



Please note that there are three ways to invest with us:

- 1) Complete Online - You may fill out this form online at www.shepherdsfinance.com and submit it to us by clicking the "Submit Form" button. To ensure the safety of your personal information, we will CALL YOU for your personal information and (optional) banking information if you choose to send your investment by direct deposit.
2) Complete Online and Mail - You may fill out this form online at www.shepherdsfinance.com, print it, and mail it with a check to us. When choosing this option, selecting "next" at the end of the form will help confirm that the form is filled out properly.
3) Complete by Hand and Mail - You may print this form or receive it by mail, fill it out by hand in black or blue ink, and mail it with a check to us.

Please note rates are fixed at the time of investment. Prior to your investment, rates are subject to change. If you are submitting this form by mail, we will honor the rate on the form if it is either current or received within seven (7) days of the most recent rate change and the form is the most recent version.

Part A: Your investment

1-Investment Amount

Enter the amount of your investment

\$ (must be no less than \$500 and no greater than \$1,000,000)

2-Term Select the term of your investment

(you may only pick one, if you wish to spread your investment over multiple durations, please fill out multiple forms):

- 12 months 4.00% interest, 19 months 8.00% interest, 29 months 9.00% interest, 48 months 10.00% interest

3-Payment Select your payment method.

Mail a check

If you are mailing your form to us:

Please make your check payable to: Shepherd's Finance, LLC
Mail to: 13241 Bartram Park Blvd Ste 2401
Jacksonville, FL 32258

Your check must be accompanied by this form signed by all owners. Your investment will be effective once we accept your check, deposit it, and receive funds from your bank.

Deduct from bank account

If you are submitting your form online:

We will call you to obtain your personal information, including your birthday, social security number and your bank account information.

Your investment will be effective once we accept your agreement and request and receive funds from your bank.

Part B: Type of Ownership (Choose only one)

Non-Custodial Ownership:

- Individual, S-Corporation, LLC, Trust, Joint, C-Corporation, Partnership, Pension or Profit Sharing Plan (non-custodial)

Custodial Ownership:

- Traditional IRA, KEOGH, Pension/Profit sharing Plan/401(k), Roth IRA, SEP, Uniform Gift or Transfers to Minors Acts

Part C: Name & Contact Information

1-Investor Name: (US Citizens Only)

2-Co-Investor Name: (US Citizens Only)

3-Formation Date (if applicable):

4-Residence address: (No P.O. Box)

Street: _____

City: _____ State: _____ Zip: _____

5-Optional Mailing Address: (May be a P.O. Box)

Street: _____

City: _____ State: _____ Zip: _____

6-Primary Phone

Secondary Phone

7-Alternative contact (We will only use if your mail is being returned and your phone numbers are not active.)

Name: _____

Phone: _____

8-If your type of ownership is a Trust,

Name of Trustee: _____

9-If your type of ownership is Custodial,

Name of Custodian: _____

Custodian Address

Street: _____

City: _____ State: _____ Zip: _____

Phone: _____

Tax ID: _____

Custodian Account #: _____

10-Electronic Delivery of Statements, Reports and Updates - By checking the box below and entering an email address, you authorize Shepherd's Finance, LLC to deliver your monthly and annual statements electronically. You also authorize Shepherd's Finance, LLC to make available on its website at www.shepherdsfinance.com and through a CD with links to a website its quarterly reports, annual reports, prospectus supplements or other reports required to be delivered to you, as well as any property or marketing updates, and to notify you via e-mail when such reports or updates are available in lieu of receiving paper documents. **(You must provide an e-mail address if you choose this option.)**

Email address: _____

Confirm Email: _____

Part D: Payment Options

At the end of the term of your Note, you will receive your principal and interest, unless you specifically choose to reinvest it with us. Prior to that, you may choose **ONE** of the following 4 payment options.

(NOTE: Custodial accounts must receive payments in the form of a check mailed to the Custodian.)

1- Direct Deposit when Unpaid Interest is \$50 or greater. We will compound your interest monthly until the unpaid interest is \$50 or greater, at which time it will be paid to you via direct deposit. If you print this form and submit by mail, we will use the checking account you paid us with, unless or until you change this account by using the "Interest Payout Change Request Form". If you submit this form online, we will call you to obtain your bank account information. *(You cannot choose this option if you have a custodial account.)*

2- Direct Deposit at Note Maturity. We will compound your interest monthly until the note matures, at which time it will be paid to you via direct deposit. If you print this form and submit by mail, we will use the checking account you paid us with, unless and until you change this account by using the "Interest Payout Change Request Form". If you submit this form online, we will call you to obtain your bank account information. *(You cannot choose this option if you have a custodial account.)*

3- By Check when Unpaid Interest is \$50 or greater. We will compound your interest monthly until the unpaid interest is \$50 or greater, at which time it will be paid to you via check. Please indicate which mailing address you prefer below.

