: USD \*\*\*\*\*1,500,000.00  
ONE MILLION FIVE HUNDRED THOUSAND AND 00/100  
USD

THIS LETTER OF CREDIT IS AVAILABLE WITH US FOR PAYMENT AGAINST  
PRESENTATION OF THE FOLLOWING DOCUMENTS AT OUR OFFICE AT 707  
WILSHIRE BLVD., 8TH FLOOR, LOS ANGELES, CALIFORNIA 90017:

1. YOUR DRAFT(S) DRAWN AT SIGHT ON US AND MARKED: "DRAWN UNDER  
FIRST INTERSTATE BANK OF CALIFORNIA, LOS ANGELES, CALIFORNIA  
LETTER OF CREDIT NO. 50060011."
2. A NOTARIZED STATEMENT, SIGNED BY BOTH COMMUNITY BRACE, INC.  
AND NATIONAL MINORITY TELEVISION, INC. STATING:
  - A. THE PERSON WHO SIGNED ON BEHALF OF COMMUNITY BRACE, INC  
IS AUTHORIZED TO SIGN THIS DOCUMENT ON BEHALF OF  
COMMUNITY BRACE, INC

25

(413) 270-1101

October 19, 1992

Mr. Norman Juggert, Esq.  
Juggert & Wayman, APC  
2845 Masa Verdi  
Suite # 4  
Costa Mesa, Ca 92630

Dear Norm:

Enclosed please find the original signed agreement between National Minority Television, Inc. and Community Brace, Inc. regarding our mutual agreement for the establishment of the first Specialized Small Business Investment Company (SSBIC ) with African-American participation in the state of California.

On behalf of all the participants of Community Brace, Inc and the African-American community of Los Angeles we thank Mr. Paul F. Crouch and the entire organization of Trinity Broadcasting Network and National Minority Television, Inc for your support and demonstrated commitment to the rebuilding of Los Angeles.

For your information and review I have enclosed a sample copy of the license in it's final form which will be displayed to the public in both of our offices. If you have any additional questions regarding this matter please let me know.

Very truly yours,



Cal E. Burton  
President

cc: E.V. Hill, Ph.D. Chairman of the Board/Chief Executive Officer  
Vernal Claiborne, Community Brace, Inc  
Curtis Smothers, Esq.



International Division  
San 84181  
Los Angeles, California 90054

Cable Address:  
FICABANK TMS-474000001 50060011

IRREVOCABLE STANDBY LETTER OF CREDIT

PLACE AND DATE OF ISSUE:  
LOS ANGELES, 190CT92

DATE AND PLACE OF EXPIRY:  
02JANV.81 ISSUING BANK

APPLICANT:  
NATIONAL MINORITY TELEVISION INC  
2442 MICHELLE  
DUSTIN LA 92680

BENEFICIARY:  
COMMUNITY BRACE, INC  
5107 CRENSHAW  
LOS ANGELES, CA 90042

DIRECT

AMOUNT: USD \*\*\*\*\*41,500,000.00  
ONE MILLION FIVE HUNDRED THOUSAND AND 00/100  
USD

THIS LETTER OF CREDIT IS AVAILABLE WITH US FOR PAYMENT AGAINST  
PRESENTATION OF THE FOLLOWING DOCUMENTS AT OUR OFFICE AT 707  
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LETTER OF CREDIT NO. 50060011."
2. A NOTARIZED STATEMENT, SIGNED BY BOTH COMMUNITY BRACE, INC.  
AND NATIONAL MINORITY TELEVISION, INC. STATING:
  - A. THE PERSON WHO SIGNED ON BEHALF OF COMMUNITY BRACE, INC  
IS AUTHORIZED TO SIGN THIS DOCUMENT ON BEHALF OF  
COMMUNITY BRACE, INC.
  - B. THE PERSON WHO SIGNED ON BEHALF OF NATIONAL MINORITY  
TELEVISION, INC. IS AUTHORIZED TO SIGN THIS DOCUMENT ON  
BEHALF OF NATIONAL MINORITY TELEVISION, INC.; AND
  - C. ALL THE TERMS AND CONDITIONS OF THAT CERTAIN AGREEMENT  
BETWEEN NATIONAL MINORITY TELEVISION, INC. AND  
COMMUNITY BRACE, INC. HAVE BEEN PERFORMED IN FULL BY  
COMMUNITY BRACE, INC.

ANY DRAWING HEREUNDER MUST BE ACCOMPANIED BY THE ORIGINAL  
LETTER OF CREDIT

WE HEREBY ISSUE THIS STANDBY LETTER OF CREDIT IN YOUR FAVOR.  
IT IS SUBJECT TO THE UNIFORM CUSTOMS AND PRACTICE FOR DOCUMENTARY  
CREDITS (1983 REVISION, INTERNATIONAL CHAMBER OF COMMERCE, PARIS,  
FRANCE, PUBLICATION NO.400) AND ENGAGES US IN ACCORDANCE WITH THE  
TERMS THEREOF

\*\*\*\*\*

**COPY ONLY**

*ME on top*

NORMAN G. JUGGERT  
KENNETH L. WAYMAN

JUGGERT AND WAYMAN  
A PROFESSIONAL CORPORATION  
ATTORNEYS AT LAW  
2845 MESA VERDE DRIVE EAST, SUITE 4  
COSTA MESA, CALIFORNIA 92626

TELEPHONE  
AREA CODE 714  
548-1800

October 21, 1992

Community Brace, Inc.  
5109 Crenshaw Boulevard  
Los Angeles, CA 90043

Attn: Cal E. Burton  
President

Dear Cal:

Thank you for returning the signed Agreement between National  
Minority Television, Inc. and Community Brace, Inc.

