

October 31, 2016

The Honorable Brian Sandoval
Office of the Governor
One Hundred One North Carson Street
Carson City, Nevada 89701

Mr. Richard Combs, Director
Legislative Counsel Bureau
401 South Carson Street
Carson City, Nevada 89701

Re: FF Inc. Quarterly Activity Report (Q3 2016)

Dear Governor Sandoval and Director Combs:

The Governor's Office of Economic Development (the "Office") hereby submits this quarterly activity report pursuant to NRS 360.895, Subsection 2 for the Qualified Project known as FF Inc. (the "Project"), formerly known as Faraday Future. The attached report is based on information provided by the Lead Participant, FF Inc. pursuant to the following requirements of NRS 360.895 subsection 2:

- (a) The dollar amount of the partial abatements approved for the lead participant in each qualified project;
- (b) The number of employees engaged in construction of each qualified project who are residents of Nevada and the number of employees employed by each participant in each qualified project who are residents of Nevada;
- (c) The number of qualified employees employed by each participant in each qualified project and the total amount of wages paid to those persons;
- (d) For each qualified project an assessment of whether the participants in the qualified project are making satisfactory progress towards meeting the investment requirements necessary to support the determination by the Office that the project is a qualified project; and
- (e) Any other information requested by the Legislature.

If further information is required, please contact me at your convenience.

Sincerely,



Mike Dang
Director of Business Operations

cc: Steve Hill, Ryan Smith

Faraday Future Quarterly Activity Report
(Q3 2016)

(a) The dollar amount of the abatements approved for the Lead participant in the Project:

During Q3 2016 the dollar amount of the abatements approved for the lead participant was \$80,077.46. These abatements were allocated to a trust fund controlled by the Nevada Department of Taxation.

(b) The number of employees engaged in construction of each qualified project who are residents of Nevada and the number of employees employed by each participant in each qualified project who are residents of Nevada;

During Q3 2016, there were 151 construction workers of which 91 were residents of Nevada. For the project-to-date (“PTD”) there have been 151 construction workers of which 91 have been residents of Nevada.

During Q3 2016, there were four employees employed by the sole participant, FF, of which two employees were residents of Nevada. For the PTD there have been 12 employees employed by said participant of which four employees were residents of Nevada.

(c) The number of Qualified Employees employed by each Participant in the Project and the total amount of wages paid to those persons:

There were no NRS 360.891 qualified employees employed during the Q3 reporting period and, therefore, there were no wages paid to such employees.

(d) For the Project, an assessment of whether the Participants in the Project are making satisfactory progress towards meeting the investment requirements necessary to support the determination by the Office that the Project is a Qualified Project:

Through Q3 2016, GOED has determined FF is making satisfactory progress towards meeting the investment requirements necessary to support the determination of the Project as a qualified project. FF informed the State it has:

- 1. Invested over \$6,000,000 for infrastructure design work for the project area,**
- 2. Established an interim office site in North Las Vegas,**
- 3. Begun demolition and grading**

(e) Any other information requested by the Legislature.

No information requested.

