



COMPANY APPLICATION FORM Business Investment Program



To be eligible for a Charlotte-Mecklenburg Business Investment Grant, a completed formal application must be received and approved prior to any announcement of the project.

This application is subject to disclosure pursuant to the North Carolina Public Records law. N.C. General Statute 132-1.2 does, however, exempt from disclosure information that qualifies as a "trade secret". Any information claimed to be a trade secret should be labeled "trade secret" at the time of its initial disclosure to the City of Charlotte and Mecklenburg County.

General Information

Name of Company: **Nutec Inc.**

Street Address: Jardin de San Jeronimo 225 Col. San Jeronimo
City: Monterey
State: Nuevo Leon, Mexico
Zip Code: 64640
Federal Tax Identification No.: Nutec Inc. 36-4809144 (Federal Employer Identification Number (FEIN))
Contact Person: Gerardo Muraira
Title: Chief Operations Officer
Telephone: +52 (844) 4320 737 / Mr. Muraira Mobile +52-1-8110505621 / US Cell 936-827-6544
Facsimile: None
Email: gerardomuraira@nutec.com
NAICS Code: 327999 Ceramic Fiber Manufacturing
Type of Business: ☒ Manufacturing ☐ Corporate Headquarters
☐ Transportation & Distribution (Logistics) ☐ Emerging Technologies & Industries
☐ Financial, Insurance & Professional Services
☐ Other (please specify)

In the space below, please provide a general description of the proposed investment project, considering the site location, product/services to be provided, physical improvements/new equipment, the number of jobs, etc:

First U.S. manufacturing and distribution facility for Nutec. The operation will manufacture and distribute high-quality ceramic fiber throughout the United States and Canada. The proposed investment will consist ultimately of a 4-production line manufacturing plant. Within 3 years the operation is expected to employ 62 workers (2 lines) with an approximate \$2.4 million dollar payroll plus employee benefit package. Upon full build out (4 lines) which is expected by 2024 the proposed operation is expected to employ 114 workers with an expected payroll of \$4.6 million dollars plus an employee benefit package. Estimated investment is proposed at \$18.5 million (2 lines) by 2018 and an additional \$16.0 million (4 lines) is proposed by 2024. Total proposed investment is estimated at \$34.5 million by 2024.

Minimum Eligibility Requirements

New Investment:

Address of Proposed Investment Location: 11810 and 11806 Mt Holly-Huntersville Road Huntersville, North Carolina

Parcel Number(s): Ivester 017-202-01 / DeBlander 017-202-04

For help, go to <http://meckcama.co.mecklenburg.nc.us/relookup/>

Current Owner of Investment Location:

Ivester Family (11810) Nicholas DeBlander (11806)

Current/Proposed Interest in the site:

Purchase both parcels

(e.g. option to purchase, leasehold interest, etc...)

Expected new investment at location:

Amount

Estimated timeline

Land cost:

\$712,400

Assume 6/30/2015

Buildings, infrastructure:

\$5,000,000

December 30 2018

Machinery and equipment:

\$13,500,000

December 30 2018

Other:

to be determined

Add.invest.prop. by 2024

If other, please describe here >>

Projected Est. Invest by 2024 \$34.5 M

Total investment:

(Based on 12.30.18) \$18,500,000

If any of the machinery or equipment is leased, then complete the following:

Type of Equipment	Value	Owned by:
Transportation such as fork lifts	Not Known	Not Purchased

If you are entering into a lease agreement for your site, what is the amount of space and length of the lease term in the following categories:

Type of Use (office, mfg, etc...)	Square footage	Term (years)
Not Applicable		

Job Creation & Retention:

Proposed new full time jobs: 62 (over three-year period)

Year 1 38 Year 2 24 Year 3 62

If further job creation is contemplated, please describe in detail:

After year 3 (2018) an additional 52 workers are expected to be added by 2024 increasing projected total employment at the proposed operation to 114.

Anticipated average wage for new full-time jobs:

\$40,400

NOTE: this is to be computed by averaging the starting salaries for the new jobs.

