

DISCLOSURE AND RELEASE STATEMENT

To: The Essex Community Futures Development Corporation (the "Corporation")
o/a Community Futures Essex County

1. I, hereby certify that the information in this Statement of Personal Assets and Liabilities is a complete and true declaration. The property values shown above are the fair market values of the properties and the amount of debts is the total potential indebtedness (inclusive of any other loans, credit cards, or other debts for which I have signed as a guarantor).
2. I confirm that if any statement I have made herein or in accompanying materials proves to be incorrect in any way, I shall notify the Corporation immediately.
3. I understand and agree that in order to perform a credit investigation, I need not provide my Social Insurance Number ("SIN") if I can provide alternative identification that is acceptable to the credit reporting agencies. If I do provide my SIN, I consent to the Corporation using this information for the limited purpose of performing a credit investigation.
4. I authorize the Corporation to retain this Statement of Personal Assets and Liabilities and any financial records, credit and reference reports for the Corporation's records and reporting to Fed Dev Ontario who oversees the Community Futures Program in southern Ontario.
5. I confirm receipt of the Corporation's *Privacy Statement* and understand and consent to the Corporation collecting, using, retaining and disclosing the information contained in this Statement of Assets and Liabilities for the limited purpose of determining my eligibility for financing as is required by law, and by Fed Dev Ontario. I understand that the Corporation will handle my personal information in strict confidence in accordance with Federal privacy law as set out in the Corporation's *Privacy Policy*. If I have any questions or concerns about the management of my information, I may refer to the *Privacy Policy*, available at www.cfessexcounty.ca or contact the Chief Privacy Officer.

Other Information

Please provide detailed information below if you answer yes to any of the following questions:

Have you or your business ever had an asset repossessed?

No Yes _____

Have you or your business ever declared bankruptcy?

No Yes _____

Are you or your business party to any claims or lawsuits?

No Yes _____

Do you have any indirect Liabilities, of Guarantees for others?

No Yes _____

Do you owe any taxes, (i.e. CRA, property taxes) prior or current year?

No Yes _____

Applicant Print Name: _____ **Spouse Print Name:** _____

Signature: _____ **Signature:** _____

Guarantor Print Name: _____

Signature: _____

Witness: _____

Date: _____

*** Important *—Read Thoroughly Before Signing**

DISCLOSURE AND RELEASE STATEMENT

I, hereby certify:

1. I certify that I am a Canadian Citizen or Landed Immigrant. **YES NO**
2. That a partnership agreement was executed and is attached **YES NO**
(If yes provide date executed _____).
3. That the Essex CFDC loan is expected to help you obtain additional financing or re-secure existing financing. If so, please indicate amount(s) \$ _____
4. That suitable financing was unavailable.
5. That the Applicant will notify the Corporation immediately of any application pending and under consideration by another lender, or if negotiations are entered into, or an offer of financing is received, during the period of the Corporation's consideration of this application.
6. That the Applicant carries a Bank Account(s) and will instruct the bank(s) to give the Corporation full information concerning the Applicant's affairs.
7. Are you related to any Director or Employee of Essex Community Futures Development Corporation?
YES NO
8. Are you or any closely related individual or company involved in ANY legal action or litigation either personally or through your business? **YES NO**

If Yes give details.

(Litigation/proceedings involving the Applicant and/or any close related individual or corporation should be reported)

THE APPLICANT UNDERSTANDS AND AGREES:

9. That the Applicant will be responsible for payment of all charges relative to preparation, execution and registration of such documents as may be required by the Corporation or its solicitors;
10. That the terms and conditions of any financing which may be authorized will be set forth in a Letter of Offer, for agreement and acceptance by the Applicant;
11. That the statements made herein are for the express purpose of obtaining financing from the Corporation and are to the best of the Applicant's knowledge and belief true and correct. The Applicant understands that additional information in support of this application must be supplied to the Corporation, if requested, before adequate consideration can be given to this application. The Applicant realizes that any present or future indebtedness of the Applicant, or the Applicant's business, to the Corporation may become due and payable if any information provided by the Applicant to the Corporation proves to be inaccurate or incomplete;

12. That in applying for this financing and, in the event that the Corporation approves such application, the Applicant's personal and confidential business information will be requested from the Applicant and/or collected from third parties that have information about the Applicant's business and personal financial status for the purposes of determining the Applicant's eligibility for financing and reporting to Fed Dev Ontario.
13. That the Corporation is authorized to debit all loan payments; and registration fees for collateral security to my/our deposit account.
14. That I confirm receipt of the Fee Schedule and authorize those fees.