I will need an original signed agreement, which I have  
enclosed.

I have increased the amount of the loan by \$7,500.00, as that  
is the cost that National Minority was required to pay for the  
letter of credit. Our auditors have asked that we include that  
amount in the loan.

First Interstate originally requested \$22,500.00, or 1.5%. We  
were able to secure a reduction to \$7,500.00 through the efforts of  
Terry Hickey.

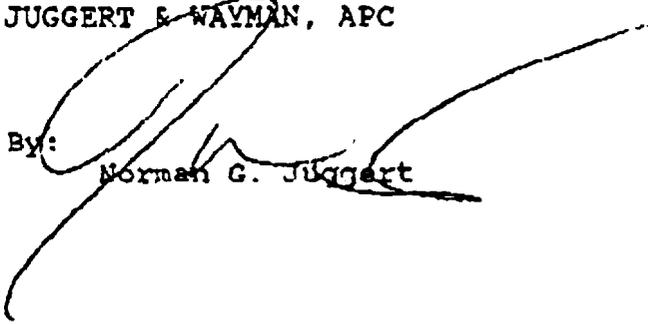
Please let me know if you have any questions. If not, please  
return the original note to me after you sign it.

Thank you.

Sincerely,

JUGGERT & WAYMAN, APC

By:

  
Norman G. Juggert

**CERTIFIED COPY OF CORPORATION RESOLUTION  
OF NATIONAL MINORITY TELEVISION, INC.  
TO OBTAIN CREDIT**

**Resolved**, that any of the following acting alone: Paul F. Crouch, President, or Jane Duff, Secretary, of National Minority Television, Inc., a California corporation, are hereby authorized, from time to time, in the name of this corporation to secure letters of credit or to obtain credit, with or without security, separately or jointly, from **FIRST INTERSTATE BANK OF CALIFORNIA** (hereinafter called the "Bank"), in such sums and upon such terms as may seem advisable to such officers. Said officers are authorized, with or without the corporate seal, to execute notes, drafts, guarantees, subordination agreements, applications and agreements for letters of credit, acceptance agreements, foreign exchange contracts, or other contracts or agreements of any type as evidence thereof or in connection therewith, and to pledge, assign, mortgage or hypothecate and to execute security agreements, financing statements, mortgages and deeds of trust upon or give trust receipts for such property of this corporation as may be agreed upon between them and Bank as security for any obligations of this corporation, now or hereafter existing. Any instruments executed hereunder are to be in such form and contain such terms and conditions as may be required by Bank.

Any one of such officers is authorized from time to time in the name of this corporation to endorse and discount with Bank, notes, drafts, trade acceptances, contracts and other paper at anytime owned or held by this corporation, and to guarantee payment thereof and to authorize and request Bank to purchase, exchange, sell or otherwise deal in or with stocks, bonds and other instruments, securities or property, all on such terms as such officer may approve.

Any one of such officers is also authorized to direct the disposition of the proceeds of any such obligation, and to accept from or direct delivery by Bank of any property of this corporation at any time held by Bank.

The authority given hereunder shall be deemed retroactive and any and all acts authorized hereunder performed prior to the passage of this resolution are hereby approved and ratified. The authority herein conferred shall continue in full force and effect until written notice of its revocation shall be received by Bank at each office of the Bank in which any account or credit of this corporation may be located.

**CERTIFICATION**

Paul F. Crouch, President and Jane Duff, Secretary of NATIONAL MINORITY TELEVISION, INC., a corporation organized and existing under the laws of the State of California, hereby certify that the foregoing is a true copy of a resolution duly and legally adopted by the Board of Directors of said corporation, at a legal meeting of said Board duly and regularly held October 15, 1992, and that said resolution has not been modified or rescinded.

Dated: 10-23-92

Paul F. Crouch  
Paul F. Crouch, President

Dated: 10-15-92

Jane Duff  
Jane Duff, Secretary

**JUGGERT AND WAYMAN**

A PROFESSIONAL CORPORATION

ATTORNEYS AT LAW

2845 MESA VERDE DRIVE EAST, SUITE 4

COSTA MESA, CALIFORNIA 92626

NORMAN G. JUGGERT  
KENNETH L. WAYMANTELEPHONE  
AREA CODE 714  
846-3800

October 26, 1992

To: Paul Crouch, Jane Duff &amp; Terry Hickey

Re: Community Brace, Inc.

I met with Curt Smothers today. He is the attorney representing Community Brace, Inc. His primary office is in Oakland and he maintains a secondary office in Washington D.C.

