

FORM ADV, PART 2A

FIRM BROCHURE

BERKSHIRE REALTY VENTURES, L.L.C.

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March 29, 2019

This Brochure provides information about the qualifications and business practices of Berkshire Realty Ventures, L.L.C. If you have any questions about the contents of this Brochure, please contact us at 617-646-2300 or at compliance@berkshireresi.com. The information in this Brochure has not been approved or verified by the United States Securities and Exchange Commission (the “SEC”) or by any state securities authority.

Additional information about Berkshire Realty Ventures, L.L.C. is available on the SEC’s website at www.adviserinfo.sec.gov.

Berkshire Realty Ventures, L.L.C. is registered with the SEC as an investment adviser. Being a “registered investment adviser” or describing ourselves as being “registered” does not imply a certain level or skill or training.

Item 2. Material Changes

This Item of the Brochure discusses only specific material changes that are made to the Brochure since the last annual update and provides clients with a summary of such changes. The last annual updating amendment was March 30, 2018.

Material Changes

Item 4: Updated the members of Berkshire's Executive Team, updated regulatory assets under management, listed Berkshire Residential Investments as a trade name under which Berkshire Group L.L.C. does business and described a new sub-advisory relationship the Company established with a third-party firm (members of which are former employees of the Company) to provide investment advisory services to the Fund.

Item 10: Removed references to SDDCO Brokerage Advisers LLC following the termination of the relationship with that firm and updated information to describe sub-advisory services provided to the Fund.

Investor Referrals:

Please contact us at (617) 646-2300 or compliance@berkshireresi.com to obtain a free copy of our Brochure.

Additional information about Berkshire Realty Ventures, L.L.C. is also available via the SEC's website www.adviserinfo.sec.gov.

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Item 4. Advisory Business

Berkshire Realty Ventures, L.L.C. (the “Adviser”) is a Delaware limited liability company established in 2010. BRV Holdings, L.L.C., a Delaware limited liability company (“BRV”), is the sole owner of all of the membership interests in the Adviser. The Adviser is a wholly owned subsidiary of Berkshire Group L.L.C., (“Berkshire Residential Investments” or “Berkshire”), a Delaware limited liability company (f/k/a Berkshire Property Advisors, L.P.). Berkshire is the sole owner of the member interests in BRV Holdings, L.L.C.

Berkshire was founded in 1966 and is a real estate investment management company known for its vertically-integrated platform, experienced leadership, and an opportunistic approach to finding value on behalf of institutional investment clients. Over its more than 50-year history, Berkshire has been an active owner of U.S. residential rental housing. Berkshire is led by the Berkshire Executive Team of nine experienced senior executives with an average tenure of 11 years with the company and an average of 28 years of overall real estate experience.¹ The Executive Team is comprised of the Chief Executive Officer, the General Counsel, the Head of Business Development, the Chief Investment Officer, the Head of Property Management, the co-Heads of Portfolio Management, the Head of Research and the Chief Financial Officer.

The Adviser’s advisory business primarily provides services to a pooled investment vehicle, specializing in various joint ventures of high potential, growing real estate operating companies outside of the multifamily sector that include those in the business of owning hotels, office, industrial, mixed-use and senior living facilities. Presently, the Adviser provides advisory services to one privately offered pooled investment vehicles (the “Fund”).

The primary focus of the Adviser’s advisory business is managing the Fund’s portfolio of operating real estate companies and real-estate related investments, generally outside of the multifamily sector, through acquisitions, finance, portfolio management and dispositions in accordance with the strategies set forth in the Fund’s applicable offering documents and/or governing documents and agreements (the “Governing Documents”). For a more extensive description of the Fund and the investment strategies the Adviser uses in formulating investment advice and managing Fund assets, please see Items 7 and 8 of this Brochure.

The Fund does not impose restrictions on the Adviser in relation to investing in certain securities or types of securities, except as may be set forth in the Governing Documents. If provided in the Fund’s Governing Documents, the application of certain of such restrictions may be waived, generally only with the approval of the “Advisory Committee” of the Fund,

¹ Average tenure and average experience are as of December 2018.

if applicable. The Fund's Advisory Committee is generally composed of representatives of a number of the underlying investors (each, an "Underlying Investor") of the Fund.

In connection with the Adviser's management of the Fund, the Adviser has entered into a sub-advisory agreement with Broadview Real Estate Partners, LLC (the "Sub-Adviser"), a registered investment adviser with the SEC, to provide investment advisory services to the Fund in exchange for compensation. The Fund provided written consent to such appointment and the Adviser's delegation of its duties described in the Investment Management Agreement between the Fund and the Adviser. Details of the sub-advisory relationship can be found in the Sub-Advisory Agreement.