4- By Check at Note Maturity. We will compound your interest monthly until the Note matures, at which time it will be paid to you via check. Please indicate which mailing address you prefer below.

If Option 3 or 4 is selected, choose the following: Mail My Check to Residence Address Optional Mailing Address

Call 302•752•2688 (30-ASK ABOUT) for assistance with this Subscription Agreement

Part E: Charitable Donation Match Program

Please indicate below whether you would like to participate in our Charitable Match Program. **Must be a 501(c)(3) organization*

No, I do not wish to donate at this time.

YES! I want to donate a portion of my interest to a charity of my choice. **Donate** _____ %

Charity Name: _____

Phone: _____

Part F: Acknowledgements and Signatures

In order to induce Shepherd's Finance, LLC to accept your investment, **you MUST check all 3 boxes below** (you must both do so if a joint account) certifying the following statements:

- **My Investment is Not Liquid**- I acknowledge that there is no public market for the Notes and thus my investment is not liquid.
- **Received the Prospectus** - I have received the Prospectus of Shepherd's Finance, LLC either online or in writing.
- **No FDIC Insurance** - I acknowledge that the Notes are NOT FDIC insured and that Shepherd's Finance is NOT a bank.

Investor

Co-Investor



Investor Signature



Co-Investor Signature

Date: _____

Date: _____

ATTENTION: Residents of Alaska, Alabama, California, Idaho, Iowa, Kansas, Kentucky, Maine, Massachusetts, New Mexico, North Dakota, Oregon, Tennessee and Vermont - Please indicate below if the Investor and Co-Investor (if applicable) are a resident of one of the following states and whether you meet the conditions described:

Investor **ALASKA** I am a resident of Alaska, and I have (i) a minimum annual gross income of \$60,000 and a minimum net worth of \$60,000, or (ii) a minimum net worth of \$225,000. In each case, net worth is to be calculated exclusive of an individual's principal automobile, principal residence, and home furnishings.

Co-Investor

Investor **ALABAMA** I am a resident of Alabama, and I have (i) an annual gross income of \$70,000 and a liquid net worth of \$70,000, or (ii) a net worth of \$250,000. Additionally, my total investment in the Notes does not exceed 10% of my liquid net worth.

Co-Investor

Investor **CALIFORNIA** I am a resident of California, and I have (i) a gross income of \$65,000 and net worth of \$250,000, or (ii) a net worth of \$500,000.

Co-Investor

Investor **IDAHO** I am a resident of Idaho and I have (i) a liquid net worth of \$85,000 and annual gross income of \$85,000, or (ii) a liquid net worth of \$300,000. Additionally, my total investment in the Notes does not exceed 10% of my liquid net worth. Liquid net worth is that portion of net worth consisting of cash, cash equivalents and readily marketable securities.

Co-Investor

Investor **IOWA** I am a resident of Iowa and I have (i) a liquid net worth of \$85,000 and annual gross income of \$85,000, or (ii) a liquid net worth of \$300,000. Additionally, my total investment in the Notes does not exceed 10% of my liquid net worth. Liquid net worth is that portion of net worth consisting of cash, cash equivalents and readily marketable securities.

Co-Investor

Investor **KANSAS** I am a resident of Kansas and I represent that the aggregate investment with Shepherd's Finance, LLC and other similar programs is limited to not more than 10% of my liquid net worth. For these purposes, liquid net worth shall be defined as that portion of total net worth (total assets minus liabilities) that is comprised of cash, cash equivalents and readily marketable securities, as determined in conformity with U.S. Generally Acceptable Accounting Principles.

Co-Investor

Investor **KENTUCKY** I am a resident of Kentucky and I have (i) a liquid net worth of \$85,000 and annual gross income of \$85,000, or (ii) a liquid net worth of \$300,000. Additionally, my total investment in the Notes does not exceed 10% of my liquid net worth. Liquid net worth is that portion of net worth consisting of cash, cash equivalents and readily marketable securities.

Co-Investor

Investor **MAINE** I am a resident of Maine and my aggregate investment in this offering and similar offerings does not exceed 10% of my liquid net worth. Liquid net worth is defined as that portion of net worth that consists of cash, cash equivalents and readily marketable securities.