If expanding an existing site, how many full-time jobs are currently at the facility?

NA

Average wage for all full-time jobs at facility including the expansion:

\$40,400

NOTE: this is to be computed by averaging the current salaries of the existing jobs together with the starting salaries of the new jobs.

The wage rate requirement can be reduced by up to 20% if 25% of your new hires live within the City's Business Investment Zone and/or participate in economic assistance programs of the Mecklenburg County Department of Social Services (e.g. WorkFirst, food stamps, etc). Could this qualification fit within your overall hiring strategy?

☐ YES ☒ NO

Of the new full-time jobs, please provide your best estimate of the following information:

Salary Range	Number of Employees...	
	Likely to be hired locally	Likely to be relocated

\$32,000 - \$35,000	44	
\$38,000 - \$40,000	2	
\$44,000 - 46,000	8	
\$50,000 - \$52,000	2	
\$65,000	1	
\$75,000	1	
\$90,000	1	
\$100,000 - \$160,000	1	2
based on 2018 / 62 workers	60	2

Is the company likely to move any existing operations out of the area if a grant is not made?

☐ YES ☐ NO

If yes, what would be the timetable for the move?

Company is new to the U.S.

Number and location of Charlotte/Mecklenburg jobs to be moved:

Not Applicable

Amount and location of Charlotte/Mecklenburg investment at risk:

Not Applicable

Competition

Other locations being considered for the Project:

State	City/Region	Primary Government Contact
South Carolina		Philip Morgan (803-737-0471)
	York County/Rock Hill	David Swenson (803-802-4300)
		Major incentives are shown below:

Describe the nature of the incentives being offered by these other states. Attach additional sheets, if necessary. For example, for each state:

Cash grants (dollar amount and source):

\$746,120 Job Dev tax cash grant rebate (10 years)

Tax credits (dollar value and tax being offset):

\$1.4M SC Tax Credits+\$959,000 Sale/use exemption

Tax abatements:

\$811,020 local special (5 years) + 30yrs at \$4.8 M

Other incentives:

\$124,000 ready SC work force training

Is this project at substantial risk of being developed or located in another state?

☒ YES ☐ NO

Additional Information

What is the current legal status of your company (e.g. corporation, LLC, etc)?

Corporation

In which U.S. state is your company organized?

State of Delaware

If a foreign applicant, is your company qualified to do business in North Carolina?

☒ YES ☐ NO

Please list below any material subsidiaries, parent companies and affiliated companies of the company and their respective principal businesses. If your company is publicly traded, you may submit a copy of the most recent annual report instead.

Holding Company - Grupo Nutec (Mexico)

Are you aware of any proposed or pending mergers, acquisitions or other corporate reorganizations affecting the company or the proposed investment location(s)?

☐ YES ☒ NO

If so, please describe:

Are you aware of any pending or threatened litigation involving the company that could reasonably be expected to cause a material adverse effect on the company or its proposed investment?

☐ YES ☒ NO

If so, please describe:

Do you have an application pending or do you intend to apply for industrial revenue bond financing for this or a similar project in the Charlotte-Mecklenburg area?

☐ YES ☒ NO

What is the assessed tax value of real and business personal property (BPP) at the investment location?

Real Property: \$502,400

For help, go to <http://meckcama.co.mecklenburg.nc.us/relookup/>

BPP:

