



FARSTAD
OIL, INC.

CORPORATE OFFICE:

P.O. Box 1842
Minot, ND 58702

Phone: (701) 852-1194
Fax: (701) 852-0072

Please complete the attached:

1. Credit Application and Agreement (sign and date)
2. Customer Data Sheet and Tax Information
3. Authorization for Direct Payment through ACH Transactions
4. **Fuel Customers, Please attach a copy of your most recent annual financial statements, which would include a balance sheet and income statement that has been compiled, reviewed or audited by a CPA.**

Please send the completed credit packet to:

Email:

jhansen@spfenergy.com

cmelgaard@spfenergy.com

Fax:

701 - 852-0079

Mail:

Farstad Oil, Inc

Attn: Credit Dept.

PO Box 1842

Minot, ND 58702



FARSTAD
OIL, INC.

APPLICATION FOR CREDIT

Issued to
Farstad Oil, Inc.
PO Box 1842
Minot, North Dakota 58702-1842
701-852-1194 Phone
701-852-0079 Credit Fax
800-735-5788 Toll Free

For Farstad Use Only
DATE APPROVED _____
By _____
Acct # _____

Divisions
 Fargo, North Dakota
 Minot, North Dakota
 Billings, Montana

Company Name _____ Date _____
Street/Box _____ City _____ County _____ State _____ Zip _____
Federal ID # _____ Telephone _____ Fax _____
Sales Tax Exemption ID # _____

Organization Corporation General Partnership Ltd Partnership
 LLC Individual Other _____
Business Type Wholesale/Reseller Retailer Industrial Other _____

Is Business Property Rented or Owned? _____
How Long in Business? _____

Owners and Officers	Name	Home Address	City/State	Title	Tel #

Bank References	Name	Address	City/State	Contact	Tel #	Fax #

Trade References	Name	Address	City/State	Contact	Tel #	Fax #

(Present Supplier)

APPLICANTS SIGNATURE ATTESTS FINANCIAL RESPONSIBILITY, ABILITY, AND WILLINGNESS TO PAY OUR INOVICES IN ACCORDANCE WITH THE FOLLOWING TERMS:

Company Name _____
By _____ (Signature) _____ (Printed Name) _____ (Title)
By _____ (Signature) _____ (Printed Name) _____ (Title)

THE ABOVE INFORMATION IS FOR THE PURPOSE OF OBTAINING CREDIT AND IS WARRANTED TO BE TRUE. I/WE HEREBY AUTHORIZE THE FIRM TO WHICH THIS APPLICATION IS MADE TO INVESTIGATE THE REFERENCES LISTED PERTAINING TO MY/OUR CREDIT AND FINANCIAL RESPONSIBILITY.

CREDIT AGREEMENT

In consideration of Farstad Oil, Inc. (hereinafter referred to as the "Company"), extending credit to the undersigned Debtor on open account for goods purchased from the Company, _____, (hereinafter referred to as the "Debtor"), hereby covenants and agrees with the Company as follows:

1. Debtor shall pay for each load of product net ten (10) days from date of delivery of gas, fuel, and propane. Debtor shall pay for each load of product net ten (10) days end of month (EOM) from the date of delivery of lubricants. Failure to pay said account balance within the prescribed period shall be a default hereunder and said delinquent account shall bear interest from the date of delinquency at the rate of 18 percent annually (1 1/2 percent monthly).
2. Company's delay or failure to proceed with collection efforts upon delinquency of Debtor's account shall not be construed as a waiver of the Company's right to do so, nor shall said failure or delay be a waiver of Company's right to demand strict compliance with the terms of this agreement with respect to payment of the delinquent account or amounts due on future extension of credit.
3. Company shall have the right to terminate this credit agreement and any credit account arrangement it has with Debtor for any reason whatsoever and without notice to any person or entity, including Debtor. Termination of this agreement or credit account shall not relieve Debtor of Debtor's obligation to pay any outstanding credit balances in strict accordance with the terms of this agreement.
4. This credit agreement shall be deemed a security agreement between Debtor and Company as to Debtor's inventory, equipment, and accounts receivable, and the proceeds thereof, whether now owned or hereafter acquired. The Company, at its election, may file a financing statement without further notice to Debtor.
5. Upon failure of Debtor to pay his account in accordance with the terms herein specified, the Company may take any legal measures to collect the outstanding balance of said account; and Debtor agrees to pay interest thereon as herein provided plus costs and reasonable fees for collection agencies and attorneys employed in the collection of said items.
6. Debtor agrees to provide the Company with annual financial information.
7. This agreement shall be governed by North Dakota law. Any disputes arising hereunder shall be venued in State District Court in and for Ward County, North Dakota, regardless of where this agreement is entered into and regardless of Debtor's location.
8. This instrument contains the entire agreement of the parties with respect to credit extended and matters contained herein and cannot be supplemented except by writing signed by both parties hereto.
9. Time is of the essence with respect to this agreement and all transactions entered into pursuant hereto.
10. This agreement shall only take effect once both parties have executed the same.

