

Sample Rescission Letter

Dear (Investor):

This notice is being sent to you pursuant to RCW 21.20.430(4)(b) of Washington State Securities Act. The securities that were sold to you were not registered with the Administrator of Securities of the Department of Financial Institutions as required by law.

On the basis of the above, the Issuer has determined that it is necessary to, and does hereby offer to rescind the offer and sale of the _____ sold to you; to release you from all contractual obligations that the Issuer required you to undertake in order to effectuate this sale; and to refund to you the full amount paid for the _____ plus interest at the rate of 8% per annum less the amount of any income received by you on the security.

Should you decide to accept this offer of rescission, kindly sign and return this letter indicating your acceptance. Upon receipt of your acceptance, the Issuer will refund the purchase price to you and you will be released from any and all contractual obligations as described above. If you decide to decline this offer of rescission, please so indicate below, sign and return this letter.

This offer shall remain open for 30 days from the date you receive this letter. During such time you may either accept or reject this offer. Unless you respond to this offer within the 30 day period, any right to sue with respect to the Issuer's failure to register will be extinguished.

- I accept this rescission offer. Please refund the purchase price of the securities to me plus interest and less income, if any.
- I decline this offer and will continue my investment.

Investor

Investor

The fact that the Washington Securities Administrator has passed upon this rescission offer does not signify that the Administrator has approved or recommended these securities, nor has the Administrator passed upon the adequacy or accuracy of any disclosure document involved. Any representation to the contrary is a criminal offense.