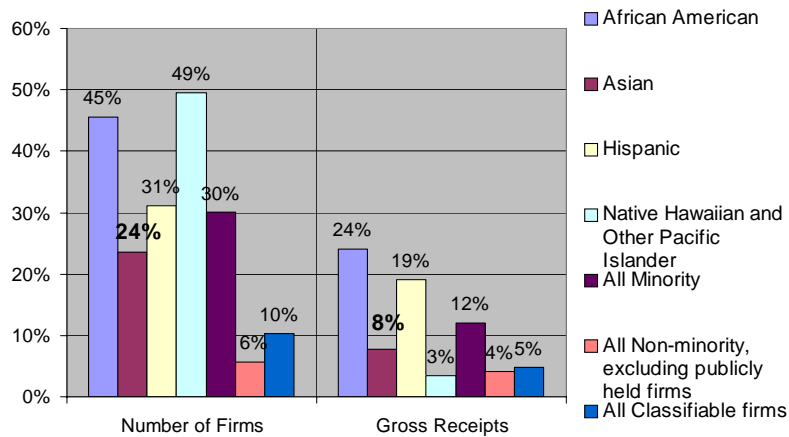


The State of Asian Business

In August 2006, the Minority Business Development Agency (MBDA) released the "State of Minority Business Enterprises: An Overview of the 2002 Survey of Business Owners," based on data from the U.S. Census Bureau 2002 Survey of Business Owners. A copy of the full report can be found at www.mbda.gov/minoritybizfacts.

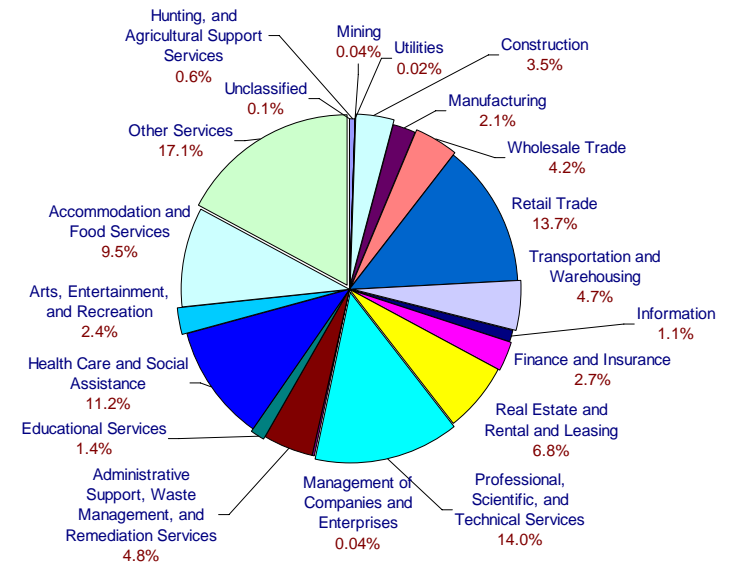
Change in Number and Gross Receipts for Asian Firms, 1997-2002



Between 1997 and 2002:

- The growth of Asian-owned firms outpaced the national rate, as they grew by 24% compared to 10% for all classifiable firms, which are all U.S. firms excluding publicly-held and other firms.
- Gross receipts for Asian firms increased by 8%, which surpassed the growth rate for all classifiable firms.

Asian Business Representation by Industry Sector, 2002



- Seventeen percent of all Asian-owned firms are in Other Services, which is the largest single industry sector for Asian firms.

