

ANNUAL REPORT OF CAPCO (FUNDS I AND II) INVESTMENTS

Amount of certified capital the certified capital companies (Programs I & II) invested in qualified technology businesses as of December 31, 2011

PROGRAM I	<i>Allocation</i>	<i>2004-2010 Investments</i>	<i>2011 Investments</i>	<i>Total Investments</i>	<i>Percent Invested</i>
Advantage Capital Alabama Partners I, LP	\$16,569,200.79	\$16,583,472.01	NA	\$16,583,472	100.1%
Enhanced Alabama Issuer, LLC	\$18,713,450.30	\$14,652,915.91	\$895,000.00	\$15,547,916	83.1%
Stonehenge Capital Fund Alabama, LLC	\$19,493,177.35	\$11,824,000.01	\$4,000.00	\$11,828,000	60.7%
Waveland NCP Alabama Ventures	\$19,493,177.40	\$10,634,603.00	\$1,857,868.00	\$12,492,471	64.1%
Whitecap Alabama Growth Fund Management Company, LLC	\$14,619,883.05	\$14,619,884.00	NA	\$14,619,884	100.0%
Wilshire Alabama Partners, LLC	\$11,111,111.11	\$11,852,570.00	NA	\$11,852,570	106.7%
	\$100,000,000.00	\$80,167,444.93	\$2,756,868.00	\$82,924,313	82.9%

All CAPCOs in Fund I achieved the investment milestones established by legislation.

PROGRAM II	<i>Allocation</i>	<i>2008-2010 Investments</i>	<i>2011 Investments</i>	<i>Total Investment Pool</i>	<i>Percent Invested</i>
Advantage Capital Alabama Partners I, LP	\$22,091,893.43	\$9,178,366.01	\$3,799,998.15	\$12,978,364.16	58.7%
Aegis Alabama Venture Fund, LP	\$5,256,857.15	\$230,000.00	\$1,650,000.00	\$1,880,000.00	35.8%
Enhanced Capital Partners, LLC	\$22,277,857.84	\$9,394,000.01	\$775,000.00	\$10,169,000.01	45.6%
Stonehenge Capital Fund Alabama, LLC	\$19,330,406.76	\$7,162,500.00	\$1,539,000.00	\$8,701,500.00	45.0%
Waveland NCP Alabama Ventures	\$9,137,055.84	\$3,290,000.00	\$1,367,132.00	\$4,657,132.00	51.0%
Whitecap Alabama Growth Fund Management Company, LLC	\$21,905,928.98	\$2,678,804.00	\$6,683,978.80	\$9,362,782.80	42.7%
	\$100,000,000.00	\$31,933,670.02	\$15,815,108.95	\$47,748,778.97	47.7%

RESULTS: Investments in Qualified Technology Businesses:

	Investment	Original Jobs Retained	Average Wage	Jobs Created	Annual Payroll of New Jobs
PROGRAM I	\$82,924,313	1,508	\$47,320	794	\$37,571,889
PROGRAM II	\$47,748,779	468	\$14,166	287	\$4,065,749
TOTAL (PROGRAMS I & II)	\$130,673,092	1,976	\$38,518	1,081	\$41,637,638

CERTIFIED INVESTORS IN CAPCO - PROGRAM I

ADVANTAGE CAPITAL ALABAMA PARTNERS I, LP

Allianz Global Risks US Insurance Company
Fireman's Fund Insurance Company
John Hancock Life Insurance Company
John Hancock Variable Life Insurance Company
Metropolitan Life Insurance Company
New York Life Insurance & Annuity Corporation
New York Life Insurance Company
The Guardian Life Insurance Company of America
The Northwestern Mutual Life Insurance Company

ENHANCED ALABAMA ISSUER, LLC

American Family Life Assurance Company of Columbus
American States Insurance Company
Government Employees Insurance Company
Lincoln National Life Insurance Company
Phoenix Life Insurance Company

SAFECO Insurance Company of America

St. Paul Fire & Marine Insurance Company

The Lincoln National Life Insurance Co.
Union Life Insurance Company of America

United of Omaha Life Insurance Company

STONEHENGE CAPITAL FUND ALABAMA, LLC

American Security Insurance Company

Auto-Owners Insurance Company
Monumental Life Insurance Company
Nationwide Mutual Fire Insurance Company
Owners Insurance Company
The Standard Fire Insurance Company
The Travelers Indemnity Company of Connecticut
The Travelers Indemnity Company of Connecticut (1)
Time Insurance Company (f/k/a Fortis Insurance Company)
Transamerica Life Insurance Company (2)
Transamerica Occidental Life Insurance Company (2)
Union Security Insurance Co. (f/k/a Fortis Benefits Insurance Co)
United HealthCare Insurance Company
United Services Automobile Association
Voyager Property & Casualty Insurance Company

