VIRGINIA BEACH
FRIENDS SCHOOL

October 8, 2019

Re: Loan Agreement from Virginia Beach Friends School (the School)

The Virginia Beach Friends Meeting hereby lends to Virginia Beach Friends School (The Friends School Inc.) $200,000. $100,000 was disbursed in May 2019, $50,000 disbursed in September 2019 and $50,000 will be disbursed in October 2019.

The School commits to the following terms:

This combined amount of $200,000 is a short term loan to cover operating expenses for the School. Since the term of the loan is being extended, the School agrees to pay a flat interest rate on this loan at 4%.

This loan from the Meeting is collateralized by Parcel 2, which the School owns, as described by the Deed of Trust for Friends of Friends, LLC, and is subordinate to the Friends of Friends, LLC loan.

Terms for the Bridge Loan from the Meeting to the School are:
Loan Amount of $200,000
Interest Rate of 4%
Payment will be a Balloon payment to include $200,000 and $8,000 in interest
Repayment of this loan is anticipated by June 30, 2021.

Head of School, Virginia Beach Friends School
by Mike Barclay

Clerk (President), School Committee
by Joanne Young

Assistant Clerk (Vice President), School Committee
by Hank Ghittino

Recording Clerk (Secretary), School Committee
by Patrick Goold