DISCLOSURE, RELEASE AND WAIVER OF LIABILITY

15. The Applicant acknowledges that he or she has approached the Corporation to obtain information about business and has, or is preparing a business plan. The Applicant acknowledges that he/she is solely responsible for the success or failure of his/her business, and that any information, which is provided to the Applicant by representatives of the Corporation, is for the Applicant's consideration only. It is the Applicant's responsibility to verify the accuracy of such information or to seek additional information concerning any aspects of the Applicant's proposed business.
16. The Applicant further agrees to hold the Corporation harmless and hereby releases and discharges the Corporation from any actions, damages, claims or demands which may arise, directly or indirectly, as a result of any act or omission by the corporation in providing information to the Applicant, and to indemnify the Corporation from any such actions, damages, claims or demands which might be suffered by the Applicant's business or any guarantor in connection with any such information.

COLLECTION, USE, AND DISCLOSURE OF PERSONAL AND BUSINESS INFORMATION

17. The Applicant acknowledges that, as the operation of the Corporation is financially supported by the Government of Canada, representatives of Fed Dev Ontario are permitted access to the files of the Corporation for monitoring and evaluation purposes and that the Applicant may be contacted by representatives of Fed Dev Ontario and that, such information as is acquired by the Ministry will be treated as confidential.
18. Fed Dev Ontario reserves the right to make a public announcement of the project, if financial assistance is approved.

Statement of Agreement

I/We hereby agree that if any financing is provided to me/us for the purpose of the business project as described herein, that I/we shall:

- Follow the operating plan submitted herewith, and use the funds received from the ESSEX CFDC for the purpose intended, and that any changes or alterations in loans shall be made only with the written permission of the Corporation;
- That I/We shall maintain insurance as required by the Corporation;
- That I/We shall provide the Corporation with monthly reports and additional information that may be required from time to time;
- If financial assistance is approved, the ESSEX CFDC is authorized to share information with other creditors.

Dated at _____ this _____ day of _____, _____.

Name of Applicant (Print)

(Name of Witness-if Applicant not a Corporation-Print)

Signature of Applicant

Signature of Witness

I have authority to bind the Corporation

Name of Applicant (Print)

(Name of Witness-if Applicant not a Corporation Print)

Signature of Applicant

Signature of Witness

Business Plan Prepared By: _____

Please Print Name

Essex Community Futures Development Corporation
o/a Community Futures Essex County

FEE SCHEDULE

Interest Rate Policy

Essex CFDC loans are assessed a fixed interest rate at the prime lending rate of the Royal Bank of Canada plus a variance of 2% to 5% depending on the risk assessment of the loan.

Loan Life Insurance

All Essex CFDC loans are assessed mandatory life insurance at a rate of .35/\$1,000 per month subject to the terms and conditions of Desjardins Loan Insurance.

Processing Fee

All approved loans are subject to a processing fee of \$250 typically paid from the proceeds of the loan. The costs for conducting credit checks on the client, spouse, business, and co-signers or executing security searches are included in the processing fee.

Property Appraisal or Letter of Opinion

Requested when a Collateral mortgage is proposed to support the loan security. This also applies to equipment and other security appraisals. The client will pay this directly to the party providing the valuation of property or other assets.

Costs Related to Legal Fees

Costs related to legal documentation, consultation and advice (e.g. Mortgages and Independent Legal Advice) are to be paid by the client directly to the lawyer. Any legal fees incurred by Essex CFDC in relation to the loan request, approval or collection will be the responsibility of the client, and may be added to the loan amount if deemed necessary.

Renewal of Loan Terms

This includes any searches, renewals or changing of securities registered by Essex CFDC. Costs related to this registration and/or searches will be invoiced back to the client.

Returned Cheques

Essex CFDC charges the client a fee of \$40.00 for cheques returned unpaid and this charge is subject to change without notice.

Consulting Services

General review assistance in preparing business plans, cash flows, etc., is provided without charge. Additionally, as an Essex CFDC loan client, regular monitoring services provided by the staff are not billed to you or your business. However hourly fees for inordinate requests of time will be billed at a rate of \$25 per hour.

Date: _____

Signature