

## CARRIED INTEREST & FEES AT A GLANCE

### 1) Carried Interest

- 1) **Carried interest:** is payable to Florida Funders Holdings, LLC, a wholly owned subsidiary of Florida Funders, LLC, by each Special Purpose Vehicle (“SPV Company”), on profit earned from the Portfolio Company in which the SPV Company invested, after each Investor receives a return of the Investor’s Capital Contribution in the SPV Company. Carried Interest can be waived for all entities, individual or persons identified as a related party to Florida Funders LLC and/or its Subsidiaries, at the Manager’s discretion.
- 2) **Carried interest Distribution:** 20% carried interest on profits from each SPV Company will be distributed to Florida Funders Holdings, LLC, with respect to exit proceeds up to 5x of the amount invested. Proceeds in excess of 5x of the amount invested will be subject to carried interest at a rate of 30%. Portfolio Select members have carried interest capped at 20%.

### 2. Administrative Expense Reserves & Management Fees

- 2.1) **Administrative Reserve:** Amount withheld from the total amounts raised within the SPV Company for reimbursement of current known costs and future expected costs incurred by the SPV Company. Administrative Reserve amounts withheld held are capped at \$30k.
- 2.2) **Management Fee:** One-time fixed fee determined by Florida Funders Management LLC (the “Manager”) (based on offering type, complexity, expected number of investors, 3<sup>rd</sup> party resources utilized and other operating expenses), yet not to exceed \$100K, payable to the Manager at the time of closing. The specific allocation of Management Fee can be waived for all entities, individual or persons identified as a related party to Florida Funders LLC and/or its Subsidiaries, at the Manager’s discretion.

#### **Illustrative Example (not specific to this offering):**

	<i>Totals</i>
Total amount invested into SPV Company by Investors	<b>\$ 1,100,000</b>
Investment into Portfolio Company	\$ 1,000,000
One-time management fee	\$ 70,000
Admin Reserve for reimbursement ( <i>max \$30k</i> )	\$ 30,000
Total Amounts associated with Investment	\$ 100,000

***\*Example: Total raised funds of \$1,100,000 and Investment of \$1,000,000. Illustrative purposes only.***