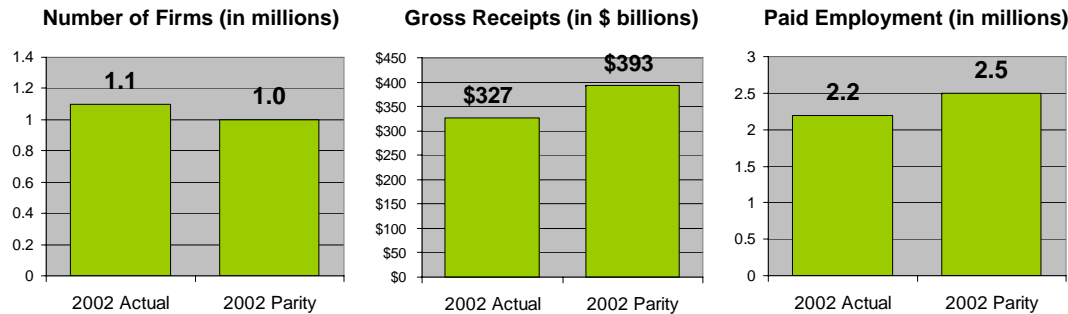
Summary Statistics by Group - 2002

Group	% of Total U.S. Population (18+ yrs.)	Number of Firms*	Total Gross Receipts	Average Gross Receipts*	Paid Employees*
African American	12.1%	1,198,000 (5.3%)	\$88.6 billion (1.0%)	\$74,000	754,000 (1.4%)
American Indian and Alaska Native	1.4%	201,000 (0.9%)	\$26.9 billion (0.3%)	\$133,000	191,000 (0.4%)
Asian	4.5%	1,104,000 (4.9%)	\$326.6 billion (3.7%)	\$296,000	2,214,000 (4.0%)
Hispanic	11.9%	1,574,000 (7.0%)	\$221.9 billion (2.5%)	\$141,000	1,537,000 (2.8%)
Native Hawaiian and Other Pacific Islander	0.3%	29,000 (0.1%)	\$4.3 billion (0.1%)	\$148,000	29,000 (0.1%)
All Minority	29.0%	3,958,000 (17.6%)	\$661.1 billion (7.5%)	\$167,000	4,675,000 (8.4%)
All Classifiable firms	100.0%	22,480,000 (100.0%)	\$8.8 trillion (100.0%)	\$391,000	55,368,000 (100.0%)

Source: U.S. Census Bureau, 2007 Special Tabulation for Minority Firms in 2002, 2002 Survey of Business Owners, Company Summary, September 2006; 1997 Survey of Minority- and Women- Owned Business Enterprises, July 2001; National Population Estimates, July 2002, and MBDA Annual Performance Report: Fiscal Year 2005. Statistics do not include publicly held, foreign-owned and not-for-profit entities. Classifiable Firms are all U.S. firms less publicly held, foreign-owned, non-profit and other firms whose ownership cannot be classified in terms of race, ethnicity, or gender. Figures for Non-Minority and Classifiable Firms represent MBDA estimates. Hispanics may be of any race, because business owners were allowed to identify with more than one race category. Due to the exclusion of tribally held governments in 2002, data for American Indian and Alaska Native firms for 1997 and 2002 are not directly comparable. Other Services includes firms not provided for elsewhere in the classification system which are engaged in activities such as equipment and machinery repairing, promoting religious activities, grant-making, advocacy, providing dry-cleaning and laundry services, personal care services and dating services. For explanation of methodology, visit www.mbda.gov/minoritybizfacts. Prepared by MBDA's Office of Business Development, September 2007.

