

SRP Capital Advisors, LLC
(“*Stronghold*” or the “*Investment Manager*”)

FORM ADV, PART 2A
(the “*Brochure*”)

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**3811 Turtle Creek Blvd.
Suite 800
Dallas, Texas 75219
972-850-7474
www.strongholdresourcepartners.com**

This Brochure provides information about the qualifications and business practices of Stronghold. If you have any questions about the contents of this brochure, please contact us at 214-505-4378. The information in this Brochure has not been approved or verified by the United States Securities and Exchange Commission (“*SEC*”) or by any state securities authority. Additional information about Stronghold also is available on the SEC’s website at www.adviserinfo.sec.gov.

This Brochure does not constitute an offer, solicitation or recommendation to sell or an offer to buy any securities, investment products or investment advisory services. Such an offer may only be made to eligible persons by means of delivery of applicable offering documents that contain a description of the material terms relating to such investments, products or services.

ITEM 2: MATERIAL CHANGES

Since Stronghold's last Brochure filed on March 31, 2018 the following material changes have been made:

Item 4, Advisory Business – Various private investment funds for which Stronghold serves as investment adviser have been added along with their respective general partners and management companies. Regulatory assets under management were also updated.

Item 5, Fees and Compensation – This item was updated to summarize the fees and expenses applicable to the newly-added private funds, including fund-specific management fees and their related offsets, that were not otherwise previously described in response to this item.

Item 6, Performance-Based Fees and Side-By-Side Management – This item has been revised to reflected updated factors that serve to mitigate the conflicts of interest involved in managing client accounts with differing performance-based fees.

Item 7, Types of Clients – This item was revised to reflect the private fund currently open to new investors.

Item 8, Methods of Analysis, Investment Strategies and Risk of Loss – This item was revised to reflect those private funds that are considered newly formed.

Item 10, Other Financial Industry Activities and Affiliations – This item was updated to reflect an additional affiliate of Stronghold.

Item 12, Brokerage Practices – This item was updated to reflect Stronghold's current investment and co-investment allocation practices.

Item 13, Review of Accounts – This item was revised to specify that Stronghold's Investment Committee reviews client accounts and that a third-party administrator was added for two of the private funds.

There have been no other material changes since Stronghold's last filing.

The information set forth in this Brochure is qualified in its entirety by the applicable governing and offering documents, as applicable, for any fund or account. In the event of a conflict between the information set forth in this Brochure and the information in the applicable offering or governing documents, such documents will control. We encourage all clients and investors to review this Brochure in its entirety.

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ITEM 4: ADVISORY BUSINESS

Firm Overview

SRP Capital Advisors, LLC (“**Stronghold**”) is a Delaware limited liability company and investment adviser established in 2017. Stronghold provides or may provide investment management and advisory services to private investment funds, single investor vehicles, separately managed accounts, co-investment entities and other advisory clients (collectively referred to as “**Clients**”) that invest in debt, equity and other securities in the natural resources industry (“**Portfolio Investments**”). Stronghold may solicit co-investors to participate in investment opportunities or create co-investment entities (together referred to as “**Co-Investors**”) to make co-investments alongside Clients or Funds (as defined below). Co-Investors may or may not be deemed to be Clients, depending on the facts and circumstances.

Types of Advisory Services

An affiliated investment manager of Stronghold currently serves as investment adviser to Stronghold LMP I, LP (“**SLMP I**”), a Delaware limited partnership, SRP Opportunities II, LP, a Delaware limited partnership (“**SRPO-II**”), S-LMP I Co-investment Partners, LP (“**SLMP I Co-invest**”), a Delaware limited partnership, SRPO-II Partners I, LP (“**SRPO-II Partners**”), a Delaware limited partnership, SRP Ventures 2018, LP (“**Ventures 2018**”), a Delaware limited partnership, SRP CEH Investments, LP (“**CEH Investments**”), a Delaware limited partnership, SRP CEH Partners, LP (“**CEH Partners**”), a Delaware limited partnership and Stronghold Targeted Operator Minerals Partners II, LP (“**STOMP II**”), a Delaware limited partnership (each a “**Fund**”, and together, the “**Funds**”). S-LMP I GP, LLC, a Delaware limited liability company, is the general partner of SLMP I; SRP Opportunities II GP, LP, a Delaware limited partnership, is the general partner of SRPO-II; S-LMP I Co-investment Partners GP, LP, a Delaware limited partnership, is the general partner of SLMP I Co-invest; SRPO-II Partners I GP, LP, a Delaware limited partnership is the general partner of SRPO-II Partners; SRP Ventures 2018 GP, LP, a Delaware limited partnership, is the general partner of Ventures 2018; SRP CEH Investments GP, LLC, a Delaware limited liability company, is the general partner of CEH Investments; SRP CEH Partners GP, LLC, a Delaware limited liability company, is the general partner of CEH Partners; and STOMP II GP, LP, a Delaware limited partnership, is the general partner of STOMP II (each a “**General Partner**”, and together, the “**General Partners**”). S-LMP I Manager, LLC, a Delaware limited liability company, is the management company to SLMP I; SRPO-II Manager, LP, a Delaware limited partnership, is the management company to SRPO-II and SRPO-II Partners; S-LMP I CIP Manager, LLC, a Delaware limited liability company, is the management company to SLMP I Co-invest; SRP Ventures 2018 Manager, LLC, a Delaware limited liability company, is the management company of Ventures 2018; SRP CEH-P Manager, LLC, a Delaware limited liability company, is the management company of CEH Investments and CEH Partners; and STOMP II Manager, LLC, a Delaware limited liability company, is the management company of STOMP II (each an “**Investment Manager**” and together the “**Investment Managers**”). Stronghold and the Investment Managers are together filing a single umbrella registration with the Securities and Exchange Commission (“**SEC**”), and each of the Investment Managers (each a “**relying adviser**”) is listed on Schedule R of Stronghold’s Form ADV Part 1.

Principal Owners

Stronghold, the General Partners, and the Investment Managers are, directly or ultimately, primarily owned by Ryan A. Turner and William T. Fennebresque (the “**Managing Partners**”). For more information regarding the ownership of Stronghold, please see Schedules A and B of Part 1 of Form ADV.

Investment Mandates

Stronghold provides or will provide investment advice to Clients and manages Funds or Client accounts in accordance with the investment objectives, strategies, guidelines, restrictions and limitations set forth in the

applicable confidential offering memorandum, limited partnership agreement, organizational and governing documents, investment management agreements, advisory agreements and/or other related documents (collectively, the “**Governing Documents**”). The information in this Brochure is qualified in its entirety by the information set forth in such documents. Investors generally are not permitted to impose restrictions or limitations on the management of the Funds managed by Stronghold.

Stronghold or an affiliate thereof has and may enter into side letter agreements or arrangements with one or more investors in the Funds it manages that have the effect of establishing rights under, or altering, modifying, waiving or supplementing the terms of, the Governing Documents of the applicable Fund in respect of such investors. Among other things, these agreements entitle or may entitle an investor in a Fund or other client to lower fees, information or transparency rights, most favored nations’ status, notification rights or other preferential rights and terms. Information about each Fund and other advisory clients is set forth in their Governing Documents, which, with respect to Funds, are available to current and eligible prospective investors through Stronghold.

Wrap Fee Programs

Stronghold does not participate in or sponsor wrap fee programs.

Regulatory Assets under Management

As of the date of this filing, Stronghold had \$284,146,876 in regulatory assets under management all of which are managed under discretionary authority.

ITEM 5: FEES AND COMPENSATION

Stronghold does not have a standard fee schedule but may earn a management fee based on capital commitments, capital contributions or invested capital (“**Management Fee**” or “**Acquisition Fee**”) for each Fund or Client. Pursuant to Fund or Client Governing Documents, Stronghold or its affiliates may on occasion receive certain additional fees with respect to Portfolio Investments or transactions. Management Fees may be offset by a percentage of such fees received by Stronghold or its affiliates or other expenses incurred. In addition to Management Fees, Stronghold or an affiliate will generally receive a performance allocation (“**Carried Interest**”) based on net profits after Clients or Fund investors have received a return of capital and preferred return, as outlined in relevant Governing Documents. Fee arrangements and any offset provisions are established in the Governing Documents for each Fund or Client.

The Management Fee and Carried Interest provisions for Funds currently managed by Stronghold are described below. Please refer to the Governing Documents of each Fund for more detailed fee and expense provisions. Fees may differ across the Funds or Client accounts managed or advised by Stronghold. Such variability may be driven by the size of the total mandate, investment strategy and investment horizon among other factors. Stronghold may, in its discretion and from time to time, elect to waive, in whole or in part, reduce or calculate differently, the Management Fee or Carried Interest with respect to any Client or investor. Certain Clients or Fund investors may negotiate different fee arrangements in a side letter or other agreement with Stronghold or an affiliate thereof.

In addition to Management Fees and Carried Interest paid to Stronghold or an affiliate, to the extent a Client or Fund invests in other private funds, such fund will generally pay Management Fees and Carried Interest to the manager or General Partner of such fund. All fees, costs and expenses and the reimbursement of those expenses will be explicitly disclosed in partnership agreements, advisory agreements or other Governing Documents of the Fund.

Management Fees

The General Partner or Investment Manager may, in its sole discretion, waive or reduce an investor's Management Fee.