Mr. Smothers has been dealing with John Simmonds of the Small Business Loan department in Washington D.C. According to Mr. Smothers the arrangement that we have worked out with CB for a loan cannot be approved. The government is afraid that a loan will be paid from funds required for the general operations of the SSBIC leaving insufficient capital for the business to prosper. According to Smothers the feds want the investor to have a stake in the operations beyond the repayment of the loan.

What the government will accept is not clear. Mr. Smothers hopes to receive a clear statement from Mr. Simmonds today. We attempted to telephone Simmonds twice during our meeting.

According to Smothers, Simmonds is considering a transaction that would provide NMTV with preferred stock, i.e., stock that would have a preference for payment prior to payment of dividends. Such stock can be either voting or non-voting and could be mixed with common voting stock. The preference would still allow board members and staff to receive compensation as determined by the Board of Directors, which we will not control under the present arrangement.

If we are interested in preferred stock, we could insist that the articles be amended to cause the corporation to function as a "California close corporation." The shareholders of such a corporation may enter an agreement defining board representation and compensation limits before the corporation begins to operate. There are other limits that we could insist on as part of the deal.

Again, at this stage we do not know if the feds will approve even a preferred stock arrangement.

One other important issue that Smothers raised was a limitation on investors from being involved that do not have assets equal to two times their debt. I assume this will cause problems for NMTV.

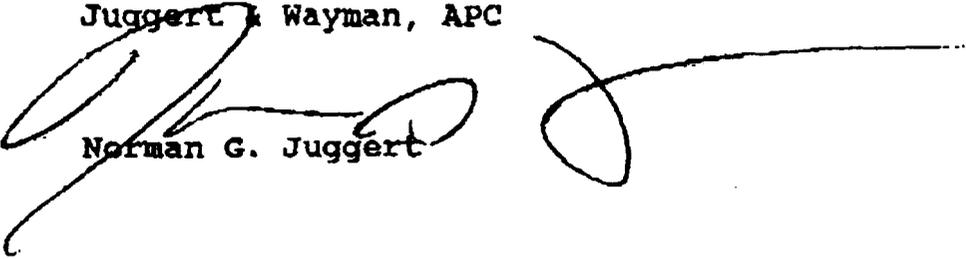
Smothers promised to telephone me as soon as he received word

from Simmonds.

For the record, Smothers Oakland telephone number is 510-568-6256.

Juggert & Wayman, APC

Norman G. Juggert



**JUGGERT AND WAYMAN**  
 A PROFESSIONAL CORPORATION  
 ATTORNEYS AT LAW  
 2845 MESA VERDE DRIVE EAST, SUITE 4  
 COSTA MESA, CALIFORNIA 92626

TELEPHONE  
 AREA CODE 714  
 546-3500

*Handwritten notes:*  
 5 of 6  
 Call [unclear]

*Handwritten:* 11-3-92

November 2, 1992

To: Paul Crouch, Jane Duff & Terry Hickey

I am transmitting two articles from this week-ends LA Times.

The first article deals with a meeting of 45 banks to create their own development corporation. The meeting was spearheaded by First Interstate. This may be an end-run to attempt to avoid making loans to community based entities such as Community Brace. The article does mention that regulatory approval will be required. I assume that it would be possible for Community Brace and similar groups to seek assurances that the banks will still make low interest loans to them.

The second article deals with the Hughes/Hubbard project and cables anticipated attempt to obtain FCC approval to charge DBS operators substantial sums for video programs.

*Large handwritten signature*

*Handwritten:* 4 pages

## BANKS: New Aid for Riot Zone

Continued from D1

center. Loans will be made in amounts of \$25,000 to \$250,000 for terms ranging from two to five years.

About 45 banks attended a meeting Thursday at the Los Angeles office of the San Francisco Federal Reserve Bank to discuss forming the corporation. Banks that wish to take part in the program would need regulatory approval.

So far, about 16 California banks have expressed interest in participating, said Robert McNeely, senior vice president of Union Bank and chairman of the Los Angeles Community Reinvestment Committee, set up by the City Council in 1990 to explore economic development ideas in southern Los Angeles.

First Interstate Bank of California is the lead lender in the effort. That bank's president and chief executive, Bruce Willison, will chair the corporation.

"The multi-bank community de-

velopment corporation allows banks to do things specifically prohibited under their charters," said Hugh Loftus, a member of the organizing committee and vice president at First Interstate California. "This allows us to make small business loans of a nature and to borrowers who would not qualify for traditional bank financing."

The corporation will be run by a 15-member board, with designees from the banks and community groups. An advisory committee will be made up of representatives from several community economic development groups and the Rebuild L.A. organization.

|                                      |  |
|--------------------------------------|--|
| <b>NEIGHBORHOOD FINANCIAL SYS.</b>   |  |
| <b>6.25%</b><br><small>FIXED</small> | <b>EXCLUSIVE<br/>0-POINT<br/>REFINANCE<br/>GUARANTEE</b> |
| <b>6.47%</b><br><small>ARM</small>   |  |
| <b>(714) 938-0300</b>                |  |

# Banks Band Together to Aid Riot Zone

■ **Financing: Consortium creates a community development corporation to lend and invest in areas where others fear to tread.**

By **PATRICK LEE**  
TIMES STAFF WRITER

Spurred in part by the Los Angeles riots, a consortium of California banks has created a \$10-million community development corporation to lend money and invest in small businesses in riot-affected areas of the city, officials announced Friday.

