



March 30, 2020

Dear ISB Customer:

The big stimulus bill covers businesses with less than 500 employees hurt by COVID-19. The amount you can receive is the total average monthly payroll costs for the last year x 2.5 if you will keep your business open and don't layoff your employees. The entire loan can be forgiven. The program is called the Paycheck Protection Program.

Total Average Monthly Payroll Costs x 2.5 = Total Loan Amount

Interstate Bank will be a source for this program. The loan will have no collateral and no guaranty if you commit to have the same number on your payroll as you did February 15th. All you need to provide is your payroll costs for the last year. We'll handle all paperwork. You can apply on-line soon at isbtexas.bank, or call any ISB loan officer.

- Perryton (806)435-4071 – Mike Blasingame and Pam Chisum
- Amarillo (806)331-6000 – Mark Marrs and Aida Adams

Total average monthly payments for the following payroll costs:

Salary, wage, commission, or similar compensation

- + payment of cash tip or equivalent
- + payment of vacation, parental, family, medical, or sick leave
- + allowance for dismissal or separation
- + payment required for the provisions of group health care benefits, including insurance premiums
- + payment of any retirement benefit
- + payment of state or local tax assessed on the compensation of employee

Total (Multiplied by 2.5 = loan amount)

Employee compensation in excess of \$100,000 annual salary are not included.

Forgiveness:

- If you maintain your employees as of February 15, 2020, your loan can be forgiven.
- Loan amounts that are not forgiven will be payable over 10 years at no more than a 4% interest rate.

Loan Uses: Payroll costs, interest on mortgage payments, rent and utilities.

Paycheck Protection Program Details:

- For more information, visit www.isbtexas.bank or call (806)435-4071 / (806)331-6000
- Remember, with any government program, there might be some surprises. Be sure to check the SBA website for all information.
- Applies to businesses with less than 500 employees.
- Loans will be fully guaranteed by the federal government.

All information is subject to SBA guidelines

Please contact our loan officers. We're ready to help.

Sincerely,

Danny Skarda, CEO