SLMP I, SRPO-II, SLMP I Co-Invest and SRPO-II Partners

For the period from the initial closing date until the end of the investment period (commitment period for SLMP I and SLMP I Co-invest), the Investment Manager shall be paid a Management Fee for each three-month period calculated with respect to such investor at a rate equal to the product of (i) 2% per annum and (ii) the capital commitment of such investor. Thereafter, the investment manager shall be paid a management fee for each three-month period calculated with respect to each investor at a rate equal to the product of (x) 2% per annum and (y) the actively invested capital of such investor as of the beginning of such three-month period. The Management Fee is payable in advance on a quarterly basis.

CEH Investments and CEH Partners

CEH Investments and CEH Partners do not pay a Management Fee. The Portfolio Investment of CEH Investments and CEH Partners pays the Investment Manager a management fee equal to \$500,000 per annum, payable in advance on a quarterly basis.

SRP Ventures 2018

The Investment Manager shall be paid a Management Fee for each three-month period calculated with respect to such investor at a rate equal to the product of (i) 2% per annum and (ii) the greater of (a) the capital commitment of such investor or (b) the actively invested capital of such investor. The Management Fee is payable in advance on a quarterly basis.

STOMP II

The Investment Manager shall be paid a one-time Acquisition Fee equal to the product of (i) 2.5% and (ii) the amount paid for the Portfolio Investment in connection with the acquisition thereof. The Acquisition Fee is payable at the time of the transaction.

Management Fee Offsets

SLMP I, SRPO-II, SLMP I Co-invest, SRPO-II Partners and Ventures 2018

The Fund shall pay or reimburse the General Partner for (x) legal and other organizational and offering expenses of the Fund and the Fund-related entities, other than organizational expenses of the Investment Manager (the "Start-Up Costs"), and (y) all placement fees. Start-Up Costs in excess of such amount set forth in the relevant Fund Governing Documents, as applicable, and Placement fees shall reduce the Management Fee otherwise payable by an identical amount. Start-Up Costs shall include fees and expenses of counsel to, accountants for and agents of the Fund, the General Partner and the Investment Manager, reasonable travel expenses of personnel of the General Partner and its advisors, and other expenses, in each case, incurred in connection with the formation of the Fund and the Fund-related entities, the preparation of the Governing Documents, compliance with applicable laws or regulations and the offering of Fund interests (other than placement fees).

All transaction fees shall be payable to and be income of the Investment Manager or a designated affiliate. All placement fees and Start-Up Costs shall be paid by the Fund. An amount equal to the sum of (i) 100% of all transaction fees (50% with respect to SLMP I) (ii) 100% of all placement fees and all excess Start-

Up Costs shall reduce the Management Fees on the date of, or in the periods following, payment of such fees.

CEH Investments and CEH Partners

There are no applicable Management Fee offsets.

STOMP II

There are no applicable Acquisition Fee offsets.

Carried Interest

Subject to the terms and conditions set forth in each Fund's Governing Documents, the General Partner will be entitled to receive an incentive distribution or "Carried Interest" with respect to each Fund, up to 20% (up to 40% for SLMP I above a certain return threshold) of profits from portfolio company investments, after the return of all capital contributions, allocable fees and expenses, and the satisfaction of a preferred rate of return, between 8% and 12% per annum

Certain investors may negotiate different terms or provisions with respect to their Carried Interest and the General Partner or Investment Manager may elect to waive all or any portion of any future Carried Interest otherwise payable with respect to any investor. Principals, employees of Stronghold, agents or other affiliates may receive a portion of the carried interest allocation or other compensation received by the General Partner or Investment Manager. Distributions will be subject to appropriate reserves for Fund expenses and contingent liabilities, and Carried Interest may be subject to clawback upon the final liquidation of a Fund, to the extent that the amounts previously distributed to the General Partner exceed the aggregate amount due to the General Partner on a cumulative basis over the life of such Fund.

Expenses

Please refer to the Governing Documents of each Fund for more detailed expense provisions. Whether an expense is a Fund or Investment Manager expense, or allocable to more than one Fund, is governed by each Fund's Governing Documents and the expense allocation policy maintained by Stronghold from time to time.

Fees and expenses paid to or incurred by Stronghold or its affiliates may be for services performed by independent third parties or by the Investment Managers, its affiliates and related persons ("***Related Party Expenses***"). As a matter of policy Stronghold will seek to ensure that Related Party Expenses are determined on an arm's length basis at a rate that is no less favorable to the Client, Co-Investor or Portfolio Investment than had the service been provided by an independent third party. Any discounts negotiated with third party service providers by or on behalf of Stronghold will be applied to all SRP entities, as applicable.

The below is a general description of fees and expenses for each of Fund; however, each Fund has differences with respect to fees and expenses to which it is subject. Accordingly, refer to each Fund's Governing Documents for a full description of fees and expenses.

The General Partner or the Fund's Investment Manager, as applicable, shall pay, without reimbursement by the Funds, all of their own overhead as defined in the Fund's Governing Documents. For the avoidance of doubt, Fund expenses, investment expenses, Start-Up Costs and placement fees, as those terms are defined in the Fund's Governing Documents, shall be borne directly or indirectly by the Fund and shall not be considered overhead.

Start-Up Costs and Placement Fees. The Fund shall pay or reimburse the General Partner for (x) legal and other organizational and offering expenses of the Fund, any parallel partnerships (allocated to the Fund and the Fund-related entities, including, without limitation, all out-of-pocket legal, accounting, regulatory (including any “blue sky” and “world sky” filing fees and expenses), filing, capital raising, printing, travel, accommodation, meal and other similar fees, costs and expenses, but excluding placement fees and excluding any fees, costs and expenses related to the compliance with side letters and most favored nations processes (“**Organizational Expenses**”) and (y) all placement fees. Placement fees shall reduce the Management Fee otherwise payable by an identical amount.

Ongoing Expenses. On an ongoing basis, except for the expenses described under the *Start-Up Costs and Placement Fees* section of the Fund’s Governing Documents as being borne by the General Partner or the management company, the Fund shall also pay, or reimburse the General Partner or the management company, as applicable, for its payment of, to the extent not paid by any Portfolio Investment or other person (including by amounts received in connection with the termination, cancellation or abandonment of a potential investment that is not consummated) all expenses attributable to the activities of the Fund, including without limitation:

(i) any and all costs and expenses incurred in connection with the discovery, evaluation, acquisition, holding, management, monitoring or disposition of investments, including expenses paid by the Fund with respect to potential investments that are not consummated and whether or not incurred prior to the initial closing date, private placement fees, sales commissions, appraisal fees, taxes, brokerage fees, underwriting commissions and discounts, travel, meal and lodging expenses and legal, accounting, investment banking, advisory, consulting, information services and professional fees (which, for the avoidance of doubt, may include operating and other consultants, industry executives and subject matter experts that are employees of the management company or its affiliates); (ii) any and all costs and expenses incurred in connection with the carrying or management of investments, including, without limitation, custodial, trustee, record keeping and other administration fees and expenses; (iii) any and all costs, fees and expenses of any employees of or consultants engaged by the management company (other than key persons) responsible for managing investments or providing or conducting any activities identified in this section (including, but not limited to, employees engaged in engineering, land, geology, geophysics, accounting, tax, legal, human resources and administration), whether the employees are conducting such activities directly through the management company or through an affiliate thereof, inclusive of their allocated overhead; (iv) any fees, costs and expenses incurred in connection with the Fund’s financial statements, reports, notices, tax returns, Schedules K-1 (or similar schedules), including the costs of creating, printing and distributing such financial statements, notices, reports, tax returns and Schedules K-1 (or similar schedules), other communications with partners, including expenses incurred in connection with providing the investors access to a database or other forum hosted on a website designated by the General Partner or an affiliate thereof, costs and expenses incurred in connection with compliance with Foreign Account Tax Compliance Act obligations and costs and expenses with respect to representation by the tax matters partner or the Fund representative, as applicable, of the Fund and the investors; (v) any and all fees, disbursements and other similar expenses of attorneys, accountants and administrators relating to Fund matters (including costs and expenses of in-house professionals and related administrative personnel, including personnel of the management company responsible for conducting portfolio reconciliation, portfolio compliance and reporting or otherwise for implementing, maintaining and supervising the procedures relating to the books and records of the Fund, inclusive of their allocated overhead); (vi) any and all taxes and other governmental charges that may be incurred or payable by the Fund (excluding any taxes withheld on payments to the Fund or paid by the Fund that are governed by the sections *BBA Rules* and *Tax Withholding; Withholding Advances* in the Fund’s Governing Documents; (vii) any and all insurance premiums or expenses incurred by the Fund in connection with the activities of the Fund, including, without limitation, in respect of errors, omissions, fidelity, crime, cybersecurity, general partner liability, directors’ and officers’ liability and similar coverage for any protected person acting on behalf of the Fund or any Fund related entity; (viii) any and all expenses (including legal fees and expenses) (x) incurred to comply with any law or regulation related to the activities