The Adviser manages substantially all of its Fund assets on a discretionary basis. As of December 31, 2018, the Adviser had approximately \$163,700,000 in regulatory assets under management.

Item 5. Fees and Compensation

The fee and compensation arrangements between the Adviser and the Fund is set forth in the Fund's Governing Documents, and generally is not negotiated, provided, however, that if permitted in the Fund's Governing Documents, the fees applicable to an Underlying Investor in the Fund may be reduced at the Adviser's discretion.

Funds

The Fund pays the Adviser an annual investment management fee, paid quarterly in advance, based upon a percentage of committed and/or invested capital, or as a flat fee based on a percentage of the value of the Fund's investments at the Fund's inception (in each case, as specified in the Fund's Governing Documents). The applicable percentage is 1.5%, as provided in the Governing Documents. Such fees will be paid out of the Fund's distributable proceeds, operating cash flows, borrowings, or capital contributions from the its Underlying Investors. As provided in the Fund's Governing Documents, the General Partner of the Fund may reserve the right to waive all or a portion of any future installment of an investment management fee, and the waived portion of an investment management fee installment shall reduce the amount of capital contributions that such General Partner would otherwise be required to contribute to the Fund after the date such waived amount would otherwise be due.

In addition, as provided in the Fund's Governing Documents, the Adviser's management fee may be reduced by any organizational and offering expenses paid by the Fund in excess

of any applicable cap set forth in its Governing Documents.

Currently, BRV Partners Fund I, a Delaware limited partnership (“BRVPFI”) is organized as a limited partnership for which an affiliate of the Adviser serves as the general partner (each, a “General Partner”). The General Partner of BRVPFI will be entitled to receive performance-based compensation (see Item 6 of this brochure) from the Fund.

Valuation

Fund real estate assets are primarily “fair valued.” The Adviser’s valuation process includes the use of internal valuation models. Valuation methodologies include, among others, consulting with third party valuation experts, real estate appraisals using the direct capitalization method, discounted cash flow method, income method and/or the sales comparison method.

Other Fees

In addition to the compensation described above, the Fund may pay the Adviser or its affiliates certain other fees for services rendered in addition to advisory services, in each case as set forth the Fund’s Governing Documents (and subject to applicable caps, if any, included in the Fund’s Governing Documents).

The Adviser deducts investment management fees and other fees directly from the assets of the Fund directly, and the Underlying Investors are indirectly charged for such amounts by corresponding reductions of their capital accounts balances in the Fund, as applicable.

The Adviser and its supervised persons do not accept any compensation for the sale of securities or other investment products, including any interests or shares in the Fund.

Expenses

The Fund will bear directly and/or will reimburse the Adviser for the Fund’s various operating and other expenses. Such expenses as specified in the Fund’s Governing Documents may include, but are not limited to:

- Legal and other organizational and offering expenses incurred in connection with the Fund’s formation (and the formation of any entities affiliated with the Fund), subject to any related terms described in such Fund’s Governing Documents, including any applicable cap on such expenses.
- All costs and expenses incurred in maintaining the operations of the Fund and its

investments, as further described in the Fund's Governing Documents. Such costs and expenses applicable to the Fund may include, but are not limited to, (a) legal, auditing, consulting, third party administration and accounting fees and expenses (including costs of reports to the Fund's Underlying Investors, financial statements, tax returns and K-1s), and fees of any service providers; (b) expenses of any meetings of the Fund's Advisory Committee, if applicable, and of its Underlying Investors; (c) all expenses (including travel expenses), whether the transaction is consummated or not, associated with the consideration, acquisition, holding and disposition of the Fund's proposed or actual investments, including, without limitation, any and all costs associated with alternative investment vehicles and any holding vehicles, insurance, indemnification and other unreimbursed expenses; (d) all extraordinary expenses (such as litigation); (e) interest on and fees and expenses arising out of all permitted borrowings made by the Fund; (f) all third party expenses relating to unconsummated transactions; (g) all expenses of liquidating the Fund; and (h) any taxes, fees or other governmental charges levied against the Fund and all expenses incurred in connection with any tax audit, investigation, settlement or review of the Fund.

- Brokerage and any other applicable transaction costs, and custodial fees, if any, applicable to the Fund's investments. Please see Item 12 for a description of the Adviser's brokerage practices.
- Third-party expenses attributable to the Fund's investments, including fees, costs, and expenses (including travel expenses) incurred in the purchase, financing, management and disposition of such investments, as well as any such fees, costs and expenses attributable to the Fund's investments that are not consummated.

