

INCOME SHARE AGREEMENT APPLICATION & SOLICITATION DISCLOSURE

FUNDER: Stride Fund Your Future 1 (together with managers and affiliates, including Stride Funding Inc. “Stride”) (214) 775-9960

ISA PROVIDER: Stride Funding, Inc.
 General questions: (214) 775-9960
support@stridefunding.com
 P.O. Box 961750
 Boston, MA 02196

The following provides information about the Income Share Agreement (“ISA”) offered by Stride Fund Your Future 1. If approved, you will be able to enter into an ISA with Stride, where Stride will disburse funding to your Educational Institution on your behalf, and in return, you will agree to make future payments to Stride calculated based on your Earned Income as defined in the ISA.

Payment Terms & Fees

Available funding \$2,500 to \$14,900 <i>Amount of funds you could receive if approved</i>	<p>Your Income Share is the fixed percentage of your future Qualified Monthly Earned Income you will owe in return for the funding disbursed to your Educational Institution on your behalf. <u>IT IS NOT AN INTEREST RATE OR AN ANNUAL PERCENTAGE RATE.</u> It is not affected by your credit history, nor is it affected by the presence or lack thereof of a co-signer.</p> <p>Your Income Share is fixed. It will be based upon your Amount Financed This is the percentage of your Qualified Monthly Earned Income that you will pay each month during the Payment Term, subject to the Minimum Income Threshold. <u>This percentage is a fixed percentage; however, your Monthly Payments will vary with your Earned Income.</u></p> <p>Your Monthly Payments will vary based on the amount of your Earned Income. The total amount you will pay <u>may be more or less</u> than your Amount Financed. The total amount you will pay <u>may be more or less</u> than you would pay with a traditional fixed payment installment loan.</p> <p>The maximum you will pay is the lesser of: (1) 1.5x of the Amount Financed (the “Multiple Payment Cap”) over the Payment Term, regardless of your Earned Income OR (2) an amount that would cause your Implied Annual Percentage Rate to equal to 21% at any point during the Payment Term (the “Implied APR Cap”). You may also pay the lesser of the Multiple Payment Cap or the Implied APR Cap (less any payments made to date plus any outstanding fees) in order to extinguish your obligations before the Payment Term ends.</p>
Income Share 1.70% to 10.00% <i>The percentage of Earned Income used to calculate your Monthly Payments</i>	
Minimum Income Threshold \$2,500 per month (equivalent of \$30,000 / year) <i>Minimum Earned Income below which no Monthly Payment is owed</i>	

Your ISA Ends Upon the Earliest to Occur of:						
Maximum Monthly Payments	OR	Multiple Payment Cap	OR	Implied APR Cap	OR	Maximum Payment Period
48 payments		1.5x of the Amount Financed		21% Implied APR		96 months
You will make Monthly Payments indexed to your income for this many months after the beginning of your Payment Term		Payments end if the cumulative total of all Monthly Payments reaches this amount		Payments end if the cumulative total of all Monthly Payments reaches an amount that at any point equals this Implied Annual Percentage Rate		Payments end this many months after the beginning of your Payment Term, no matter the amount of dollars or number of payments made to the Company ¹

¹ Your Maximum Payment Period is inclusive of any months where Monthly Payments are made as well as any months that are Deferred Months; this will only be extended if you receive Forbearance, which will extend your Maximum Payment Period on a one-for-one basis.

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Fees	
<ul style="list-style-type: none"> ● Application Fee: No ● Disbursement Fee: No ● Origination Fee: No ● Late Fee: \$10.00 	<ul style="list-style-type: none"> ● Returned Payment on Non-Sufficient Funds (NSF) Fee: \$20.00, or maximum permitted under state law, whichever is less ● Failure to Provide Income Documentation Fee: \$30.00

Estimated Payment Schedule & Examples

The total amount you will pay for this Income Share Agreement will vary depending on your future Earned Income. Subject to the other terms outlined in this Disclosure and in your Income Share Agreement, **you will repay a fixed share of your Earned Income during the Payment Term**, provided you earn at least the Minimum Income Threshold and have not yet paid an aggregate amount equal to the lesser of the Multiple Payment Cap or the Implied APR Cap.

To help illustrate how much you might pay under this Income Share Agreement we have provided the table below showing the total ISA payments at different levels of Earned Income, assuming an Income Share of 10.00% and a Funding Amount of \$14,900.00 and 1 month(s) to graduation. ***For simplicity, the chart assumes that your Earned Income is consistent throughout the entire 48 month Payment Term. Your total payments may be different than those estimated here depending on your Income Share percentage and Amount Financed. REVIEW YOUR FINAL DISCLOSURE FOR TOTAL PAYMENTS APPLICABLE TO YOUR ISA.***