of the Fund (including, without limitation, regulatory expenses of the General Partner and the management company) or related to the preparation and filing of regulatory filings (including Form PF and other similar regulatory filings), expenses related to compliance with and filings under applicable laws, rules and regulations or (y) incurred in connection with any litigation or governmental inquiry, investigation or proceeding involving the Fund, including the amount of any judgments, settlements or fines paid in connection therewith, except, however, to the extent such expenses or amounts have been determined to be excluded from the indemnification provided for in the *Indemnification* section of the Fund's Governing Documents; (ix) any and all expenses incurred in connection with the dissolution, winding up or liquidation of the Fund; (x) any and all expenses relating to defaults by defaulting partners in the payment of any capital contributions (but only to the extent not paid by the defaulting partners); (xi) any and all expenses incurred in connection with any restructuring or amendments, modifications, revisions or restatements to the constituent documents of the Fund and related entities, including, without limitation, the General Partner, the management company, any special purpose entity, and alternative investment vehicle and/or co-investment vehicle; (xii) any and all expenses incurred in connection with distributions to the partners; (xiii) any and all expenses incurred in connection with any meetings of the partners or the Limited Partner Advisory Board ("*LPAB*") called by the General Partner (including, without limitation, travel, meal and lodging expenses of the management company and its representatives, and Portfolio Investment representatives, in each case, incurred in connection with attending such meetings); (xiv) any and all expenses related to the Fund's indemnification obligations pursuant to the *Indemnification* of the Fund's Governing Documents; (xv) any and all expenses incurred in connection with any valuation of the assets of the Fund, including, without limitation, any expenses related to the engagement of an independent appraiser as described in the definition of "Fair Value" in the *Definitions* section of the Fund's Governing Documents; (xvi) the Management Fees payable pursuant to the *Management Fees* section of the Fund's Governing Documents; (xvii) any and all expenses incurred in connection with entering into, negotiating and complying with the Governing Documents, any side letters or similar written agreements and most favored nations processes described in the *Entire Agreement* section of the Governing Documents; (xviii) any principal and interest payments on, and fees and expenses arising out of, the Fund's borrowing arrangements and Portfolio Investment guarantees; (xix) any and all fees, costs and expenses incurred in connection with the formation, organization and operation of any special purpose entity, alternative investment vehicle and/or co-investment vehicle (including any fees, costs and expenses incurred in connection with establishing co-investment vehicles in connection with proposed Investments that are not consummated, to the extent not borne by such vehicles or applicable co-investors); (xx) any and all fees, costs and expenses incurred in connection with the dissolution, winding up or termination of the Fund, the General Partner, any special purpose entity or any alternative investment vehicle and/or co-investment vehicle; and (xxi) any other expenses specifically authorized by the Governing Documents.

The amounts referred to in clause (i), to the extent they relate to consummated investments, are "investment expenses". The amounts referred to in clause (i), to the extent they do not relate to consummated investments, and the amounts referred to in clauses (ii) through (xx) are "partnership expenses". For the avoidance of doubt, any investment expenses and partnership expenses may be paid by or reimbursed by the Fund, an alternative investment vehicle and/or a Portfolio Investment.

Compensation for the Sale of Securities or Other Investment Products

Neither Stronghold nor any of its supervised persons accept compensation for the sale of securities or other investment products including asset based sales charges or service fees from the sale of securities or other investment products.

ITEM 6: PERFORMANCE-BASED FEES AND SIDE-BY-SIDE MANAGEMENT

As noted under Item 5 above, Stronghold and/or its affiliates are entitled to receive Carried Interest contributions or other incentive-based compensation with respect to the Funds and may be entitled to

receive Carried Interest distributions or other incentive-based compensation with respect to other advisory Clients in the future (subject to the terms and conditions set forth in the applicable Governing Documents). Stronghold's receipt of performance-based fees raises certain conflicts of interest, which are described below.

Investment Selection. Carried Interest distributions and other performance-based compensation could motivate Stronghold and its affiliates to make investment decisions that are riskier or more speculative than would be the case if these arrangements were not in effect. The method of calculating the Carried Interest or other performance-based compensation may result in conflicts of interest with respect to the management and disposition of investments, including the sequence of dispositions.

Stronghold attempts to mitigate conflicts of interest associated with Carried Interest distributions through one or more of the following: (i) the payment of performance fees or Carried Interest on realized profits; (ii) the requirement that invested capital, a preferred return and certain expenses be returned to investors before an affiliate is entitled to receive any Carried Interest distributions; (iii) the requirement that Stronghold and/or its affiliates have a capital commitment to the applicable Fund(s) managed by Stronghold; and (iv) a potential clawback/giveback obligation of Stronghold or an affiliate upon liquidation of the applicable Fund (and related escrow account, if applicable).

Side-by-Side Management. Different Stronghold-managed Funds have different performance-based fee arrangements. Such differences could incent Stronghold to favor one client over another in its investment allocations or manipulate the sequence of dispositions. Stronghold believes that these potential conflicts of interest are mitigated to a certain extent by its investment allocation policy and the investment objectives and mandates of each Fund as disclosed in the applicable Governing Documents. Moreover, these potential conflicts are also mitigated to a certain extent by the fact that 1) Stronghold-related persons will invest alongside its investors in the Funds and thus have a shared interest with investors in maximizing other investor returns.

Stronghold seeks to ensure that there are clear boundaries between the investment criteria of pooled investment vehicles that it manages.

Principals, employees of Stronghold,, agents and affiliates may be compensated to some extent based upon investment profits for which they are responsible and, accordingly, may face the same potential conflicts. Stronghold attempts to address known material conflicts of interest through full and fair disclosure in applicable Governing Documents and this Brochure.

ITEM 7: TYPES OF CLIENTS

As noted in Item 4 above, Stronghold's Clients include or may include the Funds as well as single investor vehicles, separately managed accounts, and Co-Investors. Potential Clients and Fund investors include, but are not limited to:

- Public pension plans
- Corporate pension plans
- Endowments
- Foundations
- Financial service companies or banks
- Charitable organizations
- High net worth individuals
- Taft-Hartley plans
- Insurance companies

- Sovereign wealth plans
- Corporations
- Governments or government agencies
- Family offices

Investors in Funds will primarily consist of institutional investors and high net worth individuals and related investment entities that are “accredited investors,” as such term is defined in Rule 501(a) of Regulation D under the Securities Act of 1933, as amended (the “*Securities Act*”), and “qualified purchasers” as such term is defined in Section 2(a)(51)(A) of the Investment Company Act of 1940 as amended (or knowledgeable employees of Stronghold).

The minimum investment amount in a Fund is disclosed in the Governing Documents, however the minimum investment is subject to reduction or waiver in Stronghold’s discretion, and Stronghold or its affiliates may permit investments of a smaller amount or with respect to any investor.

STOMP II is the only Fund currently accepting new investors.

ITEM 8: METHODS OF ANALYSIS, INVESTMENT STRATEGIES AND RISK OF LOSS

Stronghold’s investment activities are overseen by the *Investment Committee*, which is currently comprised of the Managing Partners and may include other members. Following is a summary of the investment strategies and material risks that may be associated with the investment activities applicable to Stronghold’s clients. Investors and potential investors in Funds are encouraged to review the applicable Governing Documents for the Fund in which they are considering investing for a more comprehensive discussion of the investment program and material risks that may be associated with investing in that Fund.

METHODS OF ANALYSIS AND INVESTMENT STRATEGIES

Stronghold’s approach to niche small to middle-market private equity investing is technically-driven at the Investment Manager/General Partner level. In addition, Stronghold leverages structural sophistication and capital structure seniority to protect the Funds’ initial investments, manage duration and macro risk, and maintain upside exposure. Stronghold’s investment strategy stands in contrast to other natural resource investors that make longer duration bets on commodity assets and management teams, which are both subject to high levels of volatility and predicated on fortuitous exits (through strategic sales or capital markets monetizations). This “crowded trade” of “build-ups and buy-outs” is pursued by dozens of energy and resources investment managers. Instead, Stronghold seeks to create “visible” rates of return in core sectors of the North American resources ecosystem through custom structures designed to capture arbitrage, develop projects and invest in special situations.

Stronghold maintains a disciplined approach through each of the sourcing, evaluating and structuring phases of the investment process. Stronghold seeks to ensure that each potential transaction meets the Funds’ investment criteria and are designed to deliver optimal risk-adjusted returns. Further, Stronghold believes that the rigorous application of a standardized, data-driven, and software-assisted investment process differentiates Stronghold from its competitors.

The Stronghold investment process has four stages:

- ***Sourcing:*** Stronghold leverages an extensive network created through its seasoned technical team and from its founding partner to source attractive middle-market deals conducive to Stronghold’s preferred equity structure.

- **Evaluation:** Stronghold technically underwrites every transaction, both on a technical and financial basis, utilizing its aligned and experienced team.
- **Structuring:** Stronghold forms a special purpose vehicle with a partner in need of financing, ensures there is sufficient initial asset coverage and structures investments with securities that we believe will earn a disproportionate share of early cash flows.
- **Monitoring and Realization:** By creating visible rates of return with investments that have embedded cash flow sweeps and realization mechanism, Stronghold believes it will be able to avoid reliance on strategic exits and recapitalizations while quantitatively forecasting and testing its realization assumptions against a variety of scenarios.

CERTAIN RISK FACTORS

There can be no assurance that investors in the Funds established by Stronghold or other client accounts managed or advised by Stronghold will achieve their investment objectives or that investments will be profitable. Stronghold's investment strategies involve or may involve a substantial degree of risk, including risk of complete loss. Nothing in this Brochure is intended to imply, and no one is or will be authorized to represent, that the investment strategies of the Stronghold client accounts, including Funds established by Stronghold, are low risk or risk free. These investment strategies are appropriate only for sophisticated persons who fully understand and are capable of bearing the risks of investment. Prospective clients and investors should consider the following risks, among others, before making any investment decisions. The various risks outlined below are not the only risks associated with the investment strategies and processes of Stronghold and will not necessarily apply to each client or investor. Fund Investors are urged to consult with their own independent financial, legal and tax advisors before making any investment decisions. The following risks are qualified in their entirety by the risks set forth in the applicable Governing Documents.

