

Ownership and control

FeeSimpleHosting places a majority of its ownership in the hands of the companies which participate in it for no additional consideration other than their agreement to participate.

Eighty percent of FeeSimpleHosting's Common stock is granted to title insurers which become Participating Title Insurers during FSH's first year. Shares are distributed in accordance with an insurer's share of the national title insurance market in 2000 as an approximation of the contribution each will make to FSH's pool of policy copies. None of these shares has been issued as of the date of this publication.

An additional three percent of Common is granted to up to three major title insurers acceptable to FSH's lending bank as guarantors of the FSH bank loan. None of these shares has been issued as of the date of this publication.

Five percent of Common is reserved for distribution to management, staff, and additional persons rendering special assistance in bringing FSH into being. A portion of these shares has been conditionally committed to certain individuals. None of these shares has been issued as of the date of this publication.

Nine percent of Common shares are owned by the principals of FSH Working Group, LLC. All of these shares have been issued and are outstanding as of the date of this publication.

Three percent of shares are designated Class B Common and have the exclusive right to vote for directors for a period of three to five years, at which time such shares are surrendered in exchange for a set price per share and thereupon convert to treasury Common. All of these shares have been issued and are outstanding as of the date of this publication.

Disclaimer as to share value:

FeeSimpleHosting assigns a zero value to its common shares and makes no representations of any kind that their value will ever be anything other than zero, no representation that there is or will ever be a market for such shares, that there is or ever will be any demand for such shares, or that there is or ever will be benefit of any kind derived from the ownership of such shares.

Class	No of shares	% of all shares	Ownership	Issued and outstanding	Comment
Common	4,000,000	80%	Participating Title Insurers	None	Distributed in proportion to their national market share, Year 2000
Common	150,000	3%	Participating Title Insurers/ Guarantors	None	Distributed to 1-3 PTIs acceptable to lending bank as loan guarantors.
Common	250,000	5%	Permanent management and staff of FSH; selected advisors to FSH Working Group, etc.	Part	Termed "Others' Shares."
Common	450,000	9%	Principals of FSH Working Group, LLC	All	
Class B Common	150,000	3%	Principals of FSH Working Group, LLC	All	Has special voting control rights until surrendered in 3 to 5 years in exchange for a set payment per share; whereupon converts to treasury Common.
Total	5,000,000	100%			