



**VIA FED EX & E-MAIL**

June 7, 2017

Matthew Malouf  
c/o Smart Cars, Inc. DBA Mitsubishi of Salt Lake  
3734 South State Street  
Salt Lake City, UT 84115

**Re: Notice of Default & Demand, Smart Cars, Inc. DBA Mitsubishi of Salt Lake.**

Dear Mr. Malouf,

This notice is in reference to the Purchase and Sale Agreement of Future Receivables ("PSAFR" or "the Agreement") dated November 4, 2016 between Bridge Capital Lender, Inc. ("Bridge Capital") and Smart Cars, Inc. DBA Mitsubishi of Salt Lake ("Smart Cars") is in default of the Agreement.

Client has violated and is in breach of at least the following provisions of the PSAFR:

1. Under Section 10, subsections a, b, c, and f Default.
  - (a) The failure to make any payment when due Buyer hereunder, including, without limitation, the failure to make any payment representing the Periodic Payment(s).
  - (b) The failure to inform Buyer prior to a scheduled Periodic Payment that the remittance account has insufficient funds due solely to a decline in Receivables as demonstrated by written documentation provided by business.
  - (c) The failure to maintain the bank accounts defined in Exhibit B or opens a new bank account to deposit receivables without our consent.
  - (f) Without our prior express written consent: (iii) you sell any of your Future Receivables while you owe any amount under this agreement; (iv) you undertake or permit a change of control of your business.

As a result of these defaults, Bridge Capital hereby elects to exercise its right to terminate the right of Smart Cars to request Advances. All obligations of Smart Cars to Bridge Capital are now immediately due and payable in full.



**Bridge Capital Lenders, Inc. hereby demands payment of the outstanding advance amount of \$40,780.76, which must be received by this office no later than June 30, 2017. After that date, fees will accrue on the outstanding advance at the Default Rate as per the terms of the PSAFR.**

Bridge Capital reserves all rights and remedies allowable in the PSAFR, in addition to all other rights and remedies existing at law, in equity, or by statute. These include the right under the terms of the PSAFR to cause mail relating to Accounts of Smart Cars to be delivered to a designated address of Bridge Capital, where Bridge Capital may open all such mail.

Smart Cars shall pay all costs and expenses, including legal fees, incurred by Bridge Capital in exercising remedies necessary to enforce collection.

Sincerely,

A handwritten signature in black ink, appearing to read "S. Whitefield Lee". The signature is fluid and cursive, with a large, stylized "L" at the end.

S. Whitefield Lee