

| Fee Type | Fee | | |
|----------------------------|---|------------------------------------|-----------------------|
| Annual Agency Location Fee | \$228.00 | | |
| Quarterly Transaction Fee | Tiers | Number of Transactions per Quarter | Price per Transaction |
| | Tier 1 | 1,000-2,224.999M | \$0.012 |
| | Tier 2 | 2,225-5.999M | \$0.011 |
| | Tier 3 | 6M or more | \$0.010 |
| Document Ordering Fees | \$69.00/box & \$8.13 handling fee (ATB) | | |
| Return Draft Fee | \$135 (in all instances pertaining to IAR Settlement) | | |
| Ticket Resolution Fee | \$0 (0-15 days) \$55 (>15 days) | | |
| Late Reporting Fee | \$25 | | |
| Paper Sales Summary Fee | \$72/month | | |

Description of the Above Fees:

Annual Agency Location/Quarterly Transaction Fees

ARC follows a 90/10 fee structure split to recover cost directly related to core settlement. The agent annual location fee and quarterly transaction fees recover 10% of ARC's Core Settlement costs, with the remaining 90% of total costs funded by ARC's participating carriers.

The 2019 annual location/quarterly transaction fees are as follows:

Annual Agency Location Fee

This fee is assessed to every ARC accredited location and is drafted in January of each year.

Quarterly Transaction Fees

Agency transactions are assessed a fee on a quarterly basis. Agencies with less than 1,000 transactions per quarter will not be assessed transaction fees.

Projected Collection Schedule:

January 23, 2020 4th Quarter 2019 Transaction Fee Billing

January 23, 2020 Agent Annual Fee Draft (Per Location Fee)

April 23, 2020 1st Quarter Transaction Fee Billing

July 23, 2020 2nd Quarter Transaction Fee Billing

October 22, 2020 3rd Quarter Transaction Fee Billing

January 21, 2021 4th Quarter Transaction Fee Billing

Returned Draft Fee

ARC assesses a returned draft fee when an agency's bank draft does not clear for the weekly Wednesday disbursement.

Ticket Resolution Fee

ARC's ticket resolution function identifies ARA violations such as unreported sales and credit card chargebacks and resolves the transaction between the carrier and the travel agent.

Late Reporting Fee

The Late Reporting Fee is assessed to agents that do not submit their ARC report in a timely manner.

Document Ordering Fees

Document Ordering Fees are charges related to the procurement, shipment and other services related to agent ticket stock orders.