Co-Investor

<input type="checkbox"/> Investor <input type="checkbox"/> Co-Investor	MASSACHUSETTS I am a resident of Massachusetts and I have limited my aggregate investment in the securities of Shepherd's Finance and other similar programs to not more than 10% of my liquid net worth. For these purposes, liquid net worth shall be defined as that portion of total net worth (total assets minus liabilities) that is comprised of cash, cash equivalents and readily marketable securities, as determined in conformity with Generally Acceptable Accounting Principles. Additionally, I have (i) a net income of at least \$200,000 in each of the two most recent years or joint income with a spouse exceeding \$300,000 for those years and a reasonable expectation of the same income level in the current year, or (ii) an individual net worth, or joint net worth with a spouse, in excess of \$1,000,000, excluding the value of my primary residence.
<input type="checkbox"/> Investor <input type="checkbox"/> Co-Investor	NEW JERSEY I am a resident of New Jersey and I (i) have an individual net worth, or joint net worth with a spouse, of more than \$1,000,000, (ii) have an individual income in excess of \$200,000 in each of the two most recent years or joint income with a spouse in excess of \$300,000 in each of those years and has a reasonable expectation of reaching the same income level in the current years, or (iii) otherwise qualifies as an "accredited investor" pursuant to 17 C.F.R. § 230.215.
<input type="checkbox"/> Investor <input type="checkbox"/> Co-Investor	NEW MEXICO I am a resident of New Mexico and I have limited my aggregate investment in the securities of Shepherd's Finance and other similar programs to not more than 10% of my liquid net worth. For these purposes, liquid net worth shall be defined as that portion of total net worth (total assets minus liabilities) that is comprised of cash, cash equivalents and readily marketable securities, as determined in conformity with Generally Acceptable Accounting Principles. Additionally, I have (i) a net income of at least \$200,000 in each of the two most recent years or joint income with a spouse exceeding \$300,000 for those years and a reasonable expectation of the same income level in the current year, or (ii) an individual net worth, or joint net worth with a spouse, in excess of \$1,000,000, excluding the value of my primary residence.
<input type="checkbox"/> Investor <input type="checkbox"/> Co-Investor	NORTH DAKOTA I am a resident of North Dakota and I have (i) an annual gross income of \$70,000 and a liquid net worth of \$70,000, or (ii) a net worth of \$250,000. Further, I am not investing more than 10% of my liquid net worth in the offering.
<input type="checkbox"/> Investor <input type="checkbox"/> Co-Investor	OREGON I am a resident of Oregon and I have (i) an annual gross income of \$70,000 and a liquid net worth of \$70,000, or (ii) a net worth of \$250,000. Further, I am not investing more than 10% of my liquid net worth in the offering.
<input type="checkbox"/> Investor <input type="checkbox"/> Co-Investor	TENNESSEE I am a resident of Tennessee, and my investment does not exceed ten percent (10%) of my liquid net worth.
<input type="checkbox"/> Investor <input type="checkbox"/> Co-Investor	VERMONT I am a resident of Vermont, and I (i) am an accredited investor, as defined in 17 C.F.R. § 230.501, and may invest freely in this offering, or (ii) am a non-accredited investor and my investment does not exceed ten percent (10%) of my liquid net worth. For these purposes, "liquid net worth" is defined as an investor's total assets (not including home, home furnishings, or automobiles) minus total liabilities.

Part G: Secure Information

Investor Date of Birth: _____

Co-Investor Date of Birth: _____

Investor Social Security /Tax ID No _____

Co-Investor Social Security /Tax ID No _____

If you would like to have your investment funds drawn and/or interest payments paid by Direct Deposit, complete the following:

- I (we) hereby authorize Shepherd's Finance LLC, to take the amount of my (our) investment above from the bank/credit union account which I (we) will supply by phone and further authorize my (our) bank/credit union to allow this one time transaction. This authority is to remain in full force and effect until either Shepherd's Finance, LLC successfully removes the investment amount from my (our) account, or ten (10) business days, whichever comes first.

Account Number for Initial Investment

Routing Number

Indicate one: Checking
 Savings

If you selected Payment Option 1 or 2, Direct Deposit when Unpaid Interest is \$50 or greater or Direct Deposit at Note Maturity, complete the following:

Account Number for Interest Payments

Routing Number

Indicate one: Checking
 Savings

Part H: Attachments

We require additional documents if one of the following describes you. If you are submitting this form online, you will send the following documents to an email address that we will provide you (when we call you for your secure information). If you have printed this form to submit by mail, please include the documents that apply to you.

- The Investor is a **Corporation or an LLC**, a resolution authorizing the signatory.
- The Investor is a **Partnership**, a copy of the partnership agreement.
- The Investor is a **Pension or profit sharing Plan** (non-custodial), a copy of the Plan.
- The Investor is a **Trust**, a copy of the trust.

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