

WOW vs. Bank

WOW COMMODITY PURCHASE PROGRAM®

Advance Rate 100% 60% Line of Credit Provided \$10,000,000 \$6,000,000 Annual Base Interest Rate (Including LIBOR) (a) 9.00% 5.00% Miscellaneous Costs & Fees Loan Origination Fee NONE 0.50% Term of Loan (Years) (b) NONE 3 Annualized Loan Arrangement Fee (rate/#years) NONE 0.17% % of Unused Line of Credit NONE 15% \$ of Unused Line of Credit NONE \$900,000 Unused Line of Credit Fee NONE 0.50% Annualized Unused Fee (c) NONE 0.50% Annualized Service Fee, Termination Fee, Agent Fee, and Compounded Interest (d) NONE 0.45% Cost of Debt (a+b+c+d) 9.00% 5.69% Line of Credit Utilized \$10,000,000 \$5,100,000 Line of Credit as % of Inventory Required 100% 51%	,,0			WOW	Bank ABL
Advance Rate Line of Credit Provided Sino,000,000 Annual Base Interest Rate (Including LIBOR) Miscellaneous Costs & Fees Loan Origination Fee Term of Loan (Years) Annualized Loan Arrangement Fee (rate/#years) % of Unused Line of Credit Sino,000,000 Unused Line of Credit NONE Annualized Unused Fee Annualized Unused Fee Annualized Unused Fee Annualized Service Fee, Termination Fee, Agent Fee, and Compounded Interest Line of Credit Utilized Line of Credit Utilized Line of Credit Utilized Sino,000,000 Cost of Debt Cost of Debt Cost of Equity Cost of Equity Cost of Debt Sino,000 Cost of Equity Sino,000 Cost of Debt Sino,000 Cost of Debt Sino,000 Cost of Debt Cost of Debt Sino,000 Cost of Debt Sino,000 Cost of Debt Sino,000 Cost of Equity Sino,000 Cost of Debt Sino,000 Cost O		Inventory Level Required		\$10,000,000	\$10,000,000
Line of Credit Provided \$10,000,000 \$6,000,000 Annual Base Interest Rate (Including LIBOR) (a) 9.00% 5.00% Miscellaneous Costs & Fees Loan Origination Fee NONE 0.50% Term of Loan (Years) (b) NONE 3 Annualized Loan Arrangement Fee (rate/#years) NONE 15% % of Unused Line of Credit NONE 15% \$ of Unused Line of Credit NONE 900,000 Unused Line of Credit NONE 0.50% Annualized Unused Fee (c) NONE 0.75% Annualized Unused Fee (c) NONE 0.75% Annualized Service Fee, Termination Fee, Agent Fee, and Compounded Interest (d) NONE 0.45% Cost of Debt (a+b+c+d) 9.00% 5.69% Line of Credit Utilized \$10,000,000 \$5,100,000 Line of Credit as % of Inventory Required 100% 51% EQUITY Owner's Equity Required (Down Payment) NONE 49% Cost of Equity Solution Solutio	DEBT				
Annual Base Interest Rate (Including LIBOR) Miscellaneous Costs & Fees Loan Origination Fee NONE Term of Loan (Years) Annualized Loan Arrangement Fee (rate/#years) % of Unused Line of Credit NONE Annualized Line of Credit NONE NONE NONE NONE 15% \$ of Unused Line of Credit NONE Annualized Unused Fee (c) NONE Annualized Service Fee, Termination Fee, Agent Fee, and Compounded Interest Cost of Debt Line of Credit Utilized Line of Credit Utilized Line of Credit as % of Inventory Required NONE Cost of Equity NONE Annual Sequit Required (Down Payment) Owner's Equity Required (Down Payment) NONE Cost of Equity NONE S4,900,000 S290,251 Cost of Equity S900,000 \$1,025,251 % Total Cost of Debt and Equity 9,00% 10.25% Tax 40% 40%		Advance Rate		100%	60%
Miscellaneous Costs & Fees Loan Origination Fee		Line of Credit Provided		\$10,000,000	\$6,000,000
Loan Origination Fee Term of Loan (Years) Annualized Loan Arrangement Fee (rate/#years) % of Unused Line of Credit \$\text{NONE}\$ \$\text{NONE}\$ \text{NONE}\$ \$\text{15\%}\$ \$\text{of Unused Line of Credit}\$ \text{NONE}\$ \$\text{NONE}\$ \$\text{15\%}\$ \$00000000000000000000000000000000000		Annual Base Interest Rate (Including LIBOR)	(a)	9.00%	5.00%
