

APLD E-1 Block Conversion / Redemption Form



APPLIED DIGITAL

Applied Digital Corporation
Series E-1 Convertible Preferred Stock

Block conversions / redemptions are only for Advisors with discretionary trading authority. All block conversion / redemption proceeds will be credited into the same account in which the preferred stock was held. If different delivery instructions are desired, then the standard individual conversion form must be used.

Instructions *For any help or questions please call 855-422-3223 or email investorservices@pcsalts.com*

Applied Digital Corporation (APLD) accepts conversion or redemption requests on a continual basis with deadlines on the last business day of every month (each, a conversion or redemption deadline, as applicable). Please allow approximately 30 calendar days for processing upon a submission of a conversion or redemption request that is in good order. Requests will be processed once per month. **APLD may elect to settle conversions or redemptions of preferred shares in cash or common stock in accordance with the terms of the preferred shares and that decision will be made on an individual conversion or redemption basis.** Any cash proceeds will be remitted based upon instructions provided on this form. The default payment method is via check. A wire can be requested, but a \$100 fee will be deducted from the payment to the shareholder. ACH is not permitted. If proceeds are in the form of common stock, a DWAC (Deposit / Withdrawal at Custodian) of shares will be remitted based upon instructions provided on this form. Physical certificates will not be remitted to the investor. APLD's transfer agents may coordinate further with institutions based upon the information provided to properly deliver cash or shares of common stock.

In addition, you may use this form to request that conversions or redemptions be processed over the next four, eight or twelve conversion or redemption deadlines. One-fourth, one-eighth or one-twelfth of the preferred shares such holder requests for conversion or redemption will be applied to and processed at the settlement rate applicable to each of the next four, eight or twelve conversion or redemption deadlines, as applicable. Please select Alternative Conversion / Redemption Processing Option in the "Investor Information" section below only if you wish to have your request processed over the next four, eight or twelve conversion or redemption deadlines, as applicable. The price of APLD's common stock may fluctuate significantly and therefore selection of the Alternative Conversion / Redemption Processing Option will result in averaging over a variety of settlement rates.

All conversions are completed at stated value, which is \$1,000 per share. A conversion fee may apply based upon the original purchase date and the length of time the preferred shares were outstanding; the conversion fee schedule is as follows:

Year	Series E-1
1	9%
2	7%
3	5%
4	0%

To find the conversion schedule for your specific CUSIP, please consult your advisor or our website www.pcsalts.com. Click on the Investment Programs in the upper right hand corner, select Applied Digital Series E-1 Offering Information, your Preferred Series, and locate your CUSIP based upon the directions on the page.

Death Redemptions: Please ensure you send a copy of the death certificate to operations@pcsalts.com.

For all conversions include a completed conversion form and a recent statement showing ownership of the APLD preferred shares if held in a brokerage account.

Please send all paperwork to the following address:
Preferred Shareholder Services
Attn: Investor Services - Conversions
3290 Northside Parkway NW, Suite 800 Atlanta, GA 30327

Advisor Information

Advisor Name

Advisor's Firm

Address

Daytime Phone Number

City, State & Zip

E-mail Address

Investor Information

	CUSIP	Investor Name	Account Number	# of Shares	Full (F) or Partial (P)	Alternative Conversion / Redemption Option		
						4 Deadlines	8 Deadlines	12 Deadlines
1								
2								
3								
4								
5								
6								
7								
8								
9								
10								

Investment Acknowledgments & Signatures

The undersigned is the owner (or duly authorized agent of the owner) of the shares presented for conversion or redemption and thus is authorized to present the shares for conversion or redemption. The shares presented for conversion or redemption are eligible for conversion or redemption pursuant to the terms of the preferred shares. The shares are fully transferable and have not been assigned, pledged, or otherwise encumbered in any way. The undersigned acknowledges that APLD has the choice to convert or redeem the shares by delivering stock or cash in accordance with the terms of the preferred shares. The undersigned acknowledges that there may be a conversion fee. The undersigned hereby indemnifies and holds harmless APLD, and its respective officers and directors, from and against any liabilities, damages and expenses (including reasonable legal fees) arising out of or in connection with any misrepresentation made herein.

Authorized Signature

Authorized Name

Date

Broker Dealer / Custodian Information

Broker Dealer Name

Daytime Phone Number

Operations Contact

E-mail Address

Address

Clearing Firm

City, State & Zip

Special Instructions

Please send all paperwork to the following address:

**Preferred Shareholder Securities
3290 Northside Parkway NW, Suite 800, Atlanta, GA
30327 Attn: Investor Services - Conversions**

For any help or questions please call: 1-855-422-3223

Back Office Use Only

Date Received

Payment Type

Date Completed

Date Submitted for Payment

Notes