CERTIFIED INVESTORS IN CAPCO - PROGRAM II

Advantage Capital Alabama Partners II, LP

CUMIS Insurance Society, Inc.
CUNA Mutual Insurance Society
ING USA Annuity and Life Insurance Company
Metropolitan Life Insurance Company
New York Life Insurance and Annuity Corporation
New York Life Insurance Company
ReliaStar Life Insurance Company
ReliaStar Life Insurance Company of New York
Security Life of Denver Insurance Company
The Guardian Life Insurance Company of America
The Northwestern Mutual Life Insurance Company
Transamerica Life Insurance Company

Aegis Alabama Venture Fund, LP

Arch Insurance Company
Life Insurance Company of Alabama
Colonial Life & Accident Insurance Company (tfr from Life Insurance Company of Alabama 1/3/2012)
Colonial Life & Accident Insurance Company (tfr from Life Insurance Company of Alabama 8/9/2011)
Colonial Life & Accident Insurance Company (tfr from Life Insurance Company of Alabama 1/3/2011)
North Carolina Mutual Life Insurance Company
Provident Life and Accident Insurance Company (tfr from North Carolina Mutual Life Insurance Company 1/12/2012)
Provident Life and Accident Insurance Company (tfr from North Carolina Mutual Life Insurance Company 1/28/2011)

Enhanced Capital Alabama Fund II, LLC

American Family Life Assurance Company of Columbus (AFLAC)
Aviva Life and Annuity Company
Federal Insurance Company
General Insurance Company of America
Government Employees Insurance Company
Indianapolis Life Insurance Company
Minnesota Life Insurance Company
Mortgage Guarantee Insurance Corporation
Phoenix Life Insurance Company
SAFECO Insurance Company of America
SAFECO Insurance Company of Illinois
The Automobile Insurance Company of Hartford, Connecticut
The Lincoln National Life Insurance Company
The Phoenix Insurance Company

WAVELAND NCP ALABAMA VENTURES, LLC

Alabama Automobile Public Insurance Agency, Inc.
ALFA Life Insurance
ALFA Mutual General
Insurance Co. McGriff, Seibels & Williams, Inc.
Mortgage Guarantee Insurance Company
National Security Fire & Casualty, Inc.
Northwestern Mutual Life Insurance Company
The Medical Assurance Co., Inc.

WHITECAP ALABAMA GROWTH FUND I, LLC

American National Insurance Company
American National Property & Casualty Company (tfr from
American National Insurance Company 12/31/09)
American National Property & Casualty Company (tfr from
American National Insurance Company 1/31/2011)
Garden State Life Insurance Company (tfr from American
National Insurance Company 1/31/2011)
Standard Life and Accident Insurance Company (tfr from
American National Insurance Company 1/31/2011)
American National Life Insurance Company of Texas (tfr
from American National Insurance Company 1/31/2011)
Continental Casualty Company
Prudential Insurance Company of America
United States Automobile Association

WILSHIRE ALABAMA PARTNERS, LLC

ACE American Insurance Company
Federal Insurance Company
First Penn-Pacific Life Insurance Company
Massachusetts Mutual Life Insurance Company
National Union Fire Insurance Company of Pittsburgh, PA
Pacific Life Insurance Company
The Equitable Life Assurance Society of the United States
The Lincoln National Life Insurance Company
Westchester Fire Insurance Company

The Travelers Indemnity Company
Unum Life Insurance Company of America

Stonehenge Capital Fund Alabama II, LLC

Auto-Owners Insurance Company
Employers Mutual Casualty Company
Owners Insurance Company
United HealthCare Insurance Company
United Services Automobile Association
USAA Casualty Insurance Company
USAA Life Insurance Company

Waveland NCP Alabama Ventures II, LLC

National Security Fire & Casualty Company

The Medical Assurance Company, Inc.

The Medical Assurance Company, Inc.

Whitecap Alabama Growth Fund II, LLC

American National Insurance Company
Continental Casualty Company (CNA)
Protective Life Insurance Company
The Prudential Insurance Company of America
United Services Automobile Association
USAA Casualty Insurance Company
USAA Life Insurance Company