General Risks

Availability of Investment Opportunities. Identification and exploitation of many or all of the trading strategies Stronghold deploys and may deploy on behalf of the Funds involve a high degree of uncertainty. There can be no assurances that the Investment Manager will be able to identify and/or successfully take advantage of suitable investment opportunities for the Funds' capital, which may potentially reduce the Funds' return due to excess capital or lead to (possibly material) losses due to changes in the Funds' risk parameters in order to deploy capital. The Investment Manager may rely on market participants to inform it of particular trading opportunities. The failure of market participants to provide such information, the Investment Manager's good faith reliance on such information by market participants and other factors may also reduce returns, or even cause (possibly material) losses of the Funds.

Competitive Marketplace. The Funds operate in a highly competitive market for investment opportunities. The Funds will compete with various other investors—including other public and private funds, commercial and investment banks and commercial finance companies. Many competitors are substantially larger and have considerably more financial and other resources. Other funds may have investment objectives similar to the Funds, which may create competition for investment opportunities. Certain competitors may have access to funding sources that are not available to the Funds as well as lower cost of funds and may have higher risk tolerances or different risk assessments, which could allow them to consider a broader variety of investments and establish more relationships. This competition could impair the Funds' business, financial condition, and results of operations. As a result of this competition, the Funds may not be able to take advantage of attractive investment opportunities.

Newly Formed Entity. Ventures 2018, CEH Investments, CEH Partners and STOMP II are newly organized entities that have no prior operating history or track record. Accordingly, these Funds do not have performance history for a prospective investor to consider.

Availability of Credit and Indebtedness. The Funds' assets, including any investments made by the Funds and any capital held by the Funds, may be available to satisfy all liabilities and other obligations of the Funds. If a Fund or a Portfolio Investment defaults on secured indebtedness, for example, the lender may foreclose, and the Fund could lose its entire investment in the security for such loan. If a Fund itself becomes subject to a liability, parties seeking to have the liability satisfied may have recourse to the Fund's assets and will not be limited to any particular asset, such as the investment giving rise to the liability. In addition, there can be no guarantee that (i) debt facilities will be available at commercially attractive rates throughout the term of the Fund or when due for refinancing, and accordingly the Fund or the applicable Portfolio Investment may be exposed to less favorable terms or rates upon a refinancing, or (ii) any facilities negotiated will be fully utilized. Borrowings may be secured by assignment of the obligations of the investors to make capital contributions to the Fund and a security interest in investments. This may limit the investors' ability to use their interests in the Fund as collateral for other indebtedness. The investors will not be personally liable for the Funds' obligations under any borrowing arrangements. However, the inability of the Funds to repay borrowings under a credit facility secured by the commitments of investors could enable a lender to take action against any investor to the extent of its unfunded commitment in the Funds.

Contingency Reserves. The Funds' General Partners, at any time in their sole discretion, may establish reserves for contingencies (including general reserves for unspecified contingencies) in accordance with the applicable partnership agreement. The establishment of such reserves will not insulate any portion of a Fund's assets from being at risk, and such assets may still be traded by the Fund. A pro rata portion of any reserve may be withheld from distributions to the Fund's partners.

Limited Diversification; Concentration. There can be no assurance that an investment in the Funds would improve the risk and return profile of any investor's portfolio or otherwise improve the performance of the investor's overall portfolio, and any investment in a Fund may in fact result in significant losses.

The Funds' overall portfolio of securities or instruments will not represent a broad diversification of investments among particular issuers, issues, companies, countries, industries, exchanges, counterparties, strategies, types of investments, or other shared characteristics. In general, a less diversified portfolio will tend to expose the investors to greater volatility and risk than would be the case with a more broadly diversified portfolio.

In addition, the Funds' portfolio will be concentrated in particular issuers, issues, companies, countries, industries, exchanges, counterparties, strategies, and types of investments in the energy and natural resource sectors, without any limitation other than applicable law or regulation (if any). Such concentration will magnify the effect that the realization of the risks associated with investments would have on the Funds' portfolios.

Accuracy of Public Information. The Investment Manager may select investments for the Funds based, in part, on information and data filed by issuers with various government regulators or made directly available to the Investment Manager by the issuers or through other sources. The Investment Manager evaluates all such information and data, seeking independent corroboration only when it considers it appropriate and when it is reasonably available. However, the Investment Manager cannot confirm the completeness, genuineness or accuracy of such information and data. Moreover, in some cases, complete and accurate information is unavailable. If information is inaccurate, investments may not perform as expected.

General Economic Conditions. General economic conditions may affect the Funds' activities. Interest rates and general levels of economic activity may affect the value and number of investments made by the Funds or considered for prospective investment.

Current Market Conditions and Governmental Actions. In recent years, world financial markets have experienced extraordinary market conditions, including, among other things, extreme losses and volatility in securities markets and the failure of credit markets to function. In reaction to these events, regulators in the U.S. and several other countries undertook unprecedented regulatory action. The U.S. government and securities regulators of many other jurisdictions continue to consider and implement measures to stabilize U.S. and global financial markets. However, despite these efforts, global financial markets remain extremely volatile. It is uncertain whether regulatory actions will be able to prevent further losses and volatility in securities markets or stimulate the credit markets. The Funds may be adversely affected by the foregoing events, or by similar or other events in the future. In the longer term, there may be significant new regulations that could limit the Funds' activities and investment opportunities or change the functioning of the capital markets, and there is the possibility of a severe worldwide economic downturn. Consequently, the Funds may not be capable of, or successful at, preserving the value of its assets, generating positive returns or effectively managing risks.

Political Uncertainty. As a result of the lingering effects of the global financial crisis and the limited global recovery, the rise of populist political parties and economic nationalist sentiments have led to increasing political uncertainty and unpredictability throughout the world. Among the attendant risks are greater regulatory uncertainty, for example, regarding the posture of governments with respect to taxation and international trade and law enforcement. Also, there is greater likelihood that individual market participants or specific categories of market participants may be singled out and subjected to various forms of coercion for reasons of political expediency. Finally, in this environment, there is a heightened likelihood of changes in law. Any of the foregoing may adversely affect the Funds.

Increased Regulation of Private Funds. Legal, tax and regulatory changes may occur during the existence of the Funds that may adversely affect the Funds. The legal, tax and regulatory environment for the entire financial industry and private funds is evolving, and regulatory changes may adversely affect the value of investments held by the Funds, the ability of the Funds to obtain leverage at a rate or on terms acceptable to the Funds, the cost of doing business, and the investment strategies of the Funds and their implementation. In addition, the securities and futures markets are subject to comprehensive statutes, regulations, and margin requirements. The SEC, the Commodity Futures Trading Commission, other regulators and self-regulatory organizations and exchanges are authorized to take extraordinary actions in the event of market emergencies and retain the right to suspend or limit trading in securities, swaps or futures, which may have an adverse impact on the Funds. The effect of any future regulatory change on the Funds may adversely affect the value of assets held by the Funds and the ability of the Funds to pursue its investment strategies and such effect may be substantial.

Regulatory Compliance. Investment activities of the Fund may result in reporting and compliance obligations under the applicable regulations of the United States and other jurisdictions. The costs of compliance will be borne by the Funds. Moreover, investments by the Funds are or may become subject to regulation by various governmental agencies. New and existing regulations, changing regulatory schemes, and the burdens of regulatory compliance all may have a material negative impact on the performance of the Funds' portfolio. The Investment Manager cannot predict whether new legislation or regulation will be enacted by legislative bodies or governmental agencies, nor can it predict what effect such legislation or regulation might have. There can be no assurance that new legislation or regulation, including changes to existing laws and regulations, will not have a material negative impact on the Funds' investment performance.

No Current Income. The Funds' investment policies should be considered speculative, as there can be no assurance that the Investment Manager's assessments of the short-term or long-term prospects of investments will generate a profit. In view of the fact that the Funds will likely not pay dividends, an investment in the Funds is not suitable for investors seeking current income for financial or tax planning purposes.

Restricted Assignability and Illiquidity of the Interests. Participation in the Funds will be an illiquid investment. The Interests have not been registered under the Securities Act or any other applicable securities laws. There is no public market for the interests in the Funds and none is expected to develop. In addition, the interests are not transferable except with the consent of the applicable General Partner, which consent may be withheld by the General Partner in its sole discretion and are subject to the terms and conditions of the applicable partnership agreement.

Use of Proceeds. The proceeds of the offering of interests in the Funds are used by the Funds to make investments and to pay for the expenses and liabilities of the Funds. Investors in the Funds will not have any opportunity to evaluate for themselves the relevant economic, financial and other information regarding the investments by the Funds. No assurance can be given that the Funds will be successful in obtaining suitable investments or that the objectives of the Funds will be achieved.