The Southern California Business Development Corp. will pool the resources of several banks, savings and loans, corporations and others to create a fund that makes loans to entrepreneurs who have been unable to secure funding in the past.

Creation of the corporation—modeled on programs in San Diego and Oregon—would answer in part calls by community leaders and business owners for a source of ready capital to stimulate economic development in depressed inner-city areas.

The lack of such capital—and specifically conventional banks' failure to make loans in the city's core—has been blamed for the slow rate of business and job growth in those communities, which in turn has been cited as contributing to the spring unrest.

The goal of the new corporation is "to stimulate community development and job creation by making debt and equity investments in small businesses which have growth opportunities and do not qualify for conventional financing," according to a mission statement.

The corporation is slated to open early next year at 4060 S. Figueroa St., site of a proposed community financial resource

Please see **BANKS, D3**

D10 SATURDAY, OCTOBER 31, 1992

## Cable Companies Ready to Fight Satellite Industry

By JUBE SHIVER Jr.  
TIMES STAFF WRITER

WASHINGTON—As the Federal Communications Commission begins to draft rules under the new law re-regulating the cable business, cable companies are bracing to battle fledgling direct broadcast satellite operators over provisions aimed at promoting more video competition.

A little-known "program-access" provision in the law bars video programmers from "establishing different prices, terms and conditions" for the sale of cable fare to satellite broadcasters than they offer cable operators.

In December, the FCC will begin seeking public comment about the program-access rule and is expected to draft regulations to implement it by April.

Direct broadcast satellite operators—such as Hughes Aircraft Co.'s DirectTV Inc. of El Segundo—have long complained that providers of video programming have thwarted the growth of their industry.

The cable providers are accused of refusing to sell satellite broadcasters cable fare, such as MTV and CNN, or charging fees that are as much as 30% higher than what cable operators pay.

Unlike cable, which uses miles of wires to transmit video into the nation's 55 million cable households, direct broadcast satellite relies on new technology that enables operators to beam dozens of channels of programming to viewers who have a special receiver hooked to a small satellite dish about the size of a bicycle wheel.

Because the DBS dish is cheaper, more compact and easier to install than the ones now in use, direct broadcast satellite is expected to capture a major share of video program distribution.

The impact will be greatest in rural areas.

Late next year, Hughes and Hubbard Broadcasting Inc. of St. Paul, Minn., hope to become the first major distributors to furnish DBS service. Government officials and industry analysts say the new technology offers the promise of

JOSEPH E. DUNNE III  
COLBY M. MAY

ALSO ADMITTED IN VIRGINIA

MAY & DUNNE  
CHARTERED

ATTORNEYS AT LAW

1000 THOMAS JEFFERSON STREET, N.W.

SUITE 520

WASHINGTON, D.C. 20007

(202) 298-6345

RICHARD G. GAY  
OF COUNSEL

TELECOPIER NO

(202) 298-6375

November 5, 1992

VIA TELECOPIER  
1-714-546-0264

Norman G. Juggert, Esq.  
Juggert & Wayman  
2845 Mesa Verde Drive, East, Suite 4  
Costa Mesa, California 92626

RE: NMTV Participation in SBA Program with Dr. Hill

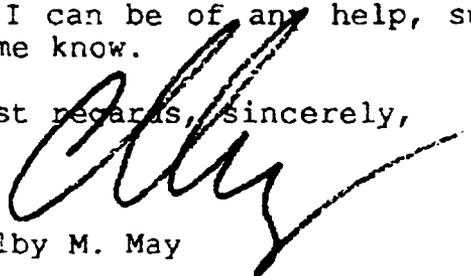
Dear Norm:

Confirming our telephone conversation yesterday, I will continue to stay in a "hold" pattern until I hear from you regarding the referenced item. As you know, my only concern is that the final ruling, authorization, or grant issued by the SBA actually contain language finding NMTV to be a legally formed, properly operated, minority-controlled company. Additional language acknowledging that NMTV is a recognized tax exempt public charity, a majority of whose directors are minorities, would also be helpful.

My reason for emphasizing this, as you know, is to use it at the FCC in a "collateral estoppel" argument, viz, one federal agency has made a legal finding that NMTV is minority-controlled estops a second agency from making a contrary finding.

Also, until I hear from you I will not prepare a disclosure letter for Dr. Hill on this matter. If I can be of any help, such as calling Jimmy Whitehead, just let me know.

Best regards, sincerely,

  
Colby M. May

CMM:gmcB47

xc: Paul F. Crouch  
Mrs. Jane Duff  
Dr. E. V. Hill  
Philip Aquilar

JUGGERT & WAYMAN, APC  
LAW FIRM  
2845 MESA VERDE DRIVE EAST, SUITE 4  
COSTA MESA, CA 92626

Telephone: (714) 546-3600

Telecopier: (714) 546-0264

=====

Telecopier Transmission

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Date: November 5, 1992

Time: 4:45 P.M.