REPRESENTATIONS

1. The Company has reviewed and understands the Business Investment Program guidelines.
2. Without this grant from the Charlotte-Mecklenburg Business Investment Program the Company would not undertake this project in Charlotte-Mecklenburg.
3. The Company understands that release of any Business Investment Grant funds will be contingent on meeting performance criteria that will be set out in a mutually agreeable performance contract among the City of Charlotte, Mecklenburg County and the Company.
4. The Company understands that release of any Business Investment Grant funds will be contingent on provision of adequate documentation of the required investment, job creation, and job retention, including submission of copies of the appropriate quarterly N.C. Employment Security Commission forms described in the grant agreement.
5. The Company understands that approval of this project's application by the City of Charlotte and Mecklenburg County does not override or excuse compliance with any existing environmental laws and regulations placed on the facility to be developed.
6. The Company understands that the disbursement of any funds under the Business Investment Program is based upon performance, and that the Company may be responsible to refund part or all of any moneys awarded if the terms of any performance contract are not met.
7. The new jobs used as the basis for this application are new net positions to the Company's operations in the City of Charlotte and will not be transferred from any existing operations of the Company or related entity in Charlotte-Mecklenburg.
8. The information provided in this application is true and correct to the best of my knowledge.
9. The information and data presented regarding the plans and projections of the Company are based on current plans and projections and represent the best data available. Economic conditions within the industry may cause changes. The plans and projections described in this application are made on the basis of the best available information and they so demonstrate the Company's intentions.
10. The following items are attached:
 - a. Most recent tax printout showing the real and business personal property tax valuations of the investment location.
 - b. Signatory statements as to whether any member of management or any principal of the Company has been involved in a financial reorganization, a bankruptcy, or other situation that has led to losses by creditors, bond buyers, or to investor lawsuits or government investigation alleging fraud or impropriety.

c. A completed & signed Waiver of Confidentiality form regarding Quarterly Unemployment Insurance Tax Records.

Signature: _____

Title: _____

Company: _____

Date: _____



NUTEC FIBRATEC, S.A. DE C.V.

Blvd. Industrias #1900

R.F.C. NFI-960102-JE1

Ramos Arizpe, Coah. C.P. 25900

Tel. 01 (844) 432-0737 Fax (844) 488-2719

State of _____

County of _____

I, _____, a notary public of the County of _____ in the State of _____, do
certify that _____ personally appeared before me this day, and first being duly sworn,
acknowledged that he is _____ (title of officer) of _____ (name of
business entity) and that he is authorized to execute the foregoing instrument on behalf of _____
(name of business entity), and executed the foregoing instrument in my presence.

SEAL

Notary Public

My commission expires: _____

Attachment A

**Company Application Form
Business Investment Program**


PRINT OUT OF MOST RECENT TAX VALUATION OF PROPOSED INVESTMENT LOCATION. INCLUDE REAL PROPERTY AND BUSINESS PERSONAL PROPERTY (IF APPLICABLE)

Attachment B

Company Application Form
Business Investment Program

SIGNATORY STATEMENT

No member of management or any principal of GRUPO NUTEC (Company) has been involved in a financial reorganization, a bankruptcy, or other situation that led to losses by creditors, bond buyers, or to investor lawsuits or government investigation alleging fraud or impropriety.

 (Signature)

05/27/15 (Date)

GERARDO HUANA (Name, Title) COO

NUTEC INC (Company Name)

 **NUTEC**
NUTEC FIBRATEC, S.A. DE C.V.
Blvd. Industrias #1900
R.F.C. NFI-960102-JE1
Ramos Arizpe, Coah. C.P. 25900
Tel. 01 (844) 432-0737 Fax (844) 488-2719

Attachment C

**Company Application Form
Business Investment Program**

WAIVER OF CONFIDENTIALITY
QUARTERLY UNEMPLOYMENT INSURANCE TAX RECORDS

NAME OF TAXPAYER FOR PROJECT: Nutec Inc.
ADDRESS: Jardin de San Jeronimo 225 Col. San Jeronimo (Monterey, Nuevo Leon - Mexico)
PHONE: +52(844) 4320 737
FEDERAL TAX IDENTIFICATION #: 36-4809144
N.C. UNEMPLOYMENT INSURANCE ACCOUNT #: Still Pending

WAIVER

I hereby waive the right to confidentiality, as found in N.C.G.S. 9604 (t), for information contained in the above company's quarterly unemployment insurance tax records as filed with the North Carolina Employment Security Commission and authorize the City of Charlotte and Mecklenburg County to use such information as public record.

Chief Financial Officer or Other Authorized Company Official (print name)

Signature

Title