Side Letters. The Fund may enter into side letters with investors who have made substantial investments in the Fund and may amend or supplement such side letters or may enter into additional side letters with other investors who have made substantial investments in the Funds. Such side letters may provide for additional and/or different rights (including, without limitation, with respect to the calculation of the Management Fee and Carried Interest payable or allocable to the Investment Manager and the General Partner, with respect to transparency and with respect to notice of certain events or policy changes along with most favored nations clauses) than investors have pursuant to the applicable partnership agreement. As a result of such side letters, certain investors may receive additional benefits which other investors will not receive. The Funds will notify certain other investors of any such side letters or of any of the rights and/or terms or provisions thereof and offer such additional and/or different rights and/or terms to other investors in accordance with the applicable partnership agreement. The Funds may enter into such side letters with any party as the General Partner may determine in its sole and absolute discretion at any time. To the extent that compliance with any side letter would cause the Funds, the General Partner, the Investment Manager or any of their respective affiliates to violate their respective fiduciary duties or obligations or to violate any applicable laws, any non compliance with any such provision will not be deemed to be a breach of such side letter. The other investors will have no recourse against the Funds, the General Partners, the Investment Manager and/or any of their affiliates in the event that certain investors receive additional and/or different rights and/or terms as a result of such side letters.

Valuations. The Funds' assets are valued annually under the supervision of the General Partners. In some cases, investments may be valued based on quotations from a single dealer, which dealer may be a counterparty to the investment. Valuations of the Funds' portfolio may involve uncertainties and judgmental determinations. The process of valuing securities for which reliable market quotations are unavailable is based on inherent uncertainties and the resulting values may differ from those that would have been determined had a ready market existed for such securities and may also differ from the prices at which such securities are ultimately sold. Additionally, third-party pricing information regarding certain of the Funds' securities, derivatives and other assets may at times be unavailable. A disruption in the secondary markets for the Funds' investments may limit the ability of the General Partners to obtain accurate market quotations for purposes of valuing their investments and calculating the net asset value of the Funds' investments. Due to the overall size and concentrations in particular markets and maturities of positions that may be held by the Funds at any time, the liquidation values of the Funds' securities and other investments may differ considerably from the interim valuations derived from methods described herein or in the applicable partnership agreement. If the valuation of the Funds' securities in accordance with the Funds' valuation policies proves incorrect, the net asset value of the Funds' investments may be adversely affected. Valuations determined in accordance with the Investment Manager's valuation policy will be conclusive and binding absent bad faith or manifest error. Finally, since these values will be used to determine the net asset value of the interests of newly admitted investors or withdrawing or redeeming investors, any

undervaluation or overvaluation of these securities may adversely affect the interests of existing investors, newly admitted investors or withdrawing or redeeming investors.

Expenses May Be a High Percentage of Assets. There can be no assurances with respect to the size of the Funds. Operating expenses of the Funds may be a high percentage of the Funds' net asset value. Even if the Funds' strategy is successful, the Funds may still not be profitable.

Risks Associated with the Investments

Nature of Energy Industry Investments. Investments in the energy sector may be subject to a variety of risks, not all of which can be foreseen or quantified. Such risks may include but are not limited to: (i) the risk that the technology employed in an energy project will not be effective or efficient; (ii) uncertainty about the availability or efficacy of energy sales agreements or fuel supply agreements that may be entered into in connection with a project; (iii) risks of equipment failures, fuel interruptions, loss of sale and supply contracts or fuel contracts, decreases or escalations in power contract or fuel contract prices, bankruptcy of key customers or suppliers, tort liability in excess of insurance coverage, inability to obtain desirable amounts of insurance at economic rates, acts of God and other catastrophes; (iv) risks that regulations affecting the energy industry will change in a manner detrimental to the industry; (v) environmental liability risks related to energy properties and projects; (vi) uncertainty about the extent, quality and availability of oil and gas reserves; (vii) the risk of changes in values of companies in the energy sector whose operations are affected by changes in prices and supplies of energy fuels (prices and supplies of energy fuels can fluctuate significantly over a short period of time due to changes in international politics, energy conservation, the success of exploration projects, the tax and other regulatory policies of various governments and the economic growth of countries that are large consumers of energy, as well as other factors); and (viii) the risk that interest rates may increase, making it difficult or impossible to obtain project financing, or impairing the cash flow of leveraged projects. The occurrence of events related to the foregoing may have a material adverse effect on the Funds and their investments.

Certain of the Fund's investments may be subject to the risks inherent in acquiring or developing recoverable oil and natural gas reserves, including capital expenditures for the identification and acquisitions of projects, the drilling and completing of wells and the conduct of development and production operations. The presence of unanticipated pressures or irregularities in formations, miscalculations or accidents may cause such activity to be unsuccessful, which may result in losses. Furthermore, successful investment in oil and natural gas properties and other related facilities and properties requires an assessment of (i) recoverable reserves, (ii) operating and capital costs, (iii) future oil and natural gas prices, (iv) potential environmental and other liabilities and (v) other factors. Such assessments are necessarily inexact and their accuracy inherently uncertain.

Fluctuation in Oil and Gas Prices. The revenues and profitability of certain of the Portfolio Investment in which the Funds invest are likely to be significantly affected by the future prices of and the demand for oil and natural gas, which are inherently uncertain. Oil and gas investments may have significant short falls in projected cash flow if oil and gas prices decline from levels projected at the time the investment is made.

Various factors beyond the control of the Funds will affect prices of oil, natural gas and natural gas liquids, including the worldwide supply of oil and natural gas, political instability or armed conflicts in oil and natural gas producing regions, the price of foreign imports, the level of consumer demand, the price and availability of alternative fuels, the availability of pipeline capacity and changes in existing government regulation, taxation and price controls. Prices for oil and natural gas have fluctuated greatly during the past, and markets for oil, natural gas and natural gas liquids continue to be volatile.

Regulation of the Energy Industry. The energy industry is affected from time to time in varying degrees by political developments and a wide range of federal, state and local statutes, rules, orders and regulations. For example, oil and gas production, operations and economics are or have been affected by price controls,

taxes and other laws relating to the oil and gas industry, by changes in such laws and by changes in administrative regulations. In addition, various federal, state and local laws and regulations relating to the protection of the environment may affect the operations and costs of the companies engaged in the energy industry. These laws and regulations may (i) restrict the types, quantities and concentration of various substances that can be released into the environment, (ii) require reporting of the storage, use or release of certain chemicals and hazardous substances, (iii) require removal or cleanup of contamination under certain circumstances, which may require the expenditure of material amounts over a significant period of time, (iv) impose substantial civil liabilities or criminal penalties and (v) cause additional restrictions and delays that could materially and adversely affect the Portfolio Investments and the prospects of the Funds. Moreover, there has been a trend in recent years toward stricter standards in environmental, health and safety legislation and regulation, which could impact the success of the Funds' investments.

Oil and Gas Exploration and Development Risks. The Funds invest in businesses that engage in oil and gas exploration and development, a speculative business involving a high degree of risk. Oil and gas drilling may involve unprofitable efforts, not only from dry holes, but from wells that are productive but do not produce sufficient net revenues to return a profit after drilling, operating and other costs. Acquiring, developing and exploring for oil and natural gas involves many risks. These risks include encountering unexpected formations or pressures, premature declines of reservoirs, blow-outs, equipment failures and other accidents in completing wells and otherwise, cratering, sour gas releases, uncontrollable flows of oil, natural gas or well fluids, adverse weather conditions, pollution, fires, spills and other environmental risks. In addition, in making such investments, the Funds must rely on estimates of oil and gas reserves. The process of estimating oil and gas reserves is complex, requiring significant decisions and assumptions in the evaluation of available geological, geophysical, engineering and economic data for each reservoir. As a result, such estimates are inherently imprecise.

Properties Subject to Ground Leases. The Funds may acquire leasehold interests in respect of properties that are the subject of a ground lease, where third party owners hold the fee interest in those properties (each, a "***Fee Owner***"). In such cases, the Fund's interest in such a property will be subordinate to the Fee Owner's interest in that property, and the Fund's investment in the leasehold interest will be subject not only to the potentially competing interests of the Fee Owner, but also to interests held by third parties, such as mortgages or other liens (e.g., mechanic's liens) that encumber the Fee Owner's fee interest and which may be superior and potentially adverse to the interests of the Funds. A default by the Fee Owner under any of these competing interests and the enforcement or foreclosure of those interests by the holders thereof may also result in the termination or impairment of the Funds' leasehold interest. In addition, any bankruptcy or insolvency of the Fee Owner could potentially impair or terminate the Funds' leasehold interest. This risk is increased if the fee interest were itself subject to financing liens. In the event of the Fee Owner's bankruptcy, there can be no assurance that a tenant will not acquiesce in a rejection or disaffirmance of the lease by the Fee Owner or its trustee in bankruptcy, or that the Fee Owner's bankruptcy trustee will not seek to sell the property free and clear of the lease.

Risk of Avoidance or Fraudulent Conveyance. The sale and purchase of real property or trust beneficiary interests therein at fair market value can be cancelled or avoided by a trustee in bankruptcy, corporate reorganization, civil rehabilitation or similar procedure, or by the seller's creditors. Even if the purchase price was set at the fair market value of such real property, the transaction may be cancelled under certain circumstances, e.g., if the seller intended to conceal, donate or otherwise dispose of the sale proceeds in a manner that would harm the seller's creditors, and the purchaser knew such intention at the time of the transaction. Under certain circumstances, payments to the Funds may be reclaimed if any such payment or distribution is later determined to have been a fraudulent conveyance or a preferential payment.