Total pages, including this cover: 2

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TO: Cal Burton

Company Name: Community Brace, Inc.

Telecopier No: (310) 815-8135

Name of Sender: Norman Juggert

=====

.....

Message:

JUGGERT AND WAYMAN

A PROFESSIONAL CORPORATION

ATTORNEYS AT LAW

2845 MESA VERDE DRIVE EAST, SUITE 4

COSTA MESA, CALIFORNIA 92626

NORMAN G. JUGGERT  
KENNETH L. WAYMAN

TELEPHONE  
AREA CODE 714  
546-3600

November 5, 1992

Via Facsimile and U.S. Mail

Community Brace, Inc.  
5109 Crenshaw Boulevard  
Los Angeles, CA 90043

Attn: Cal E. Burton, President

Dear Cal:

Please provide us with an update on the status of matters with the SBA. I have attempted to telephone you at both of your offices without success.

Our F.C.C. counsel reports that the authorization or grant from the SBA should contain language finding that National Minority Television, Inc. is a legally formed, properly operated, minority controlled company. It would also be helpful if the funding could include a determination that National Minority is a recognized tax exempt public charity, a majority of whose directors are minorities.

We can provide the SBA with verification of all of the above.

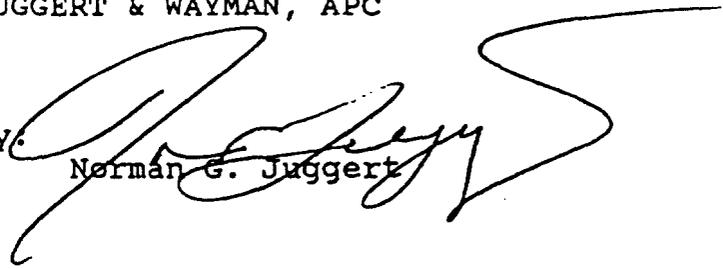
The findings requested will help National Minority in any effort it undertakes to obtain financing for Community Brace and will help to explain its operations to the F.C.C.

Thank you for your cooperation.

Very truly yours,

JUGGERT & WAYMAN, APC

By:

  
Norman G. Juggert

*FAXed*

Fax: (714) 546-0264

FAX TRANSMISSION

Date: 11/6/92

Time: 10:00

Total pages, including this cover: 3

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TO: Paul Crouch

Company Name: TBN

Telecopier No.: (714) 730-0657

Name of Sender: Norm Juggert

=====

Message: re: Brace

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

*FAX to  
Terry ✓  
Paul ✓*

For Operator's Use Only:

If you do not receive al  
please contact us immediately  
546-0264 by FAX.

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1750 Colby ✓*

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Fax: (714) 546-0264

FAX TRANSMISSION

Date: 11/6/92

Time: 10:00

Total pages, including this cover: 3

=====  
TO: Colby May  
Company Name: May & Dunne Chartered  
Telecopier No.: (202) 298-6375  
Name of Sender: Tom Jagert  
=====

Message: \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

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**For Operator's Use Only:**

If you do not receive all pages, or if they are not legible, please contact us immediately at (714) 546-3600 by VOICE or (714) 546-0264 by FAX.

THE INFORMATION CONTAINED IN THIS FAX MESSAGE IS INTENDED ONLY FOR THE PERSONAL AND CONFIDENTIAL USE OF THE DESIGNATED RECIPIENTS NAMED ABOVE. THIS MESSAGE MAY BE AN ATTORNEY-CLIENT COMMUNICATION, AND AS SUCH IS PRIVILEGED AND CONFIDENTIAL. IF THE READER OF THIS MESSAGE IS NOT THE INTENDED RECIPIENT OR AN AGENT RESPONSIBLE FOR DELIVERING IT TO THE INTENDED RECIPIENT, YOU ARE HEREBY NOTIFIED THAT YOU HAVE RECEIVED THIS DOCUMENT IN ERROR, AND THAT ANY REVIEW, DISSEMINATION, DISTRIBUTION OR COPYING OF THIS MESSAGE IS STRICTLY PROHIBITED. IF YOU HAVE RECEIVED THIS COMMUNICATION IN ERROR, PLEASE NOTIFY US IMMEDIATELY BY TELEPHONE AND RETURN THE ORIGINAL MESSAGE TO US BY MAIL. THANK YOU.

Fax: (714) 546-0264

*Faxed*

FAX TRANSMISSION

Date: 11/6/92

Time: 10:00

Total pages, including this cover: 3

=====

TO: Jerry Dickey

Company Name: TBN

Telecopier No.: (714) 730-3568

Name of Sender: Mon Jussart

=====

Message: \_\_\_\_\_

\_\_\_\_\_

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For Operator's Use Only:  
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*FAXed*

Fax: (714) 546-0264

FAX TRANSMISSION

Date: 11/6/92

Time: 10:00

Total pages, including this cover: 3

=====

TO: Jane Duff

Company Name: TBN

Telecopier No.: (714) 730-3568

Name of Sender: Tommy Juggert

=====

Message: \_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

For Operator's Use Only:

If you do not receive all pages, or if they are not legible, please contact us immediately at (714) 546-3600 by VOICE or (714) 546-0264 by FAX.

