

**EQUITY EXPANSION INTERNATIONAL, INC.  
STATEMENT OF DISCLOSURE**

**Organizational Relationship Between  
EEI and the Center for Economic and Social Justice (CESJ)**

Submitted to the CESJ Board of Directors  
February 17, 2020

To reiterate our previously stated understanding, this statement is intended to clarify for the CESJ Board, membership, donors, vendors, government agencies, and the public (both domestic and foreign), the relationship between Equity Expansion International, Inc. (EEI) and the Center for Economic and Social Justice (CESJ):

1) Equity Expansion International, Inc. is an independent organization, separate from CESJ. EEI, which was formed in 1982 two years prior to the founding of CESJ, is a professional, for-profit corporation established to provide a wide range of services relating to expanding capital ownership opportunities to all workers and citizens. These services range from the design, financing, administration and ownership culture development of 100% Justice-Based Management S-Corp. Employee Stock Ownership Plans (ESOPs), for-profit Citizens Land Development Corporations (CDLCs), regional, national or global Capital Homestead projects, and any related professional service. EEI also provides legislative design services for all levels of government.

2) As detailed in EEI's background booklet, EEI and its founders have pioneered expanded ownership vehicles and written enabling legislation both in the U.S. and internationally. (See <https://www.eei-consultants.com/wp-content/uploads/2017/07/eei-booklet-sequential.pdf>). EEI has subsequently donated material relating to its projects to CESJ, allowing for these ideas to be available free-of-charge to the public.

3) CESJ is an all-volunteer, non-profit 501(c)(3) research and educational organization. While payments have been made by CESJ on a case-by-case, board-approved basis to consultants and vendors working on specific CESJ projects, EEI's members who are CESJ founders and who also serve on the board of CESJ, do not get paid by CESJ or anyone else to serve on the CESJ Board, for their day-to-day operational services to CESJ, or for their CESJ educational or research services.

4) EEI subscribes to the Core Values and Code of Ethics of CESJ, and operates according to the principles of Justice-Based Leadership, Management and Governance as expressed by CESJ in its website at [www.cesj.org](http://www.cesj.org). Any other organization, for-profit or non-profit, is free to do so as well.

5) In certain circumstances a potential project will be initiated through CESJ, which provides educational services to explain (at no charge except for out-of-pocket expenses) the Just Third Way concepts and applications to political leaders; policymakers; business, labor, religious and community leaders; scholars, students, activists, workers and citizens. When a specific project

opportunity arises requiring professional expertise, EEI may offer its expanded capital ownership services to implement the project on the same competitive basis as any other professional service provider.

6) Any CESJ member who becomes part of an EEI deal partnership as a finder or a deal partner may not receive any compensation from CESJ for any work on that same project.

7) Lastly, EEI has established as organizational policy that it will donate to CESJ 20% of EEI's share in the first year's profits of every "deal partnership" for which EEI receives payment for its professional services.

We hope that the statements above clarify the relationship between Equity Expansion International, Inc. and the Center for Economic and Social Justice, and we submit this document for approval by the CESJ Board of Directors.

*Submitted by Norman G. Kurland, Managing Director, Equity Expansion International, Inc.  
February 17, 2020*

*Approved by the Board of Directors of the Center for Economic and Social Justice  
February 17, 2020*