Follow-On Investments. The Funds may be called upon to provide follow-up funding for its Portfolio Investments or have the opportunity to increase its investment in such Portfolio Investment. This may occur under circumstances in which a Portfolio Investment is performing poorly, in which case the follow-on

investment may be riskier than the initial investment in the Portfolio Investment, or when a Portfolio Investment is performing well and needs growth capital. There can be no assurance that the Funds will wish to make follow-on investments or that the Funds will have sufficient funds to do so. Any decision by the Funds not to make follow-on investments, or their inability to make them, may have a substantial negative impact on a Portfolio Investment in need of such an investment or may diminish the Funds' ability to influence the Portfolio Investment's future development. Moreover, to the extent that the Funds do not make such investment in a Portfolio Investment, such Portfolio Investment may seek capital from other investors who could rank senior to, and/or cause the dilution of, the Funds' investment in such Portfolio Investment.

Investment Expenses and Broken Deal Expenses. The Funds' investments will require extensive due diligence, legal, and other costs prior to their consummation and may be subject to broken deal expenses if they are not consummated. The Funds will pay any fees, costs, and expenses incurred in developing, investigating, negotiating, or structuring any investment opportunities they pursue, whether or not such investments are ultimately consummated, including investments pursued by the Investment Manager prior to initial closing, if applicable, that are intended to become Fund investments. Additionally, the Funds may enter into agreements that involve payments, such as reverse break-up fees, by the Funds if they do not consummate the transaction. These expenses can be significant and may be material to the Funds. The Funds may incur, either directly or pursuant to its obligation to reimburse the Investment Manager, for any such expenses advanced by it, significant expenses in connection with proposed investments that are not consummated without the opportunity for gain or recoupment of such expenses.

Investments Longer than Term. The Funds may invest in investments which may not be advantageously disposed of prior to the date that the Funds will be dissolved, either by expiration of the Funds' term or otherwise. Although the General Partners expect that investments will either be disposed of prior to dissolution or be suitable for in-kind distribution following dissolution, the Funds may have to sell, distribute or otherwise dispose of investments at a disadvantageous time as a result of dissolution.

Limited Liquidity. There are currently only limited secondary markets for the types of instruments in which the Funds may invest. Neither the issuers nor the underwriters of such investments are under any obligation to make a market in these instruments and, to the extent that such market making is commenced, it may be discontinued at any time. Therefore, there is no assurance that the Funds will have liquidity in respect of their investments.

Hedging Risks. The Funds may utilize a variety of financial instruments such as shorts, derivatives, options, swaps, caps and floors and forward contracts for risk management purposes. Hedging against a decline in the value of a portfolio position does not eliminate fluctuations in the values of portfolio positions or prevent losses if the values of such positions decline, but establishes other positions designed to gain from those same developments, thus moderating the decline in the portfolio positions' value. Such hedging transactions also limit the opportunity for gain if the value of the portfolio position should increase. Moreover, it may not be possible for the Funds to hedge against an exchange rate, interest rate or security price fluctuation that is so generally anticipated that the Funds are unable to enter into hedging transactions at a price sufficient to protect their assets from the decline in value of the portfolio positions anticipated as a result of such fluctuations.

The Funds are not required to attempt to hedge portfolio positions and, for various reasons, may determine not to do so. Moreover, the Funds are not obligated to hedge against fluctuations in the value of their portfolio positions as a result of changes in market interest rates or any other developments. Furthermore, the Funds may not anticipate a particular risk so as to hedge against it. While such hedging transactions may reduce certain risks, such transactions themselves may entail certain other risks, including counterparty default, convergence and other related risks. Thus, while the Funds may benefit from the use of these hedging mechanisms, unanticipated changes in interest rates, securities prices, commodities prices or currency exchange rates or other events related to hedging activities may result in a poorer overall

performance for the Funds than if the Funds had not entered into such hedging transactions. In addition, the degree of correlation between price movements of the instruments used in a hedging strategy and price movements in the portfolio position being hedged may vary. For a variety of reasons, the Funds may not seek to establish a perfect correlation between such hedging instruments and the portfolio holdings being hedged. Such imperfect correlation may prevent the Funds from achieving the intended hedge or expose the Funds to risk of loss. The successful utilization of hedging and risk management transactions requires skills complementary to those needed in the selection of the Funds' portfolio holdings. Moreover, it should be noted that a portfolio will be exposed to certain risks that cannot be hedged.

Other Risks. In addition to these and other risks related to investing in Funds or Portfolio Investments, there are other risks related to the regulatory environment in which Stronghold operates. These risk factors and potential conflicts of interest are discussed in detail applicable Governing Documents, which should be read carefully before investing through Stronghold.

Cybersecurity Risks. Stronghold, its advisory clients and Stronghold's affiliates and service providers depend on information technology systems and, notwithstanding the diligence that Stronghold or an affiliate may perform on its or a client's service providers, it may not be in a position to verify the risks or reliability of such information technology systems. Stronghold, its clients and their respective affiliates and service providers are subject to risks associated with a breach in cybersecurity. "Cybersecurity" is a generic term used to describe the technology, processes and practices designed to protect networks, systems, computers, programs and data from both intentional cyber-attacks and hacking by other computer users as well as unintentional damage or interruption that, in either case, can result in damage and disruption to hardware and software systems, loss or corruption of data, and/or misappropriation of confidential information. Stronghold, its clients and their information and technology systems are vulnerable to damage or interruption from computer viruses, network failures, computer and telecommunication failures, infiltration by unauthorized persons and security breaches, usage errors by their respective professionals, power outages and catastrophic events such as fires, tornadoes, floods, hurricanes and earthquakes. Although Stronghold will attempt to implement various measures to manage risks relating to these types of events, if these systems are compromised, become inoperable for extended periods of time or cease to function properly, Stronghold or an affiliate may have to make a significant investment to fix or replace them. The failure of these systems and/or of disaster recovery plans for any reason could cause significant interruptions in Stronghold's, a client's or any of their respective affiliates' operations and result in a failure to maintain the security, confidentiality or privacy of sensitive data, including personal information relating to investors (and the beneficial owners of investors). Such a failure could harm Stronghold and its affiliates' reputation, subject any such entity and their respective affiliates to legal claims and otherwise affect its business and financial performance. Such damage or interruptions to information technology systems may cause losses to Stronghold clients or investors by interfering with the operations of Stronghold and its affiliates (or their service providers). Stronghold's clients and investors may also incur substantial costs as the result of a cybersecurity breach, including those associated with forensic analysis of the origin and scope of the breach, increased and upgraded cybersecurity, identity theft, unauthorized use of proprietary information, litigation, adverse investor reaction, the dissemination of confidential and proprietary information and reputational damage. Any such breach could expose the Stronghold, Stronghold's clients and Stronghold's affiliates to civil, legal or regulatory liability as well as regulatory inquiry and/or action, and Stronghold clients may be required to indemnify Stronghold and its affiliates against any losses incurred in connection therewith. Cybersecurity issues and risks are currently a major focus area of the SEC and other regulatory authorities.

THE FOREGOING RISK FACTORS DO NOT PURPORT TO BE A COMPLETE DESCRIPTION OF ALL OF THE RISKS ASSOCIATED WITH STRONGHOLD'S INVESTMENT STRATEGIES. INVESTORS ARE ENCOURAGED TO CAREFULLY REVIEW THIS BROCHURE AND THE APPLICABLE GOVERNING DOCUMENTS IN THEIR ENTIRETY BEFORE MAKING ANY INVESTMENT DECISIONS.

ITEM 9: DISCIPLINARY INFORMATION

Stronghold has no information to disclose in response to this Item.

ITEM 10: OTHER FINANCIAL INDUSTRY ACTIVITIES AND AFFILIATIONS

Stronghold Affiliated Entities

Stronghold is affiliated with the General Partners, the Investment Managers, SRP Management Services, LLC and SRP IM Holdings, LLC. Stronghold or its affiliates may establish one or more funds or investment vehicles, including parallel funds or feeder funds, or one or more alternative investment vehicles for clients or for the purpose of structuring particular investments. Any such investment vehicles, as well as the General Partner or managing member to or of such entity, may be an affiliate of Stronghold.

Personal and Family Investment Activities

Certain Principals and affiliates of Stronghold hold and may hold direct and/or indirect personal or family investments in various entities, companies, investments and assets/properties, including Funds established by Stronghold or other clients managed or sponsored by Stronghold and other entities, and may serve or may serve on boards of directors, investment committees and advisory boards for such companies or entities. Employees are subject to Stronghold's Code of Ethics and Insider Trading Policy, which govern, among other things, personal trading activities, business activities outside Stronghold, handling of material non-public information obtained either through Stronghold or activities outside Stronghold and the conflicts of interests related to the aforementioned activities. See Item 11. In addition, the LPAB of each Fund, if applicable according to the Governing Documents, serves to, among other things, approve or disapprove any actual and material conflict of interest involving these Funds, their General Partner or affiliates. Please refer to Item 12 under *Principal & Related Party Transactions* for a summary of LPAB functions.

Other Activities

Principals or employees of Stronghold serve or may serve on boards of directors, investment committees and advisory boards for certain other companies or businesses, to the extent permitted and approved under Stronghold's Code of Ethics. Supervised persons must obtain prior approval from the Chief Compliance Officer with respect to outside activities. Subject to the *Key Person Event* provisions of SRPO-II's Governing Documents, supervised persons are expected to devote their full professional time and efforts to the business of Stronghold and its affiliates and use reasonable efforts to avoid activities that could present actual or perceived conflicts of interest.

