

Progress Report #7 for 12/31/23

2. Have any problems arisen which will delay grant completion? If yes, explain the problem and the amount of delay.

After a lengthy legal process, the lawsuit with Kiiinja Corporation has been settled. 1881 Extraction Co. received a lump sum payment that was used to pay the loan from Goose River Bank (i.e., the first lien holder). The settlement included future payments from Kiiinja Corporation. It was structured so that future payments are to be made out of that company's profits. However, they are likely to fold up shop. Therefore, 1881 is not anticipating any of those payments to be made.

As of 12/31/2023, 1881 remains current on their payments.

3. List activities to be accomplished in the next six months.

The only feasible option would be to forgive the CDLF loan. We will also request that HUD cancel the project in light of the fact the job creation requirements cannot be met.