

- Replacement small paddle charger buyers group

This is a buyers group, where several buyers share the cost of purchasing several small-paddle chargers for inventory. Those who are paid-up members of the group and later need a replacement charger may request one charger from the inventory, if available. They will be required to pay the balance of the charger cost, and to turn in their defective charger. The proceeds from the balance of the charger cost will be distributed to the other buyers proportionally.

If all goes well, you will either receive a replacement charger or an eventual refund of all or nearly all of your money.

This is not an investment.

This is not a savings account of any kind.

This is not an insurance policy or arrangement.

This is not a donation.

There may not be a charger available when needed.

No interest will be paid on your money.

No chargers will be available until late 2008 (estimate -- subject to change).

The inventory could be lost to fire, theft, vandalism, earthquake, etc. The inventory may not be insured against such risks. If such an event happens, you could lose some or all of your money.

Chargers from this inventory are for replacement only, not for resale. You must turn in your defective charger in order to get a replacement. You must furnish the serial number of your existing charger with your participation form.

Chargers turned in will be recycled for support of the public charging infrastructure.

The purchased chargers will be new, with a 3-year warranty. However, the warranty starts when the chargers are shipped to the group inventory, not when the charger is shipped to the end user.

The cost to the group of each charger is \$2920, plus tax of \$226.30 and shipping to storage of \$120, for a total of \$3266.30. Each participation unit is 1/4 of \$3266.30, or \$816.58.

Each participation unit entitles the group member to a chance to buy one replacement charger, if available, for approximately \$2449.72 (\$3266.30 - \$816.58), plus shipping cost from the storage location to the user, and shipping cost of turning in the required defective charger.

Installation and deinstallation labor costs are your responsibility.

The group arrangement ends and will be dissolved 12/31/2014 or whenever inventory is exhausted, whichever comes first, unless extended by agreement.

If there is surplus inventory at the end of the period, it could be worthless, or worth less than cost. In this case, those who have not received replacement chargers will not get all of their money back. Members of the group will be given the opportunity at the end of the period to buy a charger for the same cost mentioned above (\$2449.72), plus freight.

It is your obligation to keep your contact information updated, so that you can receive funds that are due to you when others purchase chargers.

Paid up orders will be recorded with time and date received. If the number of orders received is not an even multiple of four, and no more orders are received before the deadline, then those orders above the nearest multiple of four will be returned.

Here is an illustration of how this arrangement is designed to work.

Example A. Only four orders received, one charger purchased for the group.

9/07 Four paid orders received, order for one charger placed with CFCI.

10/08: Charger received and placed in storage for the group.

5/09: One member of the group requests a replacement charger, and pays \$2449.72 plus shipping. Charger is shipped from inventory to member. Inventory depleted. Member turns in defective charger, which is donated to EAA for repair and redeployment to the public charging infrastructure.

6/09: The \$2449.72 is refunded to the three remaining members of the group, \$816.57 each. The group is disbanded.

Example B: Eight orders received, two chargers purchased for the group.

9/07: Eight paid orders received, order for two chargers placed with CFCI.

10/08: Chargers received and placed in storage for the group.

5/09: One member of the group requests a replacement charger, and pays \$2449.72 plus shipping. Charger is shipped from inventory to member. Member turns in defective charger, which is donated to EAA for repair and redeployment to the public charging infrastructure.

6/09: The \$2449.72 is disbursed to the seven remaining members of the group, \$349.96 each.

6/10: A second member of the group requests a replacement charger. This member pays \$2449.72, plus the \$349.96 refund received earlier, for a total of \$2799.68. Charger is shipped from inventory to member. Inventory depleted. Member turns in defective charger, which is donated to EAA for repair and redeployment to the public charging infrastructure.

7/10: The \$2799.68 is disbursed to the six remaining members of the group, \$466.61 each. Each of these six members has now received a total of \$816.57, approximately the amount they paid in the beginning.

If there are three, four, or more chargers, the process continues until the inventory is depleted or the termination date is reached. The group does not have money on deposit, except temporarily while transactions are in process.

If you wish to participate, sign below, and complete the payment form that follows.

I understand and accept the terms and conditions above, and I wish to participate.

Date: _____

Name: _____ Signature: _____

Address: _____ City, State, ZIP code: _____

E-mail: _____

Charger serial number (required): (TAL) S_____ or (Gen 2+) SM5276P_____

_____ Check enclosed, in the amount of \$826.58, payable to Clean Fuel Connection, Inc.

OR

_____ Charge to my credit card, authorized by signature below. Credit card charge will be made by
Clean Fuel Connection, Inc.

_____ Visa _____ Mastercard _____ American Express _____ Discover

Card number _____ Exp date _____

Name as it appears on the card _____

CVC code (last three digits on the back of the card, ordinarily) _____

Signature _____

Orders with checks: Mail all three pages and check to:
Accounting On Computers
Attn.: Lisa Blair Ireland
P.O. Box 5272
Santa Rosa, CA 95402-5272

Orders via credit card (preferred):

Mail to the address above OR (preferred)
Fax to
Accounting on Computers
Attn.: Lisa Blair Ireland
1-707-838-8631

Deadline:

Orders with checks must be received by close of business on 9/13/07

Credit card orders must be received by close of business on 9/19/07

(Office use only) Received on _____/2007 at _____ AM / PM Order # _____

Serial number verified _____