Payment or reimbursement to the Adviser and/or its affiliates for (a) tax related services and services related to compliance with respect to rules applicable to real estate investment trusts, and (b) legal services; *provided*, that such reimbursements shall be limited, for the Fund, to services performed for the benefit of the Fund and not the general operation of the Adviser's (or its relevant affiliates') business and would have been performed by third parties if the Adviser or its affiliates did not have the capability to perform such services. Such reimbursements may also be limited by any cap provided for in the Fund's applicable Governing Documents. Certain miscellaneous revenues of the Fund, including certain acquisition, financing, and break-up fees (in each case to the extent specifically described in the Fund's Governing Documents), may be applied to offset, pay or reserve for the payment of Fund expenses (including any investment management fee) or to repay any credit facility drawdowns used to pay the same.

Item 6. Performance-Based Fees and Side-By-Side Management

As described in Item 5 above, the Adviser has compensation arrangements with the Fund, which may include performance-based compensation (also known as “carried interest” distribution arrangements with certain Funds). Detailed information about the Fund’s performance-based distribution arrangements are described in the Fund’s Governing Documents.

It is possible that performance-based compensation can create incentives for the Adviser to recommend investments which may be riskier or more speculative than those which would be recommended under a different fee arrangement. They can also create an incentive for the Adviser to favor higher fee generating investments over lower fee generating investments.

Item 7. Types of Clients

As referenced in Item 4, the Adviser’s currently has one advisory Client. In the future, the Adviser’s advisory Clients may include multiple Funds each of which have different investment objectives and strategies, as further set forth in each Fund’s applicable Governing Documents, but in each case will generally be related to operating real estate companies and real estate-related investments outside of the multifamily sector and employs one or more of the strategies described in Item 8.

Funds

As of the date of this Brochure, the Adviser’s advisory Client is the following entity:

BRV Partners Fund I, a Delaware limited partnership (“BRVPFI”)

- Interests were offered during the Fund’s applicable offering period to qualified investors in reliance upon an exemption from the registration requirements of the Securities Act of 1933, as amended (the “Securities Act”). The Fund is not registered under the Investment Company Act of 1940, as amended (the “Investment Company Act”), in reliance upon one or more exclusions from the definition of “investment company” therein.

The investors in the Fund include sophisticated investors such as institutional investors, pension and profit sharing plans, endowments & foundations, funds of funds, trusts, family offices, knowledgeable employees and high net worth individuals.

An investor in BRVPFI must be an “accredited investor” as defined in Regulation D under the Securities Act or otherwise qualified to invest in the relevant Fund pursuant to an offering of securities that is exempt from registration under the Securities Act. An investor in BRVPFI must also be a “qualified purchaser” as that term is defined in Section 2(a)(51) of the Investment Company Act. Notwithstanding the foregoing, certain Berkshire employees can invest in the Fund if they meet the definition of “knowledgeable employee” in Rule 3c-5 of the Investment Company Act.

BRVPFI is no longer accepting new capital commitments or contributions from prospective Underlying Investors. BRVPFI did not have minimum capital commitment or contribution requirements.

Item 8. Methods of Analysis, Investment Strategies and Risk of Loss

In providing advisory services to its Clients, the Adviser utilizes various investment strategies and methods of analysis. The Adviser specializes in the real estate operating sector, and the investment themes and strategies it focuses on outside the multifamily sector vary to some degree in the Fund, as described in the applicable Governing Documents of the Fund.

Summarized below are the primary investment strategies that the Adviser currently pursues for the Fund. The Adviser’s specific strategies, or the emphasis it places on different strategies, may be adjusted by the Adviser as it determines is appropriate to remain responsive to changing market conditions and the changing phases of the real estate market cycle. Any such adjustments shall only be made in accordance with the Fund’s applicable Governing Documents.

Currently, the Adviser’s primary investment themes and strategies include, but are not limited to:

Industrial: The Adviser seeks to identify opportunities with operating companies that develop, acquire and manage industrial properties across the U.S.

Office: The Adviser seeks to identify opportunities with operating companies that develop, acquire and manage office properties across the U.S.

Senior Living: The Adviser seeks to identify opportunities with operating companies that develop, acquire and operate assisted living and memory care facilities across the U.S. The Adviser may pursue multiple execution strategies including

development, value-add acquisitions, and leases with healthcare REITs.

Student Housing: The Advisers seeks to identify opportunities with operating companies that develop, acquire and manage student housing properties across the U.S.

