

CONSIGNEES shall collect and remit gross sales associated with the consigned goods to the CONSIGNOR. As a negotiated, remunerated service under the terms of the herein Agreement CONSIGNOR shall remit unto CONSIGNEES proceeds as set forth hereinafter.

CONSIGNEES will receive twenty two percent (22%) of sales (excluding sales tax). Of the remaining balance, three percent (3%) will be received by the area agent (See Paragraph Nine below.), and CONSIGNOR will receive seventy-seven percent (77%) of sales (excluding sales tax) of which three percent (3%) is dedicated to advertising expenses, not to exceed \$200.00 per week, for a combined approximate total remuneration to CONSIGNEES of twenty-five percent (25%) (See Paragraph Three below.). The foregoing assumes that sales are made at regular retail price.

In further consideration of the herein Agreement, CONSIGNEES request that CONSIGNOR shall assume any and all responsibility for the collection and remission of any taxes (sales, excise, personal property or otherwise) which are associated with the sale of the consigned goods to respective governmental or administrative bodies as an additional, negotiated, remunerated service to CONSIGNEES.

On special contract and sales of items other than at retail value, gross profit