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*c/1*

*Brace***JUGGERT AND WAYMAN**

A PROFESSIONAL CORPORATION

ATTORNEYS AT LAW

2845 MESA VERDE DRIVE EAST, SUITE 4  
COSTA MESA, CALIFORNIA 92626

TELEPHONE

AREA CODE 714  
546-3000NORMAN G. JUGGERT  
KENNETH L. WAYMAN

November 6, 1992

To: Paul Crouch, Jane Duff &amp; Terry Hickey

Re: Status of Community Brace, Inc.

I talked to Cal Burton today regarding the status of discussions in Washington D.C. between CB's attorney Curt Smothers and John Simmons of the SBA. Cal explained that Curt was unable to meet with Simmons until yesterday.

The SBA is requesting that National Minority's participation be in the form of preferred stock. The limits, if any, that the SBA may require on the form of this stock will have to come from attorney Strothers. Preferred stock may in some instances require payment prior to any dividends and other restrictions favoring the investor. Another protection that I have mentioned before would be to amend the articles of CB to convert it into a close corporation in which it is possible to restrict the compensation of officers and employees and to provide other limitations.

The SBA will also require a financial statement from National Minority. Again Smothers will have to let us know what the SBA is looking for.

Additional requirements of the SBA are a list of the directors of CB, the compensation of CB officers and employees and changes in certain wording of the proposal. For example the proposal refers to CB as a business development company and the SBA feels this description infringes on other programs. The proposal also refers to CB as a division of the Black Ministers Conference of Los Angeles and the SBA wants to change the reference to an "association with."

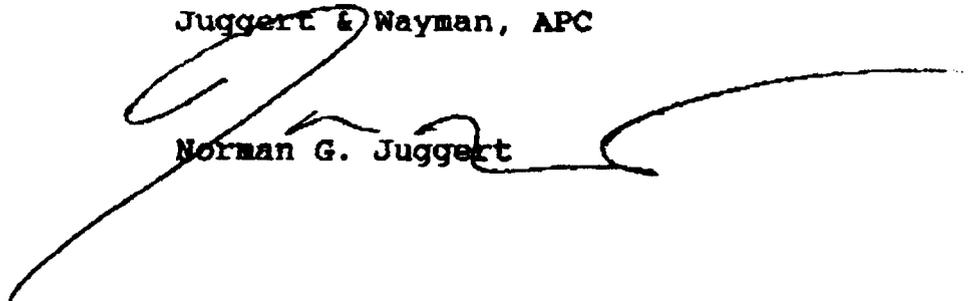
Attorney Strothers will have to advise us as to the possibility of including the findings in the SBA order that Colby has requested. I recommend that if we go forward that we put together the necessary information for the SBA to base the findings on, such as Certificate of Good Standing, copies of National's Articles, a Secretary's Certificate regarding the composition of the Board of Directors and an affidavit from Rev. Hill regarding National's minority control and activities. This information would be included with our financial statement.

Cal Burton assured me that CB's participants have strong connections in both the Republican and Democratic parties. He mentioned his friendship with Ron Brown and Dr. Hill's friendship

with Jesse Jackson.

I anticipate receiving a report from Mr. Strothers today or Monday.

Juggert & Wayman, APC



Norman G. Juggert

# Community Brace, Inc.

5109 Crenshaw Blvd.  
Los Angeles, CA 90043  
(213) 296-4160

November 23, 1992

To: Terrence M. Hickey

Fr: Cal E. Burton

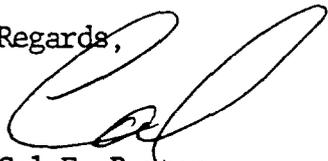
Re: SBA Form 415A and Fingerprint Clearance form for the FBI

Per our telephone conversation you will find the SBA Form 415A and FBI Fingerprint forms which are to be completed by Norman Juggert, Esq., Paul Crouch and Ms. Jane Duff of National Minority Television, Inc./Trinity Broadcasting Network, Inc. The fingerprint form must be completed by a law enforcement or state agency such as the DMV local office which provides fingerprinting on a daily basis for a fee of \$5.00 each set. After completion of the documents contain herein please return by express mail to:

Ms. Cheryl A. Covey, Principal  
Crescent Financial  
6930 Greenvale Street  
N.W. Washington, D.C. 20015  
(202) 363-6930

I will ensure that the above documents are completed and returned to SBA for Rev./DR. E.V. Hill, Cal E. Burton and Vernal Claiborne on behalf of Community Brace. It is important that all of the above be completed and returned to Washington, D.C. by Wednesday 11/25/92. In addition to the completion of the forms please advise Norm that Atty. Smothers advised me that he and Norm would discuss the remaining legal revisions today and make the required changes to conform to SBA rules and the requests of National Minority Television, Inc. If you have any additional questions please let me know.