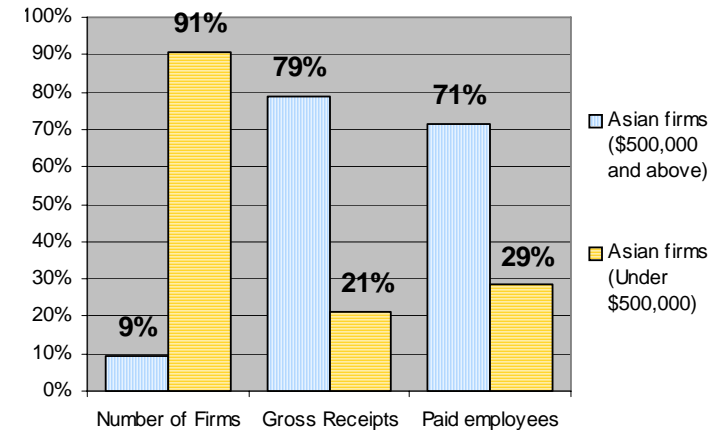
Achieving Entrepreneurial Parity

The Asian business landscape in 2002 would have been quite different if parity had been achieved. Parity is defined as reaching proportionality between the adult Asian population and business development measures such as numbers of firms, gross receipts and employees.



- In terms of the number of firms, Asian businesses reached parity in 2002, as the actual 1.1 million firms were nearly 97,000 more than the point of parity.
- Under a parity scenario, gross receipts would have been about \$393 billion.
- Paid employment would have totaled almost 2.5 million—264,000 more than the actual number.

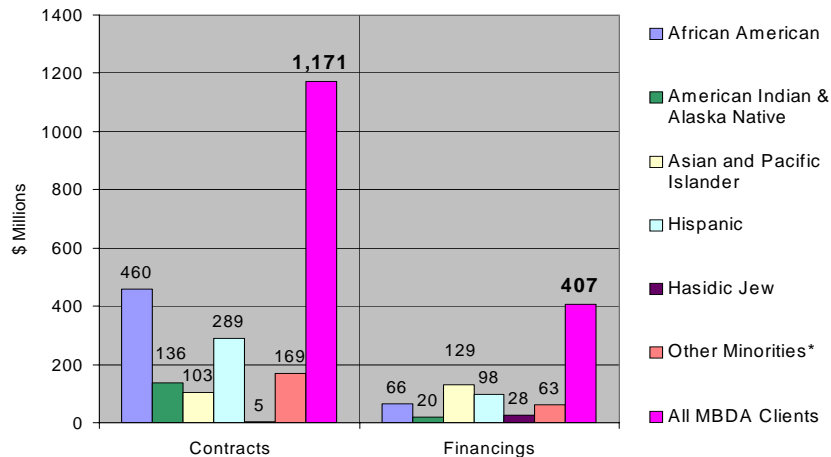
Asian Firms by Receipts Size, 2002



- While smaller in number, Asian firms with receipts of \$500,000 or more generate a much larger percentage of all the group's revenues and paid employment than firms with receipts under \$500,000.

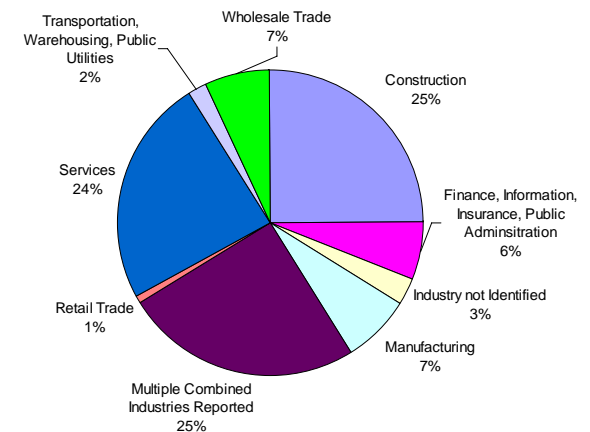
Moving the Numbers. MBDA Contribution to the Success of Minority Business Enterprises

Value of Contracts and Financings Obtained By Minority Firms through MBDA, FY 2006



- MBDA clients obtained \$1.578 billion in contracts and financings in fiscal year 2006.
- Other Minorities include MBDA clients for which the specific racial and ethnic category was not identified.

Percentage of Contracts Obtained by Dollar Value, FY 2006



- Construction contracts represented 1/4 (\$258.9 million) of all the procurement opportunities secured by MBDA funded projects.
- Contracts awarded to MBDA clients for Construction and Services exceeded \$512 million.