Hospitality Lodging: The Adviser has an existing partnership and investment portfolio with an operating company that acquires and manages full-service and luxury hotels in urban locations across the U.S. The Adviser may sell assets opportunistically and individually upon stabilization.

In addition to the investment themes and strategies described above, the Adviser recognizes that the operating real estate market is evolving, and it is therefore continually evaluating opportunities to capitalize on the current environment. The Adviser may cause the Fund to pursue investments in special situations in which the Adviser believes above market returns can be realized outside of the strategies described above. The types of investments that may be pursued include, without limitation, development, acquisitions, and conversions of investments or operating companies in self-storage facilities, urban open air and strip shopping centers, and primary and secondary suburban office buildings. The Adviser may source, underwrite, and structure new platform investments, subject to approval in accordance with the Fund's applicable Governing Documents.

The Fund holds investments that were purchased during an earlier period in the real estate market cycle, when the Adviser's investment themes and strategies may have emphasized different aspects of the investment themes and strategies than set forth above.

Material Risks

An investment in any Fund presents potentially significant risks and is not intended as a complete investment program. Investing in real estate, securities and in the other investments in which the Fund invests involves risk of loss that investors should be prepared to bear.

The following material risks relates to the Fund. The following risks are not a complete list or explanation of the risks involved in an investment for the Fund. Potential investors should reference the Fund's Governing Documents for a more complete list of risks relative to the Fund.

General Real Estate Risks. Real estate historically has experienced significant fluctuations, and cycles in value and local market conditions may result in reductions in the value of real

property interests. Real property investments are subject to two types of risk: systematic (macro-economic and market-level) and non-systematic (property-level). Both types of risk can affect the key components of property appreciation – changes in capitalization rate and net operating income (NOI). In addition, the properties that the Fund may invest in are often subject to extensive environmental laws and regulations, fire and safety requirements, zoning laws and similar laws, and other governmental rules, regulations and policies. Any changes in these laws, regulations and/or policies could have a materially adverse impact on the relevant properties and, consequently, on the Fund. The Fund's ability to generate sufficient net cash flow and the marketability and value of the properties underlying the Fund's investments will depend on many factors beyond the control of the Fund, including adverse changes in capital markets and macro-economic conditions; adverse local market conditions; the financial conditions of residents and buyers and sellers of properties; changes in supply of or demand for competing properties in the area; changing demographics; perceptions of prospective residents of the convenience, services, safety and attractiveness of the Fund's investments; the ability of the Adviser to provide capable management and adequate maintenance; the quality of the construction and design of the Fund's investments; changes in availability of debt financing; changes in interest rates, real estate tax rates and other operating expenses, environmental laws and regulations, zoning laws and other governmental rules and fiscal policies; environmental claims arising in respect of real estate acquired with undisclosed or unknown environmental problems or as to which inadequate reserves had been established; energy prices; changes in the relative popularity of property types and locations; risks due to dependence on cash flow; risks and operating problems arising out of the presence of certain construction materials; and acts of God and other uninsurable losses. Real estate investments generally cannot be sold quickly. Accordingly, it may not be possible to sell the Fund's investments promptly in response to economic or other conditions.

Investments in real estate-related investments, including loans secured by real estate or real estate assets, are subject to various risks, including adverse changes in national or international economic conditions, local market conditions, availability or terms of debt financing, interest rates, environmental laws and regulations, zoning laws, and other governmental rules and fiscal policies, energy prices, the financial conditions of tenants, buyers, and sellers of properties, real estate tax rates and other operating expenses, the relative popularity of certain property types, and the availability of certain construction materials, as well as risks due to dependence on cash flow, acts of God, acts of terrorism, uninsurable losses and other factors which are beyond the control of the Adviser.

Difficulty of Locating Suitable Investments. The Fund will be relying on the ability of the Adviser to identify, acquire and manage investments using the proceeds of the offering of interests in or shares of the Fund. The activity of identifying, completing and realizing

