



REVOLVING CHARGE CREDIT AGREEMENT

In consideration of the extension of credit by this cooperative (Seller), the undersigned (Buyer) agrees as follows:

- 1. That the closing date of the billing cycle will be the last day of the month and that accounts should be paid upon receipt of the periodic statement.
2. That if the amount for which credit is extended is not received before the next closing date, a FINANCE CHARGE will be assessed on the past due balance.
3. That if the amount for which credit is extended is received before the next closing date, a FINANCE CHARGE will not be assessed.
4. That if the Buyer pays in installments, the minimum amount due and payable before the next closing date is the total of: (a) fifty percent (50%) of the amount for which credit was extended...
5. That if the Buyer fails to pay the minimum amount due and payable, Seller may declare Buyers' entire unpaid balance due and payable.

Buyer hereby acknowledges receipt of a copy of this agreement and agrees to its terms and conditions

Date: \_\_\_\_\_, 20\_\_\_\_\_

Signature

Address

City State Zip



## STATEMENT OF CREDIT TERMS

Envision Cooperative of Rugby, Towner, Leeds & Wolford

Dear Patron:

As your elected Board of Directors, we have attempted to provide the best services and quality products to our patrons at competitive prices. One of these services has been convenient credit to qualified patrons, with only a minimum of service charges. Over the years this program has grown to such an extent that it has become extremely costly to your cooperative. Therefore, we, as your Board of Directors, in consideration and fairness to all patrons and for the continued success of your cooperative have unanimously adopted the following credit policy, effective March 1<sup>st</sup>, 2007.

1. If you are presently keeping your account current, please regard this letter as merely informational as it pertains to your cooperatives latest policy changes. We thank you for your cooperation and ask for your continued support.
2. The closing date of the billing cycle will be the last day of the month. All accounts not paid by the 30<sup>th</sup> of the month following will may placed on a cash basis.
3. Those accounts not paid in full will be assessed a service or late payment charge beginning on the first of the month at 1.75% of the unpaid balance, which is equivalent to 21% annually.
4. Advance payments are encouraged and are to be used for goods and services only. Interest rates can vary each month and will closely follow CENEX advance pay interest rates. The maximum allowable advance payment is 1.5 times your annual purchase.
5. There will be a cash discount on bulk petroleum and bulk LP gas, if paid within 5 days of delivery. Cash discounts will be allowed from advance pay accounts. There will be no discounts on deliveries made under 150 gallons for fuel and under 200 gallons for propane.
6. All fertilizer and chemicals will be strictly cash or paid for in advance. Exceptions to this is prearranged financing though the manager or credit supervisor with available in-house or third party financing.
7. We wish to extend every reasonable opportunity to our patrons to comply with this new credit policy. Any account that has had an Agriculture supplier's lien applied to their account for two consecutive years will be subject to credit review by the Board of Directors and Management. Therefore, those patrons who do not have their accounts current will be placed on a cash basis or a credit limit will be established for an amount in which the patron can stay within our terms.

We sincerely believe these policy changes are in the best interest to you, as patrons, as well as your cooperative and its future.

Sincerely,

**Board of Directors**

Andy Fedje, President

Marie Marshall, Secretary

Brad Fritel, Director

R'Jay Paul, Director

Joe Schmaltz, Vice President

Scott Johnson, Director

Wayne Slaubaugh, Director