Gate Industries

The EB-5 Program

www.gateindustries.com

About Gate Industries

Gate Industries is a multifaceted finance and consulting firm. We specialize in the sourcing and facilitating of private offering funding through foreign nationals (EB-5 investments) and domestic private funding. Our company guides both investors and EB-5 proprietors to navigate their way through the complex EB-5 process.

Gate has successfully applied for and established regional centers along the East Coast. We have filed for and consulted on EB-5 projects nationally for approval across a broad platform of industries that have raised over $400,000,000. These projects have stimulated economic growth and job creation in various regions throughout the United States, spanning from New Jersey to Georgia and Texas to California.

Key Professionals and Experts

- Economist
- Business Planner
- Market Analyst
- Securities Attorneys
- Immigration Attorneys
- Financial Attorneys
- Brokers

EB-5 Program Overview

- Congress created the fifth employment-based preference (EB-5) immigrant visa category in 1990 for qualified foreigners seeking to invest in a business that will benefit the U.S. economy and create or save at least 10 full-time jobs for U.S. workers.

- This is the only visa program for investors that leads to permanent residence.

- Of the 10,000 EB-5 green cards available each year, 3,000 are reserved for foreign nationals who invest through a Regional Center.

EB-5 Program Overview

- Foreign investor applicants are required to invest $1 million or $500,000 if the investment is in a rural or high-unemployment area, i.e., "**Targeted Employment Area**" (TEA). In order to receive a visa, their investment must create at least 10 U.S. jobs.

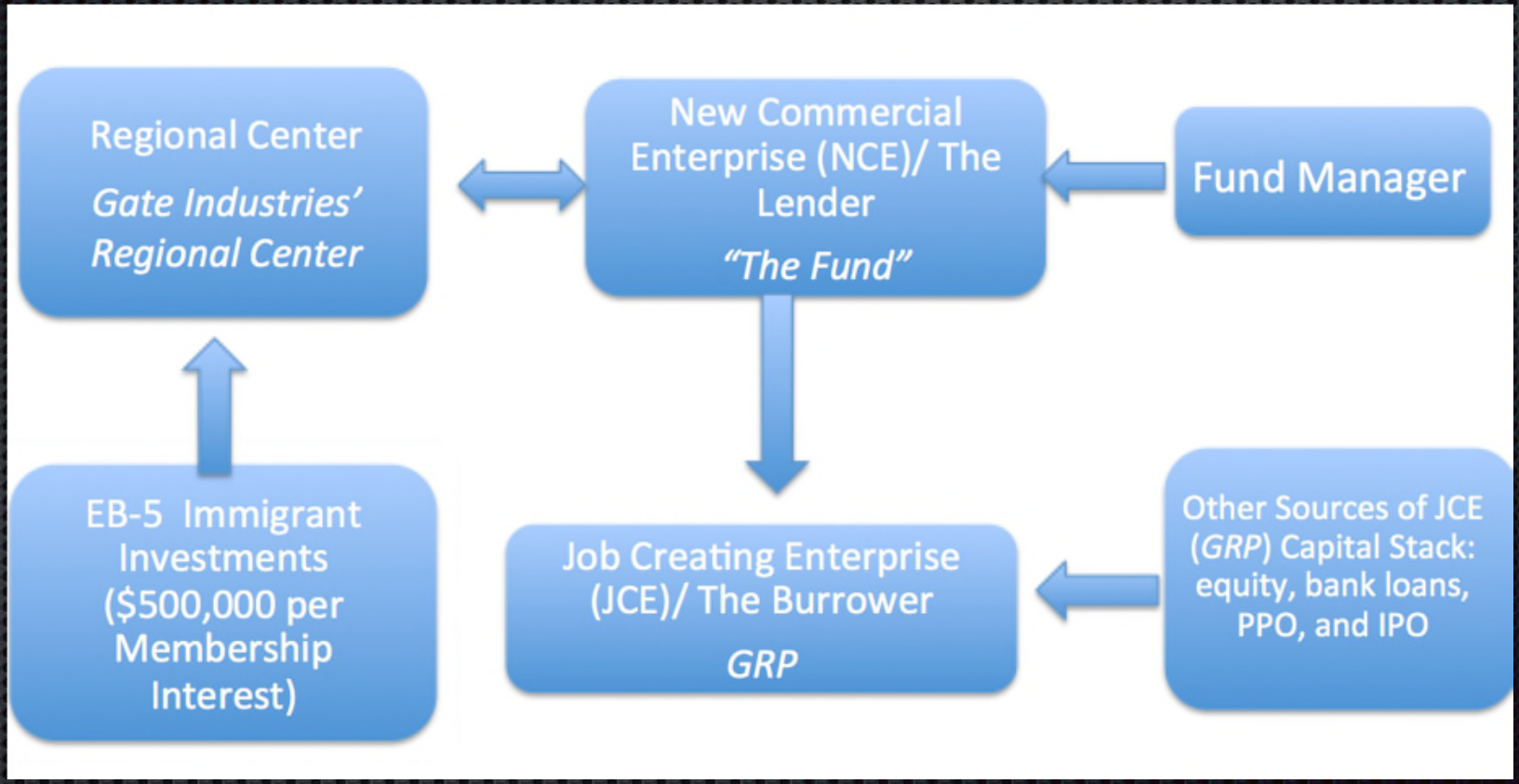
- Foreign investors can invest directly in a job-creating business or through an **EB-5 regional center**, which is an organization, designated and regulated by USCIS. The regional center facilitates investment in job-creating economic development projects by pooling capital raised under the EB-5 immigrant investor program.

- As of January 12, 2015, USCIS has approved approximately 617 regional centers, which have become the predominant vehicle for EB-5 investment.

Sample Capital Stack

Capital Stack		
Source of Capital	**Target Raise**	
	Total Capital	**% of Total**
Senior Bank Loan	$31,500,000	35%
EB-5 Loan	$31,500,000	35%
NMTC Equity	$7,560,000	8.4%
Owner Equity Investment	$19,440,000	21.6%
Total Project Cost	$90,000,000	100%

Sample Structural Entity Chart:
EB-5 Loan Transaction



Investor Benefits

- Family: The EB-5 program allows the foreign investor and his or her immediate family (spouse and all unmarried children under the age of 21) to immigrate to the U. S., obtain a green card, and proceed to U.S. citizenship with the benefits of a U.S. passport, while at the same time they invest their money in a project of their choosing.

- Regional Center Advantage: The Regional Center Investment Program aids foreign investors by directing and professionally managing their investment in the designated business and geographic focus of their Regional Center.

- Expediency: Obtaining citizenship through an EB-5 investment is considerably more expeditious than traditional methods of immigration, some of which can take as long as ten years or more. Through an EB-5 investment, investors can typically obtain permanent residency within 3-5 years.

Economic and Job Creation Impact

- Economics: Spending associated with EB-5 investors has grown drastically, contributing $2.86 billion to U.S. GDP, and generating an additional $399 million and $278.36 million in federal and state and local tax revenue in 2013.
- Job creation: In January 12, 2015, spending by EB-5 investors supported 34,593 new American jobs.

The Growth and Future of the EB-5 Program

- Growth and success:
  - The EB-5 program has become a more reliable manner for foreign investors to obtain U.S. residency. As USCIS has clarified legal requirements, EB-5 investor I-829 applications' approval rates have improved from 62% in 2005 to 85% in 2013.
  - The annual rate of interest paid by each Project Company is approximately 6%, and can vary based on the strength of the Project.

Questions or Comments?

www.gateindustries.com