Term of Loan (Years) Annualized Loan Arrangement Fee (rate/#years) % of Unused Line of Credit \$ of Unused Line of Credit Fee \$ of Unused Line of Credit Utilized \$ of Unused Line of Credit Onone \$ of Credit Utilized \$ of Unused Line of Credit Velocity \$ of Unused Line of Cred		Miscellaneous Costs & Fees			
Annualized Loan Arrangement Fee (rate/#years) % of Unused Line of Credit \$ of Unused Line of Credit Fee \$ of Unused Line of Credit Unused as % of Inventory Required \$ of Unused Line of Credit Outside Line of Credit as % of Inventory Required \$ of Unused Line of Credit Unused Line of Credit Unused Line of Credit as % of Inventory Required \$ of Unused Line of Credit		Loan Origination Fee		NONE	0.50%
(rate/#years) % of Unused Line of Credit \$ NONE 15% \$ of Unused Line of Credit Unused Line of Credit Unused Line of Credit Unused Line of Credit Fee NONE 9900,000 Unused Line of Credit Fee NONE 0.50% Annualized Unused Fee (c) NONE 0.75% Annualized Service Fee, Termination Fee, Agent Fee, and Compounded Interest (d) NONE 0.45% Cost of Debt (a+b+c+d) 9.00% 5.69% Line of Credit Utilized \$10,000,000 \$5,100,000 Line of Credit as % of Inventory Required 100% 51% EQUITY Owner's Equity Required (Down Payment) NONE \$4,900,000 Owner's Equity as % of Inventory Required NONE 49% Cost of Equity NONE 15.00% Cost of Debt \$900,000 \$290,251 Cost of Equity \$0 \$735,000 Total Cost of Debt and Equity \$900,000 \$1,025,251 % Total Cost of Debt and Equity 9.00% 10.25% Tax		Term of Loan (Years)	(b)	NONE	3
\$ of Unused Line of Credit Unused Line of Credit Fee NONE Annualized Unused Fee (c) NONE Annualized Service Fee, Termination Fee, Agent Fee, and Compounded Interest (d) NONE O.45% Cost of Debt (a+b+c+d) P.00% Line of Credit Utilized Line of Credit as % of Inventory Required Owner's Equity Required (Down Payment) Owner's Equity as % of Inventory Required NONE Cost of Debt Sequity NONE Cost of Equity NONE Cost of Equity Sequired NONE Cost of Debt Sequity Sequired NONE Sequity Sequired NONE Sequity Sequired Sequired Sequity Sequired Sequired Sequity Sequired Sequired Sequity Sequired Sequity Sequired Sequity Se			-	NONE	0.17%
Unused Line of Credit Fee NONE 0.50% Annualized Unused Fee (c) NONE 0.075% Annualized Service Fee, Termination Fee, Agent Fee, and Compounded Interest (d) NONE 0.45% Cost of Debt (a+b+c+d) 9.00% 5.69% Line of Credit Utilized \$10,000,000 \$5,100,000 Line of Credit as % of Inventory Required 100% 51% EQUITY Owner's Equity Required (Down Payment) NONE \$4,900,000 Owner's Equity as % of Inventory Required NONE 49% Cost of Equity NONE 15.00% Cost of Debt \$900,000 \$290,251 Cost of Equity \$0 \$735,000 Total Cost of Debt and Equity \$900,000 \$1,025,251 % Total Cost of Debt and Equity 9.00% 10.25% Tax 40%		% of Unused Line of Credit		NONE	15%
Annualized Unused Fee Annualized Service Fee, Termination Fee, Agent Fee, and Compounded Interest Cost of Debt (a+b+c+d) Dune of Credit Utilized Line of Credit as % of Inventory Required EQUITY Owner's Equity Required (Down Payment) Owner's Equity as % of Inventory Required NONE Cost of Equity NONE 15.00% Cost of Debt Sy00,000 \$290,251 Cost of Equity \$0 \$735,000 Total Cost of Debt and Equity \$900,000 \$1,025,251 % Total Cost of Debt and Equity 9.00% 10.25% Tax		\$ of Unused Line of Credit		NONE	\$900,000
Annualized Service Fee, Termination Fee, Agent Fee, and Compounded Interest Cost of Debt (a+b+c+d) 9.00% 5.69% Line of Credit Utilized \$10,000,000 \$5,100,000 Line of Credit as % of Inventory Required 100% 51% EQUITY Owner's Equity Required (Down Payment) NONE \$4,900,000 Owner's Equity as % of Inventory Required NONE 49% Cost of Equity NONE 15.00% Cost of Debt \$900,000 \$290,251 Cost of Equity \$900,000 \$1,025,251 % Total Cost of Debt and Equity 9.00% 10.25% Tax 40% 40%		Unused Line of Credit Fee		NONE	0.50%