DEBTOR/ _____
By _____
Its: _____
Dated: _____

COMPANY/FARSTAD OIL, INC.
By _____
Its: _____
Dated: _____

INDIVIDUAL PERSONAL GUARANTY

I, _____ residing at _____, for and in consideration of your extending credit at my request to the above Debtor, hereby personally guarantee to the above Company the prompt and full payment of any and all obligations of Debtor irrespective of the amount of said obligation, and I hereby agree to bind myself to pay Company promptly on demand any sum which may become due to Company by Debtor whenever the Debtor shall fail to pay the same. It is understood that this guaranty shall be a continuing and irrevocable guaranty and indemnity for such indebtedness of the Debtor. I do hereby waive notice of default, non-payment, and notice thereof and consent to any modification or renewal of the credit agreement hereby guaranteed. In the event said credit agreement is modified or renewed, this guarantee shall remain in full force and effect, without further act on my part. I further agree to pay all costs and reasonable attorney's fees incurred by Company in collecting amounts hereby guaranteed, whether from Debtor or myself (guarantor).

Witness: _____
Address of Witness: _____

Signature: _____
Dated: _____



FARSTAD
OIL, INC.

Customer Data Sheet and Tax Information

Company Name (Licensing Name) _____

Billing Address: _____

City/State/Zip _____

Phone: _____

Fax: _____

Federal ID # _____

AP Contact: _____

What Products are being purchased?

- | | | |
|--|---------------------------------------|---|
| <input type="checkbox"/> Gas | <input type="checkbox"/> Propane | <input type="checkbox"/> Heavy(Residual) fuel |
| <input type="checkbox"/> Dyed Diesel | <input type="checkbox"/> Jet Fuel | <input type="checkbox"/> Lubricants |
| <input type="checkbox"/> Undyed Diesel | <input type="checkbox"/> Aviation Gas | <input type="checkbox"/> Other _____ |

Description of Business, Wholesaler, Retailer, or End user _____

How do you prefer to receive your Invoices? Email, Fax, or Mail _____
(Circle one) (Email Address or Fax Number)

Tax Information:

Is your business sales tax exempt? Yes/No _____ License Number: _____

In order to accurately report taxable and tax exempt transactions to the appropriate state taxing, authorities, please provide your license number(s) and corresponding types(s) below for each of the states you are currently licensed in to merchandise fuels, including Ethanol. If you are actively pursuing a license in a state, but have not yet been approved for the license, please note "Pending" in the License Number column and list the License Type you have applied for.

Wholesaler/Reseller, Please provide each of your State license Numbers:
(This is not your tax Exempt Number)

State	License Number		License Type

In addition, please include any other tax information that may be applicable.

For tax questions, please contact Lori M @ 701-852-1194 ext. 123

Please fax your company's sales tax exemption certificates to Lori M @ 701-852-0072
or email to lmayfield@spfenergy.com

Electronic Payments



Dear Customer of Farstad Oil:

Wells Fargo Bank is pleased to work with Farstad Oil in offering electronic payments. Electronic payments are a safe and easy way to pay without having to write a check.

Your account does not need to be with Wells Fargo to have electronic payments. Electronic payments can be made from your bank account at any financial institution. We assist Farstad Oil in originating the transaction from your bank to make your payment to them.

Wells Fargo is a leader in electronic payment technology and provides this service to many customers. Thank you for working with Farstad Oil and Wells Fargo to do this.

Sincerely,

Linda Kern-Kolquist
Vice President /Treasury Relationship Manager
Linda.d.kern-kolquist@wellsfargo.com



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OIL, INC.

Corporate Office:

PO Box 1842

Minot, ND 58702

701-852-1194

Automated Clearing House (ACH) Debit Authorization

Accompanying this letter is the authorization agreement which will authorize Farstad Oil, Inc. to withdraw payments electronically from your account to pay outstanding invoices due

The procedure we use is to notify your company via email with a predraft notice. The predraft notice is generated when the invoice is produced and both are emailed to you to notify you of the invoice draft date and the amount of the draft. This is followed by a final draft notice which will be emailed to you on the business day preceding the day of the draft. The final draft notice will also contain the draft date and amount due. This provides you with a second opportunity to review the draft information before the draft actually occurs. Invoices due on weekends or holidays will be drafted the following business day. If Farstad Oil is receiving credit card proceeds on your behalf, Farstad Oil will provide you with this information on a consistent basis, and net your invoice payments accordingly.

If you should have any questions regarding the ACH Process, please call us toll free at 1-800-735-5788.

Sincerely,

FARSTAD OIL, INC.

AUTHORIZATION FOR DIRECT PAYMENT THROUGH ACH (AUTOMATED
CLEARING HOUSE) TRANSACTIONS

I authorize Farstad Oil, Inc. to initiate ACH transactions against our company's account in payment of outstanding invoices due, per the terms that have been established for our company. Payment due dates can be found on all Farstad Oil, Inc. Invoices

Company Name _____

Company EFT Contact _____

Company Address _____

Company Phone Number _____

Draft notices should be sent via email or fax? Please include email address or fax number

Checking Account Number _____

ABA Routing Number _____

Financial Institution Name _____

Financial Institution Address _____

Please attach a company voided check or deposit slip from the applicable account.

This authority will remain in full force until Farstad Oil, Inc has received written notification from The Company of its termination in such time and manner as to afford Farstad Oil, Inc. a reasonable opportunity to act on it.

Signature _____

Title _____

Date _____