Other Registrations

Neither Stronghold nor any of its affiliates or related persons is registered, or has an application pending to register as a securities broker-dealer, a registered representative of a broker-dealer, a futures commission merchant, commodity pool operator or commodity trading advisor.

ITEM 11: CODE OF ETHICS, PARTICIPATION OR INTEREST IN CLIENT TRANSACTIONS AND PERSONAL TRADING

Stronghold may advise multiple clients that have different investment objectives, guidelines and strategies, as set forth in the applicable Governing Documents of each such Client. In performing its advisory services, Stronghold may give advice and take action with respect to any of its clients that may differ from actions taken by Stronghold on behalf of other clients. Stronghold and its affiliates, along with their respective personnel, may invest or otherwise have an interest, either directly or indirectly, in Stronghold-managed

Funds (or investments made by such Funds). One client may invest in the same Portfolio Investments as another client consistent with the terms of the applicable Governing Documents and, if applicable, approval by the applicable advisory committee of the applicable client once established. Stronghold has implemented policies and procedures relating to personal securities transactions and insider trading, which are designed to identify potential conflicts of interest, to prevent or mitigate actual conflicts of interest and to resolve conflicts appropriately, if they do occur.

Code of Ethics

Stronghold has adopted a Code of Ethics, which sets forth standards of business conduct and various other policies and procedures applicable to all of Stronghold's supervised persons. As such, Stronghold's Code of Ethics includes, among other things: (i) standards of business conduct, requiring that supervised persons comply with relevant provisions of the federal securities laws and the fiduciary duties an investment adviser owes to its clients, and policies designed to identify and address conflicts of interest; (ii) personal securities transaction policies governing the personal investment activities of relevant personnel and requiring the submission by access persons of reports regarding their personal trading accounts and activities; and (iii) an insider trading policy and policies and procedures designed to prevent misuse of material non-public information. Clients and investors may obtain a copy of Stronghold's Code of Ethics by contacting us at 972-850-7474.

Personnel who fail to observe the Code of Ethics and related compliance policies risk serious sanctions, including dismissal and personal liability.

Personal Securities Transactions Policy

Stronghold's Code of Ethics includes a personal securities transactions policy, which imposes certain requirements and restrictions with respect to personal trading and investment activity by Access Persons. In particular, Access Persons are required to obtain the approval of the Chief Compliance Officer before buying or selling any publicly-traded security that is currently owned by or is being considered for purchase or sale by any client. Access Persons also must obtain approval prior to investing in initial public offerings or any private placements. Stronghold maintains and periodically updates a restricted list, to reflect actual or potential investment activities of advisory clients or potential receipt or possession of actual or potential material non-public information. Access Persons are prohibited from investing in securities listed on Stronghold's restricted list without prior approval by the Chief Compliance Officer. In appropriate circumstances and to the extent permitted by applicable law, the Chief Compliance Officer may grant waivers to Code of Ethics restrictions.

Related Party Co-Investments

Please refer to Item 12 under *Investment & Co-Investment Allocation* for a description of Stronghold's co-investment practices including those involving parties affiliated with or related to Stronghold.

Insider Trading Policy

Stronghold and its related persons may, from time to time, come into possession of material nonpublic and other confidential information, which, if disclosed, might affect a reasonable investor's decision to buy, sell or hold a security. Under applicable law, Stronghold may be prohibited from improperly disclosing or using such information for its personal benefit or for the benefit of any other person, regardless of whether that other person is a client. Accordingly, should Stronghold or any of its supervised persons come into possession of material nonpublic or other confidential information with respect to any company, it may be prohibited or restricted from communicating that information to any other person or using that information

for the benefit of its clients. Accordingly, Stronghold's Code of Ethics contains procedures to prevent the misuse of material nonpublic information by Stronghold and Stronghold's supervised persons.

Reporting Requirements Under the Code of Ethics

To assist Stronghold in monitoring personal trading activities in order to detect potential conflicts of interest or violations of the Code of Ethics, fiduciary duty or applicable law, Access Persons must provide periodic reports with respect to personal securities transactions, holdings and accounts, including annual reports of holdings in reportable securities and quarterly reports of their personal transactions in reportable securities. These reports are submitted to and reviewed by the Chief Compliance Officer or his designee.

Gifts and Entertainment

Subject to certain restrictions, Stronghold's supervised persons may on occasion accept or provide gifts or invitations to entertainment. Stronghold's gifts and entertainment policy implements internal controls to monitor such activity, which include reporting or seeking pre-approval before giving or accepting gifts and entertainment of significant value and prohibiting or limiting the provision or receipt of cash gifts, as well as gifts or entertainment to government employees, foreign officials and certain other categories of recipients.

Political Contributions

Stronghold has adopted a Political Contribution policy that is intended to ensure that neither Stronghold nor its employees engage in prohibited pay-to-play activities. Stronghold's supervised persons are prohibited from making political contributions for the purpose of inappropriately influencing any investment or business decision. In addition, Stronghold supervised persons are required to report or seek pre-approval before making any political contribution or soliciting contributions from others.

ITEM 12: BROKERAGE PRACTICES

Investment & Co-Investment Allocations

As noted in Item 6, Stronghold seeks to ensure that there are clear boundaries between the investment criteria of Client portfolios that it manages. Stronghold may, from time to time, make the same investment on behalf of more than one client when such investment is suitable to those clients. Suitability will be determined by the investment guidelines, objectives and restrictions of each mandate as defined by Stronghold's allocation policy, the partnership agreement, advisory agreement or other Governing Document.

The General Partner may, from time to time, depending on the type of investment opportunity, in its discretion, offer co-investment opportunities with respect to the Fund's investments to (i) co-investment vehicles formed to invest in one or more investments of the Fund, (ii) other Stronghold Clients, (iii) any of the investors, (iv) affiliates of the General Partner or the Fund's management company (and/or their respective family members) and/or (v) any other person, including any person who the General Partner believes will be of benefit to the Fund or one or more investments of the Fund) or who may provide a strategic, sourcing or similar benefit to the Fund's management company, the Fund, any investment of the Fund or one or more of their respective affiliates due to industry expertise or otherwise (and may also organize one or more entities to invest in the Fund or to co-invest alongside the Fund to facilitate personal investments by such persons or entities). The Fund's management company may, but will be under no obligation to, provide co-investment opportunities to investors. Any such co-investment opportunity may be provided on such terms and conditions as the General Partner and the investors participating therein

agree. Such Co-Investors may or may not pay Carried Interest or Management Fees to the Fund's General Partner and/or the management company and, unless any Co-Investors otherwise agree, the Fund may bear the entire amount of any break-up fee or broken deal expense or other fees, costs, and expenses related to an investment that is not consummated.

Principal & Related Party Transactions

In order to facilitate the acquisition of a Portfolio Investment, a Fund may make (or commit to make) an investment in such company with a view to selling a portion of such investment to Co-Investors prior to or within a brief period after the closing of such acquisition. If any such sale after the closing of an acquisition is made to Co-Investors or a co-investment vehicle controlled by the Fund's General Partner or any of its affiliates, such sale shall occur at such price and on such other terms and conditions as the General Partner determines to be equitable. Any such co-investments made through vehicles controlled by the General Partner or any of its Affiliates shall be made and disposed of (or a proportionate share thereof) at the same time and on substantially the same economic terms as the applicable investment by the Fund.

Pursuant to the respective Fund's Governing Documents, the LPAB generally shall be responsible for 1) approving or disapproving any material conflicts of interest involving the Fund(s), any parallel partnership, Stronghold and/or an affiliate; 2) approving or disapproving related party transactions and/or other transactions to the extent required by applicable law or deemed advisable by the Investment Manager; 3) approving or disapproving certain borrowing arrangements as set forth in relevant Governing Documents; and/or 4) providing general advice to the Investment Manager or General Partner with regard to other matters presented to it by the Investment Manager or General Partner or as otherwise specified in the Fund's Governing Documents. To the extent that such approval or disapproval of the LPAB is not deemed sufficient by the General Partner or the LPAB in its good faith judgment, as required by applicable law, the General Partner may, in its discretion, elect to select one or more persons, who shall not be affiliated with the Fund's management company or the General Partner, to serve on a committee, the purpose of which shall be to consider, and on behalf of the investors and the Fund, approve or disapprove, to the extent required by applicable law, such related party transactions, other transactions and matters and any approval or other client consent that may be required under the Advisers Act. In any event, Stronghold will comply with Section 206(3) of the Advisers Act. The General Partner shall have the authority to agree to reimburse members of the committee for their out-of-pocket expenses and to indemnify them to the maximum extent permitted by law.

Other than the functions described above, the LPAB serves to, among other things, 1. (a) approve or disapprove any actual and material conflict of interest involving the Fund, any parallel partnership and/or the General Partner or (b) the General Partner or its affiliate, on the one hand, and the Fund or an issuer, on the other hand (which, in the case of either (a) or (b), the General Partner shall be required to present such actual and material conflict of interest to the LPAB); 2. at the request of the General Partner: (i) approve or disapprove any transaction or matter involving a potential conflict of interest between the General Partner and its affiliates, on the one hand, and the Fund; and/or 3. provide general advice to the Fund's management company or the General Partner with regard to any other matters presented to it by the management company or the General Partner. Please refer to the Fund's Governing Documents for a full description of the functions of the LPAB.