Regards,



Cal E. Burton

cc: E.V. Hill  
V. Claiborne

2/1/

ATTACHMENT

COMMUNITY EDUCATIONAL TELEVISION, INC.  
KLUJ (ED. TV) CHANNEL 34 BEAUMONT, TEXAS  
KITU (ED. TV) CHANNEL 44 HARLINGEN, TEXAS  
KETH (ED. TV) CHANNEL 14 HOUSTON, TEXAS

JACKSONVILLE EDUCATORS BROADCASTING, INC.  
WTCE (ED. TV) FORT PIERCE, FLORIDA  
WJEB (ED. TV) JACKSONVILLE, FLORIDA

NATIONAL MINORITY TV, INC.  
KNMT (TV) PORTLAND, OREGON

LAST NAME NAM FIRST NAME JANE MIDDLE NAME PEARL

*Duff* *Jane* *Pearl*

SIGNATURE OF PERSON FINGERPRINTED

O  
R  
I

OPM WASH., D.C. - USOPMOO0Z

RESIDENCE OF PERSON FINGERPRINTED

*22456 Jane Dr  
Lake Forest Ca 92630*

SERIAL NO (OPM USE ONLY) OCA

DATE OF BIRTH DOB  
MONTH DAY YEAR  
*6 7 34*

ALIASES AKA

|          |          |            |            |          |           |                    |
|----------|----------|------------|------------|----------|-----------|--------------------|
| SEX      | RACE     | HGT        | WGT        | EYES     | HAIR      | PLACE OF BIRTH POB |
| <i>F</i> | <i>B</i> | <i>5-2</i> | <i>138</i> | <i>G</i> | <i>DB</i> | <i>OMAHA, NB.</i>  |

