

INSURANCE DIVISION - VICTORY CITY CORP.

All types of insurance will be provided by the Insurance Division: Health, sickness and accident, hospital costs, doctors' fees and life insurance will be provided free of charge to all residents of Victory City and perhaps to visitors as well. The cost of the free insurance will be financed from the gross rental income of the apartments.

The free insurance program will be an added inducement for business to locate in a V.C. as it will relieve them of the necessity of paying for and administering insurance plans of their own for their employees.

The main purpose of the free insurance is to provide for the maximum health possible of all the people in V.C. Since hundreds of thousands of people will be living close together, it is vital to minimize the chance of an epidemic ever developing or the spread of any contagious disease.

Also a city with healthy people will mean fewer people absent from work due to sickness. This will mean more work performed, more accomplished, bigger pay checks and a stronger economy. This helps everyone and businesses and V.C.

In view of the free insurance coverage, all residents and visitors must sign a legal document agreeing not to sue V.C. for damages, either physical or property, arising out of any accident while on V.C. property. All accidents will be thoroughly investigated and all legitimate property damage claims, where V.C. is clearly responsible due to negligence on V.C.'s part, will be paid by V.C. in full.

V.C. EMPLOYEES STOCK PURCHASE PLAN

All Victory City employees will be required to accept new Victory City Corp. common stock as partial payment of their wages and salary. This stock may not be sold so long as they work for V.C. These rules will be a condition of employment and must be agreed to in writing before employment. The funds thus derived will be used to help finance the building of new Victory Cities.

The dividends received by the employees should act as an incentive to stimulate a general interest in the success of V.C. The more success - the more dividends.

SECURITY SYSTEM - VICTORY CITY

If legally possible there will be a private police and fire department.

There will be closed circuit television cameras to monitor every hall on each floor and in all public places. In police headquarters there will be a large room with hundreds of television receivers lining the walls. There will be a TV set for each TV camera. This will enable the police to watch all halls and public