

SUBJECT: TAX EXEMPT STATUS

Tacony Corporation has locations in numerous states which allow us to provide you with faster service and lower shipping costs. If you will be shipping merchandise to one of the following states we are obligated by state taxing authorities to collect sales tax unless we have a fully completed and signed Sales Tax Exemption/Resale Certificate on file for you.

- | | |
|---------------|---------------|
| 1. California | 5. New Jersey |
| 2. Florida | 6. Texas |
| 3. Minnesota | 7. Washington |
| 4. Missouri | 8. Wisconsin |

Tornado Industries, LLC collects sales tax for Illinois, Missouri, and Washington. Nancy's Notions, LLC collects sales tax only in Wisconsin.

The completed and signed Sales Tax Exemption form should be faxed to 636-203-9061 or mailed to the attention of the Credit Department at the address listed below.

We are required to charge tax on all orders until proof of tax exempt status is provided.

Thank you very much for your prompt attention to this matter.

Sincerely,

Tacony Corporation
Credit Department
800-298-8811

California Resale Certificate

I HEREBY CERTIFY:

1. I hold valid seller's permit number: _____

2. I am engaged in the business of selling the following type of tangible personal property:

3. This certificate is for the purchase from TACONY CORPORATION of the item(s) I have listed in paragraph 5 below. [Vendor's name]

4. I will resell the item(s) listed in paragraph 5, which I am purchasing under this resale certificate in the form of tangible personal property in the regular course of my business operations, and I will do so prior to making any use of the item(s) other than demonstration and display while holding the item(s) for sale in the regular course of my business. I understand that if I use the item(s) purchased under this certificate in any manner other than as just described, I will owe use tax based on each item's purchase price or as otherwise provided by law.

5. Description of property to be purchased for resale:

6. I have read and understand the following:

For Your Information: A person may be guilty of a misdemeanor under Revenue and Taxation Code section 6094.5 if the purchaser knows at the time of purchase that he or she will not resell the purchased item prior to any use (other than retention, demonstration, or display while holding it for resale) and he or she furnishes a resale certificate to avoid payment to the seller of an amount as tax. Additionally, a person misusing a resale certificate for personal gain or to evade the payment of tax is liable, for each purchase, for the tax that would have been due, plus a penalty of 10 percent of the tax or \$500, whichever is more.

NAME OF PURCHASER _____

SIGNATURE OF PURCHASER, PURCHASER'S EMPLOYEE OR AUTHORIZED REPRESENTATIVE _____

 PRINTED NAME OF PERSON SIGNING _____ TITLE _____

ADDRESS OF PURCHASER _____

TELEPHONE NUMBER () _____ DATE _____