Agent Fee, and Compounded Interest Cost of Debt (a+b+c+d) 9.00% 5.69% Line of Credit Utilized \$10,000,000 \$5,100,000 Line of Credit as % of Inventory Required 100% 51% EQUITY Owner's Equity Required (Down Payment) NONE \$4,900,000 Owner's Equity as % of Inventory Required NONE 49% Cost of Equity NONE 15.00% Cost of Debt \$900,000 \$290,251 Cost of Equity \$0 \$735,000 Total Cost of Debt and Equity \$900,000 \$1,025,251 % Total Cost of Debt and Equity 9.00% 10.25% Tax 40% 40%		Annualized Unused Fee	(c)	NONE	0.075%
Line of Credit Utilized \$10,000,000 \$5,100,000 Line of Credit as % of Inventory Required 100% 51% EQUITY Owner's Equity Required (Down Payment) NONE \$4,900,000 Owner's Equity as % of Inventory Required NONE 49% Cost of Equity NONE 15.00% Cost of Debt \$900,000 \$290,251 Cost of Equity \$0 \$735,000 Total Cost of Debt and Equity \$900,000 \$1,025,251 % Total Cost of Debt and Equity 9.00% 10.25% Tax 40% 40%			(d)	NONE	0.45%
EQUITY 100% 51% Owner's Equity Required (Down Payment) NONE \$4,900,000 Owner's Equity as % of Inventory Required NONE 49% Cost of Equity NONE 15.00% Cost of Debt \$900,000 \$290,251 Cost of Equity \$0 \$735,000 Total Cost of Debt and Equity \$900,000 \$1,025,251 % Total Cost of Debt and Equity 9.00% 10.25% Tax 40% 40%		Cost of Debt	(a+b+c+d)	9.00%	5.69%
EQUITY Owner's Equity Required (Down Payment) NONE \$4,900,000 Owner's Equity as % of Inventory Required NONE 49% Cost of Equity NONE 15.00% Cost of Debt \$900,000 \$290,251 Cost of Equity \$0 \$735,000 Total Cost of Debt and Equity \$900,000 \$1,025,251 % Total Cost of Debt and Equity 9.00% 10.25% Tax 40% 40%		Line of Credit Utilized		\$10,000,000	\$5,100,000
Owner's Equity Required (Down Payment) NONE \$4,900,000 Owner's Equity as % of Inventory Required NONE 49% Cost of Equity NONE 15.00% Cost of Debt \$900,000 \$290,251 Cost of Equity \$0 \$735,000 Total Cost of Debt and Equity \$900,000 \$1,025,251 % Total Cost of Debt and Equity 9.00% 10.25% Tax 40% 40%		Line of Credit as % of Inventory Required		100%	51%
Owner's Equity as % of Inventory Required NONE 49% Cost of Equity NONE 15.00% Cost of Debt \$900,000 \$290,251 Cost of Equity \$0 \$735,000 Total Cost of Debt and Equity \$900,000 \$1,025,251 % Total Cost of Debt and Equity 9.00% 10.25% Tax 40% 40%	EQUITY				
Cost of Equity NONE 15.00% Cost of Debt \$900,000 \$290,251 Cost of Equity \$0 \$735,000 Total Cost of Debt and Equity \$900,000 \$1,025,251 % Total Cost of Debt and Equity 9.00% 10.25% Tax 40% 40%		Owner's Equity Required (Down Payment)		NONE	\$4,900,000
Cost of Debt \$900,000 \$290,251 Cost of Equity \$0 \$735,000 Total Cost of Debt and Equity \$900,000 \$1,025,251 % Total Cost of Debt and Equity 9.00% 10.25% Tax 40% 40%		Owner's Equity as % of Inventory Required		NONE	49%
Cost of Equity \$0 \$735,000 Total Cost of Debt and Equity \$900,000 \$1,025,251 % Total Cost of Debt and Equity 9.00% 10.25% Tax 40% 40%		Cost of Equity		NONE	15.00%
Total Cost of Debt and Equity \$900,000 \$1,025,251 % Total Cost of Debt and Equity 9.00% 10.25% Tax 40% 40%		Cost of Debt		\$900,000	\$290,251
% Total Cost of Debt and Equity 9.00% 10.25% Tax 40% 40%		Cost of Equity		\$0	\$735,000
Tax 40 % 40%		Total Cost of Debt and Equity		\$900,000	\$1,025,251
		% Total Cost of Debt and Equity		9.00%	10.25%
After Tax % Total Cost of Debt and Equity 5.40% 9.09%		Tax		40%	40%
		After Tax % Total Cost of Debt and Equity		5.40%	9.09%