Average Earned Income throughout the entire Payment Term.		Estimated total payment scenarios based on different levels of Earned Income and income growth rates. All scenarios assume an Income Share of 10.00%, Funding Amount of \$14,900 and 1 month(s) to graduation.			Cost of Financing	
Annual Earned Income	Monthly Earned Income	Monthly Payments*	Total Payments**	Total Monthly Payments Made*	Maximum Implied APR***	Implied Finance Charge
While enrolled		\$0.00	\$0.00	0	N/A	N/A
During Grace Period		\$0.00	\$0.00	0	N/A	N/A
<\$30,000	<\$2,500.00	\$0.00	\$0.00	0	N/A	-\$14,900.00
\$30,000.00	\$2,500.00	\$250.00	\$12,000.00	48	N/A	-\$2,900.00
\$40,000.00	\$3,333.33	\$333.33	\$15,999.84	48	3.31%	\$1,099.84
\$50,000.00	\$4,166.67	\$416.67	\$20,000.16	48	14.93%	\$5,100.16
\$60,000.00	\$5,000.00	\$500.00	\$21,350.62	43	21.00%	\$6,450.62
\$70,000.00	\$5,833.33	\$583.33	\$20,139.54	35	21.00%	\$5,239.54
\$80,000.00	\$6,666.67	\$666.67	\$19,347.28	30	21.00%	\$4,447.28
\$90,000.00	\$7,500.00	\$750.00	\$18,788.48	26	21.00%	\$3,888.48
\$100,000.00	\$8,333.33	\$833.33	\$18,372.43	23	21.00%	\$3,472.43

*Due to the impact of the Multiple Payment Cap and Implied APR Cap, the Monthly Payment owed in the final month of payment may be less than this amount

**This assumes you have the same Earned Income from the first day of your Payment Term until the end of the Payment Term, and that no deferrals or other pauses to payments occur. Your income will likely change over time.

*** In these scenarios, either the Multiple Payment Cap or Implied APR Cap was reached.

When your Monthly Earned Income is less than the Minimum Income Threshold of \$2,500 (equivalent to \$30,000/year), your account will be placed in a deferment status, and you will not be required to make payments. If your cumulative payments reach the lesser of the Multiple Payment Cap or the Implied APR Cap, then you make no further Monthly Payments, even if you have paid less than the Maximum Monthly Payments, and your account is closed in good standing.

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Total Payments column and Total Monthly Payments Made column assume that your Monthly Earned Income remains the same over the Payment Term. Your actual total payments may be higher or lower than the projected amount in this illustration since your Monthly Earned Income may fluctuate over time. Remember that your Monthly Earned Income will depend on many factors, including your occupation, industry, and the area of the country in which you work.

Alternatives to an ISA

The Training Course is NOT eligible for federal education loans. You should seek advice about your education financing options from a trusted advisor.

If you are interested in enrolling in your immersive course, but are not interested in the Income Share Agreement, you may be able to fund your Training Course through (but not limited to):

- Savings and other out-of-pocket contributions
- Employer sponsorship
- Private loans

Next Steps

1. Find Out About Other Student Financing Options.

Contact Learning Alliance's team for more information by going to <https://www.mylearningalliance.com/third-party-funding/> or by contacting your Learning Alliance Enrollment Advisor directly.

2. To Apply for this ISA, Complete the Application.

If you are approved for this ISA, the ISA terms will be available for 30 days (terms will not change during this period, except as permitted by law).

Reference Notes

Eligibility Criteria

- You must be enrolled or accepted into an eligible full-time immersive Learning Alliance course.
- Be a resident of any state in which we currently offer ISAs as of the time of your application.
- Be a United States citizen or eligible non-citizen with government-issued, non-expired documentation of permanent resident status.
- You must have a social security number (or equivalent).
- You must be at least the age of majority at the time of the application based on your current state of residence.
- You must be able to meet the credit requirements established by Stride.
- Your total obligations under all private income-based agreements with us or another person must not require you to pay an aggregate income share exceeding 1.5x of your Earned Income in any given month. Loans with income-driven repayment plans, including federal student loans, will not be considered private income-based agreements; however, we strongly encourage you to consider how other student loan obligations might impact your monthly finances before you enter into this ISA.

How will your Earned Income be determined?

If you do not provide any documents to permit Stride to verify your Earned Income, then Stride shall reserve the right to assume your Earned Income using third party verification services or other information available to Stride. **If no such information is available to Stride, Stride will estimate your earned income at \$53,491.**

Estimating your Earned Income from other sources may result in a Monthly Payment more or less than your obligation based on your verified Earned Income resulting in an underpayment or overpayment, subject to Reconciliation. Under the Agreement, the Company will have the right to conduct a Reconciliation for up to one (1) year following the end of the calendar year in which your Payment Term expires. During this time, we will inspect all relevant and verifiable documents

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and sources to confirm your Earned Income during the Payment Term. **As a result of the Reconciliation, you may owe more or less money if it is determined that you earned more or less money than was originally reported.**

Monthly Payments and Reconciliation

Your Monthly Payments equal your Income Share times the amount of your Qualified Monthly Earned Income. We calculate your initial payments using your pay stub, letter from your employer, self-employment contract, consulting agreement, or other verifiable source acceptable to us. We re-calculate your Monthly Payments any time your Earned Income changes, based on information you provide us such as an updated pay stub. We also re-calculate your Monthly Payments once per year upon your filing income tax returns with the IRS.