DATE SIGNATURE OF OFFICIAL TAKING FINGERPRINTS

*12492 Irene Benaker 919*

LEAVE BLANK

TITLE AND ADDRESS

*Police Aide*

SCARS MARKS AND TATTOOS

CLASS

POSITION TO WHICH APPOINTED

**TUSTIN POLICE DEPARTMENT**

FBI NO FBI

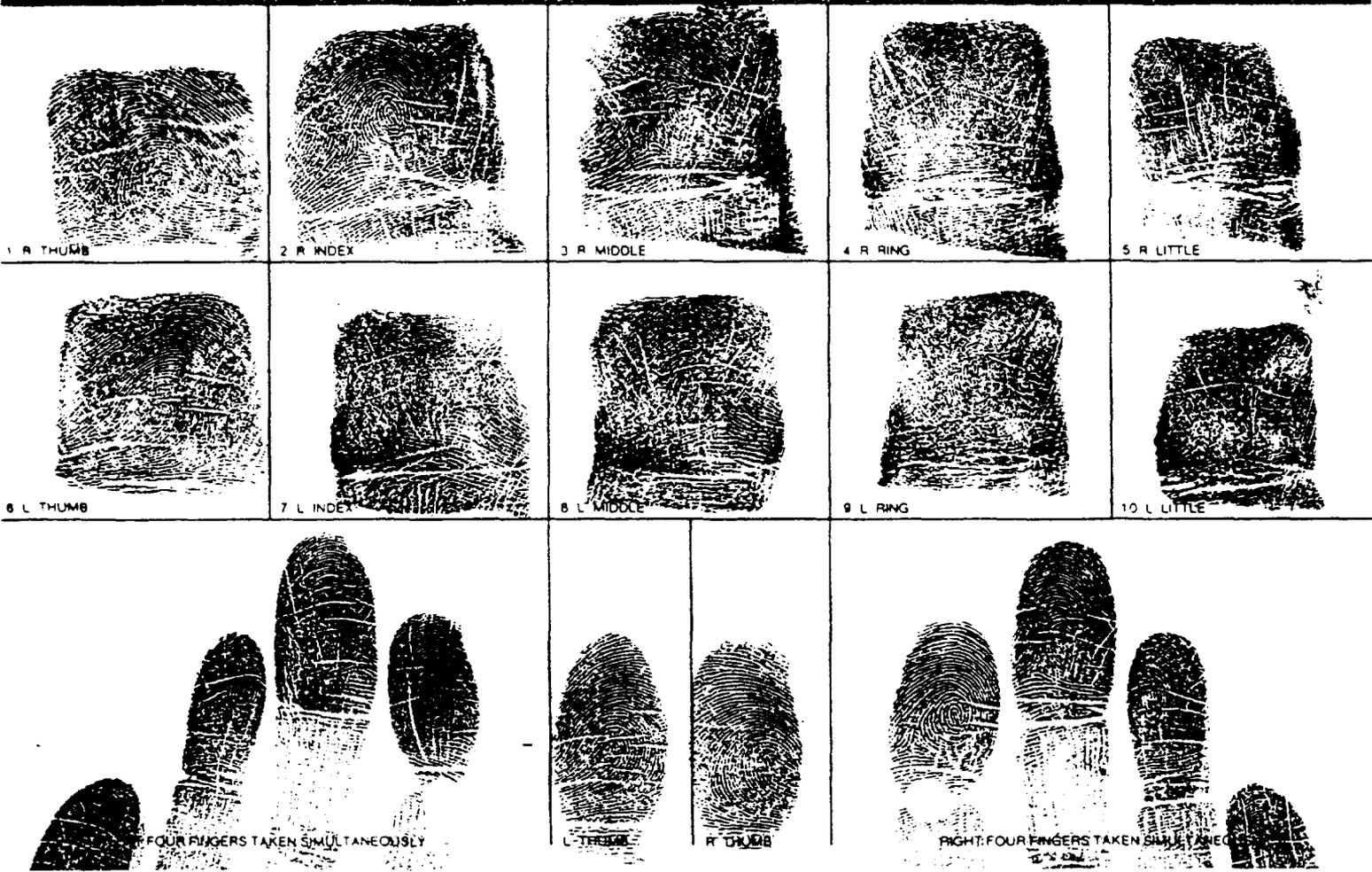
REF

DEPARTMENT (OFFICE AND STATE)

**300 CENTENNIAL WAY  
TUSTIN, CALIFORNIA 92680**

SOCIAL SECURITY NO SOC

*508-36-4329*



**Small Business Administration**  
**STATEMENT OF PERSONAL HISTORY AND QUALIFICATION OF MANAGEMENT**

OMB Approval No.: 3245-0062  
 Expiration Date: 9-30-93

Name of Applicant or Licensee \_\_\_\_\_ Social Security Number \_\_\_\_\_

Address (Street, City, State and Zip Code) \_\_\_\_\_

1. First Name in Full \_\_\_\_\_ Middle Name in Full (If none, so state) \_\_\_\_\_ Last Name \_\_\_\_\_

2. Date of Birth (Month, Day & Year) \_\_\_\_\_ 3. Place of Birth (City, State or Foreign County) \_\_\_\_\_ 4. Citizen of United States?  Yes  No

5. Starting with present address, list residence addresses for last ten years:

| From (Date) | To (Date) | Address                              |
|-------------|-----------|--------------------------------------|
| 1-25-92     | Present   | 25126 Santa Ana Lake Forest Ca 92630 |
| 7-80        | 1-24-92   | 15152 ... 92117                      |

6. Employment and Professional History and Education: Attach a summary of business or professional experience during the last ten years up to and including the present, stating the periods of each primary activity, the names, addresses and nature of business of the firms, concerns or entities with which associated; title, position in such concerns; basic functions and responsibilities; and a summary of your education showing highest level attained (such as high school graduate, some college, one year college, three years college, bachelor's degree, master's degree, etc.-giving, when applicable, name of higher educational institution, your specialization, and date of degree), together with a summary of any special experience or qualification pertinent to the Applicant's management responsibilities. *See attached*

7. Present Affiliations: Attach a list of all business concerns with which you are presently affiliated as an officer, director, or in any other official capacity, or by way of direct or indirect ownership or control of 10% or more of any class of stock of, or proprietary interest in, such concerns. Show names, addresses, and nature of business of such concerns, and details of relationship and ownership; including the percentage of any stock or proprietary interest owned. *see attached*

8. List Three Character References: (other than former employers, relatives or fellow Applicants.)

| Full Name                 | Home or Business Address | Business or Occupation |
|---------------------------|--------------------------|------------------------|
| <i>[Handwritten Name]</i> | <i>55-8 E. ...</i>       | <i>...</i>             |
| <i>[Handwritten Name]</i> | <i>PO Box 9009 ...</i>   | <i>...</i>             |
| <i>[Handwritten Name]</i> | <i>...</i>               | <i>...</i>             |

9. Have you ever been, directly or indirectly, the subject of an insolvency, bankruptcy, or creditor's rights proceeding, or has any corporation of which you have been an officer, director, or controlling shareholder, been the subject of such proceedings?  Yes  No (If yes, furnish complete details of such proceedings in a separate exhibit, including, if pertinent, the court, title of proceedings, date and docket number, as well as the ultimate disposition thereof.)

10. Have you ever been charged with or convicted of any criminal offense other than a misdemeanor involving minor motor vehicle violations?  Yes  No (If yes, furnish details as described in Item 9.)

11. Have you, or has any corporation, partnership or other business entity with which you are presently or have heretofore been affiliated (as defined in Item 7) ever been charged with or convicted of a felony or other criminal offense involving dishonesty or breach of trust or found civilly liable or permanently or temporarily enjoined by a court by reason of any act or practice involving fraud or breach of trust?  Yes  No (If yes, furnish relevant details of any such proceeding in a separate exhibit including the information, indictment or complaint and the court, title of proceeding, date and docket number)

12. Have you ever been refused bond?  Yes  No (If yes, explain)

13. Are you affiliated with any other Licensee or are you a close relative of any person affiliated with the Applicant or Licensee as described in Section 107.3 of the Regulations?  Yes  No (If yes, explain.)

14. During any part of the past five years has a request for financial assistance been made to any Federal agency by you or any corporation, partnership or other business entity with which you are presently or have been heretofore affiliated (as defined in Item 7)?  Yes  No (If yes, furnish details in a separate exhibit, including current status of any assistance received.)

15. Describe any affiliation, past or present, with any other Small Business Investment Company. (See Section 107.702 of the Regulations.)