Brokerage Transactions

Because the nature of Stronghold's business is to make private equity investments for Clients, Stronghold does not expect to use broker dealers for purchases of securities. Stronghold will generally have the authority to determine what securities the Funds should buy or sell and what brokers or dealers the Funds should use. The vast majority, if not all, of the investments made by the Funds will be in non-registered securities offered in private placements without the services of a broker-dealer. Consequently, while

Stronghold will have the authority to select brokers or dealers, such authority is seldom expected to be exercised. However, on occasion, the client account may receive public security positions through a distribution in kind or as part of a distribution or liquidation of a Portfolio Investment. Accordingly, Stronghold may occasionally use brokers to transact on behalf of its client accounts.

In situations where Stronghold chooses the broker-dealer to liquidate or otherwise sell these positions, consistent with its duty to seek best execution, Stronghold will select brokers and dealers based upon their reputation, quality of service, and ability to liquidate the particular security. When selecting a broker or dealer, Stronghold may also take into account factors such as execution capabilities, commission rates, fees, responsiveness and financial responsibility. In applying these factors, Stronghold recognizes that different brokers may have different execution capabilities with respect to different types of securities and transactions, and that no one broker will likely be judged the best at every relevant factor as a general matter or with respect to any particular transaction. Stronghold will periodically review executing brokers from both a qualitative and quantitative perspective to assess the quality of executions and value of services provided.

Soft Dollars

As a matter of general policy, Stronghold does not participate in soft dollar arrangements. Stronghold does not receive research or other products or services from broker dealers or third parties in connection with client securities transactions. Should Stronghold for any reason choose to enter into one or more soft dollar arrangements, it would continue to place primary consideration on the broker's ability to provide best execution. Further, any soft dollar arrangements would endeavor to meet all the conditions of Section 28(e) of the Exchange Act.

Brokerage for Client Referrals

Stronghold does not currently have any referral arrangements or use brokerage relationships for client referrals.

ITEM 13: REVIEW OF ACCOUNTS

Reviews

Monitoring of active Portfolio Investments is a critical component of the Investment Committee's weekly meetings. Given the high degree of control exercised by Stronghold over certain Portfolio Investments we believe Stronghold is highly knowledgeable about Portfolio Investment activity. Investment Committee approval includes a specified amount of capital committed to each Portfolio Investment. No Portfolio Investment can spend capital without technical and commercial alignment, which includes Stronghold Investment Committee review of each individual transaction; accordingly, we believe the risk associated with portfolio monitoring and investment execution is mitigated. Stronghold believes this approach is superior to that of other investment managers that outsource these back-office functions to each Portfolio Investment. In addition, Stronghold hosts calls with portfolio partners' management, development, or origination team to review progress and surface issues.

Reports to Clients and Investors

Stronghold has engaged MUFG Capital Analytics LLC to provide third-party administration services to SRPO-II and SRPO-II Partners. The administration for all other Funds is maintained in-house.

Stronghold provides all investors with access to the Stronghold's online investor portal. Within the investment portal, clients are able to access:

- Fund documentation
- Capital account statements
- Quarterly financials
- Annual financials
- Schedules K-1
- Quarterly investor letters
- Relevant transaction updates
- Other relevant updates

Email notifications are sent to alert clients of new information that is available in the online investor portal.

Subject to the applicable Governing Documents, Fund investors will receive within 120 days after the end of each fiscal year, or as soon as reasonably practicable thereafter, a report from an independent certified public accountant setting forth as at the end of such fiscal year: (i) a balance sheet of the Fund; (ii) a statement of the net income or net loss of the Fund for such year; (iii) a statement of changes in financial position or a cash flow statement of the Fund; and (iv) a supplemental statement of such investor's capital account. In addition, the Funds may hold annual meetings to provide investors with the opportunity to review and discuss investment and Portfolio Investment activities. They may review other information as presented by Stronghold consistent with the duties established in the applicable Governing Documents.

Stronghold may provide different and/or additional reporting or reporting on different timelines to investors pursuant to provisions in advisory contracts or side letter agreements (including increased transparency and other information rights). Representatives of Stronghold are available for discussions with investors on a periodic or agreed upon basis. Client books and records will be available for inspection by investors at reasonable times during business hours (subject to any limitations set forth in the applicable Governing Documents).

ITEM 14: CLIENT REFERRALS AND OTHER COMPENSATION

Other than the fees and expense reimbursements as described in Item 5 above, neither Stronghold nor any affiliate receives any economic benefit from a non-client for providing investment advice or other advisory services to its clients.

Stronghold has or may have relationships with its principals, supervised persons or affiliates who may refer investors to a Fund. These individuals will have or may receive an economic interest in Stronghold that may be impacted by the fees received from new clients introduced.

Stronghold may enter into agreements or arrangements with placement agents, solicitors or other third parties who refer clients or investors to Stronghold or to Funds managed by Stronghold. In consideration of these referral services, such persons receive or may receive compensation from Stronghold (or its affiliates) which may consist of, among other things, a percentage of the Management Fee and/or Carried Interest distribution otherwise payable or distributable to Stronghold or its affiliates; a percentage of an investor's commitment and/or a flat fee; or equity ownership in Stronghold. In each applicable Fund, placement fees offset Management Fees and therefore Clients and investors will not be charged any higher or additional fees as a result of any placement agent or solicitation arrangements. In every instance, all arrangements and payments of referral or placement agent fees will be disclosed to applicable investors.

ITEM 15: CUSTODY

To the extent Stronghold or an affiliate serves as the General Partner or managing member of any Fund, it would be deemed to have custody of such client's funds and securities for purposes of Rule 206(4)-2 under the Advisers Act. In order to comply with Rule 206(4)-2, Stronghold utilizes the services of qualified custodians (as defined under Rule 206(4)-2) to hold client cash and securities, to the extent required by the Rule. Stronghold also ensures that each qualified custodian maintains these assets in an account that

contains only client assets, under the client's name. Cash is maintained at a bank. Securities are maintained by a broker, bank or other qualified custodian, except with respect to "privately offered securities" as defined in Rule 206(4)-2, which generally are not required or able to be held at a qualified custodian.

In accordance with Rule 206(4)-2, for each such Fund it will (i) engage an independent auditor registered with and subject to inspection by the Public Company Accounting Oversight Board to audit each of its clients as of the end of each fiscal year and (ii) distribute the results of the audit in audited financial statements (prepared in accordance with generally accepted accounting principles) to all investors within 120 days after the end of the fiscal year, but there can be no assurance that Stronghold will be successful in this regard. Qualified custodians generally are not expected to provide account statements directly to investors.

ITEM 16: INVESTMENT DISCRETION

For its discretionary client accounts, including Funds that have and may in the future be established by Stronghold, discretionary authority will be granted to Stronghold by an investment management agreement, limited partnership agreement or other applicable Governing Documents. The investment objectives and restrictions applicable to Funds will be set forth in the applicable Governing Documents. Investors in Funds established by Stronghold generally do not have authority to impose any restrictions upon Stronghold's discretionary authority. However, Stronghold may, under certain circumstances, enter into a side letter or similar agreement with an investor in a Fund that limits such investor's participation in certain types of investments in order to address specific legal, regulatory, tax or policy restrictions of the investor. Each investor in Fund will generally grant the General Partner of such Fund a limited power of attorney to enable the General Partner to execute the applicable partnership agreement and perform certain other activities in connection therewith on its behalf.

Investment Allocations

Please refer to Item 12 under *Investment & Co-Investment Allocation* for a description of Stronghold's investment allocation practices.

ITEM 17: VOTING CLIENT SECURITIES

Clients and Fund investors generally cannot direct how proxies for securities held in such Funds or client accounts are voted, and therefore Stronghold generally is responsible for voting any proxies with respect to such securities. Stronghold will not typically invest in or hold publicly-traded securities and, therefore, rarely expects to vote proxies. However, clients of Stronghold may on occasion hold public securities, which may be subject to proxy votes. Stronghold does not vote or review proxies on securities held by any underlying Portfolio Investments. Stronghold will generally not have the authority to vote proxies for non-discretionary client accounts.

Stronghold has adopted Proxy Voting Policies and Procedures (the "**PVPs**") designed to ensure that, in the event that Stronghold is in a position to vote proxies and deems it in the clients' best interest to do so, Stronghold will vote such proxies based on what it considers to be in the best financial interest of each applicable client, as determined in its discretion.

Stronghold will attempt to identify actual or potential conflicts of interest that could compromise the independence of voting decisions when voting a proxy on behalf of a client. Where a material conflict of interest is identified, Stronghold will attempt to resolve the conflict before voting a proxy. Stronghold may determine not to vote proxies in respect of securities of an issuer if it determines that it would be in the applicable client's overall best interest not to vote. Investors may not direct or otherwise influence votes with respect to any particular proxy solicitation.

Stronghold has employees or supervised persons who may serve on Portfolio Investment boards. Therefore, in the event a related person of the Company is nominated as a director as part of a proxy vote, the Company may vote for the approval of such director without seeking input from the Fund's LPAB or taking other special measures to address a conflict of interest.

Investors may receive a copy of the PVPs, as well as information on how proxies were voted on behalf of a client, if applicable, upon request.

ITEM 18: FINANCIAL INFORMATION

Stronghold is not aware of any financial condition reasonably likely to impair its ability to meet contractual commitments to clients. Neither Stronghold nor its principals have been the subject of a bankruptcy petition.