Each year we reconcile over- or under-payments made in the prior calendar year using copies of your year-end pay stub, Form W-2, Form 1099, Schedule K-1, self-employment contract, consulting agreement, or similar source and validation of the dates of your employment (due on or before April 30), all of which must reflect each source of your Earned Income. You must reimburse us for any under-payments, and we will credit your account for any overpayments (or refund the excess amount if your Payment Term has ended). Each year we also obtain your authorization to request your tax return information from the IRS or other similar taxing authority on or before April 30 of each year of your Payment Term, on or before April 30 following the end of your Payment Term, and at any time we request it during any and all months of your Payment Term.

You may extinguish your obligations under your ISA before the Payment Term ends by paying an amount equal to the lesser of: (1) the Multiple Payment Cap OR (2) the Implied APR Cap, with either reduced by the sum of all Monthly Payments already made at that time, plus any outstanding fees.

Payment Status

If your Monthly Earned Income is above the Minimum Income Threshold, your Monthly Payments will begin at the start of your Payment Term. You will only receive a Grace Period if you graduate from your Training Course. If you withdraw from your Training Course, you will not receive a Grace Period— your Payment Term will immediately begin and you will make Monthly Payments when your Monthly Earned Income is above the Minimum Income Threshold.

We will calculate your first Monthly Payment using a verifiable source of your Monthly Earned Income that you provide to us at least 30 days before the beginning of your Payment Term. If your Monthly Earned Income during a given month during the Payment Term is less than the Minimum Income Threshold, or if you are unemployed and can demonstrate that you are actively seeking employment, you have no obligation to make a Monthly Payment. You must contact Stride to let us know that your Monthly Earned Income is below the Minimum Income Threshold. **Do not stop making Monthly Payments without notifying us.**

In months when your Monthly Earned Income is less than the Minimum Income Threshold and you do not make a Monthly Payment, the month does not count towards your required number of Maximum Monthly Payments, but the month does count towards the Maximum Payment Period.

Forbearance and Early Termination

Under certain circumstances, we may grant you a forbearance for specific hardships as defined in the Company's servicing policy. You can take up to a total of 6 months of forbearance, though a forbearance period cannot be longer than three continuous months at one time. During a forbearance, you will not be required to make Monthly Payments. **Months you are in forbearance will extend your Payment Term on a one-for-one basis.**

You may terminate your Agreement at any time by making a payment equal to the lesser of the Multiple Payment Cap or the Implied APR Cap, with either reduced by the sum of all Monthly Payments already made at that time, plus any outstanding fees.

Bankruptcy; Death; Disability

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If you file for bankruptcy, you may still be required to pay back this Agreement. However, Learning Alliance nor Stride intend to enforce its rights under the United States Bankruptcy Code in this way and shall at no time assert that this Agreement is non-dischargeable as a qualified student loan as set forth in 11 U.S.C. § 523(a)(8) or such other law that may, in the future, limit the dischargeability of income share agreements where such limitation on dischargeability is based upon the use of the income share agreement for educational expenses.

We will waive what you owe under this Agreement, including any past due amounts, if you die or become disabled. If you would like to assert a waiver based on disability, you will need to provide documentation showing that you have been found to be permanently disabled by the Social Security Administration or other federal or state agency due to a condition that began or deteriorated after the Effective Date.

Privacy

Your privacy is important to Learning Alliance and Stride. You have been provided with the Privacy Policy that sets forth how we use your information. The Privacy Policy is also available at www.stridefunding.com/privacypolicy

Other important terms

- Under the Agreement, you are certifying that you will seek full-time employment in your field of study immediately following the completion of the Training Course and take all actions to remain employed in such capacity for the duration of the Payment Term, and that you will fully and completely participate in the Employment Assistance Program provided by the Company, and you will take all actions as required by the outcomes team to support your pursuit of full-time employment. **If you do not comply with these covenants, you will be considered in breach of the ISA.**
- You are entitled to seek and obtain employment while enrolled in your Training Course, though you are not required to under this Agreement, nor will such employment affect your Monthly Payments owed to Stride.
- If you need to take time off of work for longer than a month, you are required to inform us in advance; depending on your circumstances, your Payment Term may be deferred or otherwise adjusted.
- **FOR VIRGINIA RESIDENTS:** Income Share Agreements are one tool that students use to finance their education. Learning Alliance provides assistance with eligibility for traditional fixed payment installment loans or income share agreements. For students who have existing private education loans, Virginia has a Student Loan Advocate to assist those who are struggling with repayment. You can contact the Student Loan Advocate at: State Council of Higher Education for Virginia, James Monroe Building, 10th Floor, 101 N. 14th Street, Richmond, VA 23219; studentloan@schev.edu; 804-786-2832. In addition, resources for prospective and current private education loan borrowers are available online at schev.edu/privateloan.

More information about ISA eligibility, payment calculations, repayment, deferral, or forbearance options is available in your Income Share Agreement application, in your Income Share Agreement, at <https://www.stridefunding.com>, or by calling us at (214) 775-9960.

Stride Funding will enforce the terms of its ISAs to the fullest extent allowed by law.