

OFFER SUMMARY - Sales-Based Financing

For more details on how this form is used and the CA legislation, visit [forwardfinancing.com/CAlegislation](http://forwardfinancing.com/CAlegislation).

Because our product is categorized as Sales-Based Financing, we are required to include this information. However, APR does NOT accurately reflect the cost of our revenue-based financing.

APR is calculated based on variables typical of a loan, such as fixed payment amount and a fixed payment term. These variables do not apply to revenue-based financing – payments can be adjusted if revenue decreases, which also lengthens the duration of remittance.

This is reflective of the discounted purchase price of the transaction.

Revenue-based financing does not have a fixed term, so you won't be penalized if it takes longer than expected to make full remittance.

Forward offers a discount for customers that make full remittance before the completion of their estimated term.

Funding Provided	\$9,305	<p>This is how much funding Forward Financing will provide.</p> <p>Due to deductions or payments to others, the total funds that will be provided to you directly is \$9,305. For more information on what amounts will be deducted, please review the attached document “Itemization of Amount Financed”.</p>
Estimated Annual Percentage Rate (APR)	77.12%	<p>APR is the estimated cost of your financing expressed as a yearly rate. APR incorporates the amount and timing of the funding you receive, fees you pay, and the periodic payments you make. This calculation assumes your estimated average monthly income through the Approved Account will be \$50,000. Since your actual income may vary from our estimate, your effective APR may also vary.</p> <p>APR is not an interest rate. The cost of this financing is based upon the discount taken on the amount of the future receivables you sell and fees charged by Forward Financing rather than interest that accrues over time.</p>
Finance Charge	\$3,795	<p>This is the dollar cost of your financing.</p> <p>Your finance charge will not increase if you take longer than estimated to deliver the receivables we purchased.</p>
Estimated Total Payment Amount	\$13,100	<p>This is the total dollar amount of receivables you will deliver to Forward Financing under this contract if your business generates all of the receivables we purchased.</p>
Estimated Monthly Cost	\$5,000	<p>Although you will not deliver receivables to Forward Financing on a monthly basis, this is our calculation of your average monthly cost based on the estimated term assuming that your business generates receivables in equal amounts each month.</p>
Estimated Payment	<p>\$240.11/Daily</p> <p>This is an estimate required by California law. It may differ from your actual remittance (payment) amount. For the actual remittance (payment) amount, see the first page of your contract.</p>	
Payment Terms	<p>Daily remittances (payments) are required each Business Day (defined as all weekdays, excluding Federal Reserve holidays).</p> <p>We based your preset daily remittances (payments) of \$240.11 upon our estimate of 10% of your total income, based upon average monthly income of \$50,000 from the bank statements you provided.</p> <p>You have the right to reduce weekly remittances (payments) or receive refunds of all or part of your payments if you demonstrate that your payments have exceeded 10% of your total income during any given month. For more details on your rights, see paragraph 1(b) of your contract.</p>	
Estimated Term	335 Days	<p>This is our estimate of how long it will take to collect amounts due to us under the contract based upon the assumption that you will receive \$50,000 through the Approved Account.</p>
Prepayment	<p>If you pay off the financing faster than required, you still must pay all or a portion of the finance charge, up to \$3,533 based upon our estimates.</p>	
	<p>If you pay off the financing faster than required, you will not be required to pay additional fees.</p>	

Applicable law requires this information to be provided to you to help you make an informed decision. By signing below, you are confirming that you received this information.

Recipient Signature

Date

This is a separate disclosure from the offer summary above, but it can be sent together and only page 1 needs to be signed. Both of these documents are subject to change.

<u>ITEMIZATION OF AMOUNT FINANCED</u>	
1. Amount Given Directly to You	\$9,305
2. Prepaid Finance Charges: Processing Fee	\$695
3. Amount Provided to You or on Your Behalf (1 + 2)	\$10,000
4. Amount Financed (1 + 2)	\$10,000