

BUYER'S DISCLOSURE STATEMENT

This series of questions and answers is to inform the seller about potential buyers of the business. It is supplied to the seller to help him determine their qualifications to buy and operate the business, but does not take the place of the seller's investigation of the buyer's qualifications to buy and operate the business. This should be determined by the seller. The broker has not verified the accuracy or completeness of any of the information supplied here by the buyer.

THIS SECTION TO BE COMPLETED BY THE BUYER

PLEASE EXPLAIN ALL "YES" ANSWERS ON THE ADDENDUM

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|----|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------|--------------------------|
| 1. | Have you been the subject of any bankruptcy filing, assignment for benefit of creditors or insolvency proceedings of any kind during the last five years, or consulted with an attorney or advisor regarding such proceedings? | Yes | No |
| | | <input type="checkbox"/> | <input type="checkbox"/> |
| 2. | Have you been late or defaulted on a business premises or equipment lease? | <input type="checkbox"/> | <input type="checkbox"/> |
| 3. | Is there anything about your personal or business operating or credit history that, if disclosed to the seller, might adversely affect the seller's decision to sell the business to you? | <input type="checkbox"/> | <input type="checkbox"/> |
| 4. | Are there any representations you have made to the seller regarding your financial statement, experience and education that are not true? | <input type="checkbox"/> | <input type="checkbox"/> |
| 5. | Is there any reason you would not be able to investigate the suitability and performance of this business yourself? If, yes, please name the independent advisor(s) you intend to use in assisting you with this investigation: | <input type="checkbox"/> | <input type="checkbox"/> |
| 6. | Is there any reason that you will not have sufficient operating capital for this business after paying the down payment and closing costs? | <input type="checkbox"/> | <input type="checkbox"/> |
| 7. | Is there any reason why you might be denied any of the necessary licenses or permits to operate this business? | <input type="checkbox"/> | <input type="checkbox"/> |
| 8. | Are there any other facts or conditions not disclosed above that might adversely affect your ability to operate this business or prevent you from fulfilling the terms of your purchase agreement? | <input type="checkbox"/> | <input type="checkbox"/> |

IF YOU HAVE ANSWERED "YES" TO ANY OF THE ABOVE QUESTIONS, PLEASE GIVE A COMPLETE EXPLANATION ON THE ADDENDUM

BUYER(S)

Name date

Name date

BUYER(S) CERTIFIES THAT THE ABOVE INFORMATION IS TRUE AND CORRECT AND ACKNOWLEDGES RECEIPT OF A COPY OF THIS DISCLOSURE STATEMENT.

SELLER(S) ACKNOWLEDGES HAVING REVIEWED THE INFORMATION RELATING TO THE BUYER CONTAINED IN THIS DISCLOSURE STATEMENT AND HAVING RECEIVED A COPY.

Seller date

Seller date