

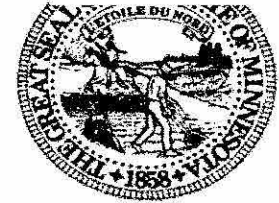
10V-976



Office of the Minnesota Secretary of State

Minnesota Public Benefit Corporation / Annual Benefit Report

Minnesota Statutes, Chapter 304A



Read the instructions before completing this form
Must be filed by March 31
Filing Fee: \$55 for expedited service in-person and online filings, \$35 if submitted by mail

The Annual Benefit Report covers the 12 month period ending on December 31 of the previous year.
Notice: Failure to file this form by March 31 of this year will result in the revocation of the corporation's public benefit status without further notice from the Secretary of State, pursuant to Minnesota Statutes, Section 304A.301

1. Corporate Name: (Required) Bodylish, GBC

2. The public benefit corporation's board of directors has reviewed and approved this report.

3. In the field below, enter the information required by section 304A. 201 subd. 2 or 3 for the period covered by this report, (see instructions for further information): Note: Use additional sheets if needed. (Required)

Community of B Corporations is our third party assessment group. Your business must score 80 out of 200 points to be a B Certified Business. The cost is \$500 annually for our level of revenue. We are not finished with the assessment but plan to be done in this March. We chose this entity because of their reputation and we saw respected brands like Kickstarter be certified by the same group.
Our public benefit is (1) replacing our packaging with compostable packaging, (2) creating condensed body care products that do not need to be bottled, (3) plan on donating 3% of profit to Clean Water Action.

4. I, the undersigned, certify that I am the chief executive officer of this public benefit corporation. I further certify that I have signed this document no more than 30 days before the document is delivered to the secretary of state for filing, and that this document is current when signed. I further certify that I have completed all required fields, and that the information in this document is true and correct and in compliance with the applicable chapter of Minnesota Statutes. I understand that by signing this document I am subject to the penalties of perjury as set forth in Section 609.48 as if I had signed this document under oath.

Nora Schaper *Nora Schaper*
Signature of Public Benefit Corporation's Chief Executive Officer

March 25, 2016
Date (Must be dated within 30 days before the report is delivered to the Secretary of State for Filing)

Email Address for Official Notices
Enter an email address to which the Secretary of State can forward official notices required by law and other notices:
Jay@bodylish.com

Check here to have your email address excluded from requests for bulk data, to the extent allowed by Minnesota law.

List a name and daytime phone number of a person who can be contacted about this form:

Jay Schaper	612-825-6994
Contact Name	Phone Number

Entities that own, lease, or have any financial interest in agricultural land or land capable of being farmed must register with the MN Dept. of Agriculture's Corporate Farm Program.

Does this entity own, lease, or have any financial interest in agricultural land or land capable of being farmed?
 Yes No

(1) certify that its board of directors has:

(i) chosen the third-party standard designated pursuant to clause (2), item (i);

Nora Schaper and Jay Schaper are the board of directors. Jay being the one who filed the organization papers. It is my wife, Nora, and myself, Jay, who decided on B Lab certification because we saw many brands with their certification logo and they have many excellent resources online for us to use. They have a straight forward, although lengthy, process for certification that we found helpful. Their Url is <https://www.bcorporation.net>

(ii) determined that the organization that promulgated the third-party standard is independent;

Nora and I determined they are a non profit independent (meaning they are not part of Bodylish). That is verified on their website.

(ii) with reference to that third-party standard, describe:

(A) how the corporation has pursued general public benefit;

Our business operations have contributed to a positive impact on the local environment. And our product packaging has made steps toward a net material positive impact by:

- Having a 100% recycling program for all our materials used at bodylish. All glass and plastic bottles that our COGS are received in are sent to the recycler for re-use when emptied.
- We re-use all the packaging material received with these COGS in our own out going shipments.
- We have verified that our suppliers do not use polluting packing peanuts or plastic air bags in their shipping of products to us thereby eliminating the plastic and polluting products like these are not passed through us onto the landfill. We pre screen them before we do business. It's part of our Good Manufacturing Processes certification we received in June of 2015.
- Also verified that are Shea Butter used in a lot of out products is certified as Fair Trade with the african nation of Ghana.
- Our business has verified and possesses the paperwork that our Palm oil is from a sustainable source and portion of proceeds used to to the environmental protection of Orangutans. This group is called Sumatran Orangutan Conservation Program SOCP of which our supplier of Palm oil (Columbus Oils) is a member of this organization.
- We have committed to donating 1% of our profit to Clean Water Action. This helps in the clean water action commitments to improve our environmental and social. The check will be written in April of 2016 and shared publicly on our Facebook page.
- We switched our product packaging to be 100% compostable. It is made from sustainable wood. They are cello bags and we use them for our bath bomb line of products.
- We established a new plan of eliminating the use of any plastic and glass in our product packaging and replacing it with compostable packaging. This involves changing our product

line so that it is a solid bar line of products and does not include products that need to be bottled.

- We have committed to B Lab and their third party assessment program. This is teaching us a lot about helping to provide strong communities by screening our vendors and suppliers for paying a living wage and serving under served sections of our community.

(B) the extent to which and the ways in which the corporation has created general public benefit;

- Bodylish has pursued GPB by committing to donating 1% of our profit to Clean Water Action. The check will be written in April of 2016 and shared publicly on our Facebook page.
- We also have a recycle program where all our incoming containers of COGS are recycled and we re-use all the packaging material received in our own outgoing packaging.
- We switched our product packaging to be 100% compostable. It is made from sustainable wood. They are cello bags and we use them for our bath bomb line of products.
- We are in the process of eliminating the use of any plastic and glass in our product packaging.

and (C) any circumstances that hindered efforts to pursue or create general public benefit;

- It was a little confusing to understand what is required to become a GBC, other than filling out the one page form at the Secretary of state and paying a \$35 fee. It was not clear that we can choose our entity in which verifies our efforts as GBC worthy. Or even that there is a process where we find a third party to verify our benefit business processes.

Jay Schaper, Co-Founder of Bodylish, BGC