attractive real estate investments is highly competitive and involves a high degree of uncertainty, and the Fund may be unable to find a sufficient number of attractive opportunities to meet its investment objectives. There are a number of real estate investment funds and other entities looking to invest in similar investments to the Adviser's Fund. The acquisition of investments may be based on competitive bidding, and other competitors for the acquisition, redevelopment and development of properties, including insurance companies, pension funds, partnerships, investment companies and real estate investment funds, may have greater economic and personnel resources than those of the Adviser or the Fund, or better relationships with sellers of the investments, lenders and others, thereby putting the Fund at a competitive disadvantage. These entities, because of their resources, may also generally be able to accept more risk than the Fund prudently can manage. This competition may generally reduce the number of suitable prospective investments offered to the Fund and increase the prices for investments of the type the Fund would likely pursue. In addition, the entry of additional investors into the segments of the real estate market in which the Fund will focus, or a decline in the number or size of assets being offered for sale could significantly alter the anticipated dynamics of demand and supply with potentially adverse consequences for the Fund. While the Adviser believes that there are currently available attractive investments of the type in which its Fund intends to invest, there can be no assurance that such investments will be available when the Fund commences operations or that then-available investments will meet the Fund's investment criteria. In addition, because the Fund's investment activity will occur over time, adverse changes in the real estate, debt and equity markets may reduce the number of investment opportunities available to the Fund. As a result, the Fund may be unable to identify and consummate enough attractive opportunities to permit it to invest all of its committed capital and/or diversify its investments to the extent required to meet the Fund's return objectives.

Concentration of Investments. The Adviser expects that the Funds' investments will consist almost entirely of investments related to operating companies within the real estate sector. Such concentration may increase the volatility of the Fund's returns and may also expose the Fund to the risk of economic downturns in the real estate sector. As a result, economic downturns in this sector could have an adverse effect on the financial condition, results of operations and cash flow of the Fund.

Income from, and the value of, the Fund's investments may be adversely affected by the oversupply of properties or a reduction in demand for properties in the areas in which they are located, the attractiveness of the properties to potential residents, competition from other properties, the Fund's ability to provide adequate maintenance and insurance and increases in operating costs.

Tenancy Risks. The Fund's operating company may invest in a property which may

incur vacancies from default of tenants under their leases or the expiration of tenant leases. Vacancies may cause the Fund to suffer reduced revenues. In addition, because properties' lease income is a factor in the value of the properties, the Fund may realize reduced or even decline in asset value. General economic conditions may adversely impact the rents that the Fund receives and the value of the Fund's properties.

Acquisition, Redevelopment and Development Activities. The Fund's acquisition, redevelopment and development activities involve many risks. In addition, investments in undeveloped land and development and redevelopment properties may involve more risk than properties on which development has been completed. Risks associated with the Fund's acquisition, redevelopment and development activities include, but are not limited to, the following:

- Acquisition, redevelopment and development opportunities explored by the Fund may be abandoned and, as a result, the Fund may fail to recover expenses already incurred in connection with exploring such opportunities.
- Acquisition, redevelopment and development costs for a property, including, without limitation, materials, labor or other expenses, may exceed original estimates, possibly making the property uneconomical.
- Zoning, land-use, building, occupancy and other required governmental permits and authorizations may be difficult or impossible to obtain, leading to delays in and/or abandonment of all or a portion of the acquisition, redevelopment or development of a property.
- Construction and lease-up may not be completed on schedule, resulting in increased debt service and redevelopment or development costs.
- Leasing costs and resident improvement costs may exceed expectations and, therefore, adversely affect the operating performance of a property.
- Construction and permanent financing may not be available on favorable terms.

The occurrence of any of the events described above could result in meaningful unanticipated delays or expenses and, under certain circumstances, could prevent completion of development activities once undertaken, any of which could adversely affect the Fund's ability to achieve its currently estimated yields on investments under redevelopment or development and, in turn, could reduce potential distributions to its Underlying Investors. Properties under development or properties planned for development may distribute little or no cash flow from the date of acquisition through the date of completion of development and may experience operating deficits after the date of completion. In addition, market conditions may change during the course of development that makes such development less attractive than at the time it was commenced.

Operating Risks. Operating companies are subject to a number of operating risks, including, among other things, (i) competition from other similar properties in the same geographic market; (ii) increases in operating and maintenance costs; (iii) dependence on residents; (iv) fluctuating lease and occupancy rates; (v) the financial stability and related risks of default by residents experiencing financial problems; and (vi) adverse effects of general and local economic conditions. Furthermore, commercial spaces within properties may cause greater risk due to less consistent cash flow and potential credit concerns. These factors could adversely affect the Fund's ability to generate revenues and make distributions to its Underlying Investors.

Investments in Operating Companies. The Fund may invest in securities of real estate-related companies which may be undergoing restructuring or require additional capital and active management. These securities are subject to various inherent risks, including that (i) securities fluctuate in value, often based on factors unrelated to the issuer of the securities, and such fluctuations may be pronounced, (ii) such investments generally may be subject to risks with respect to the issuer and (iii) the market for these securities may be less liquid than that for other higher rated or more widely followed securities.

Limited Information. Investment analyses and decisions by the Fund's General Partner (if applicable) and/or Adviser may frequently be required to be undertaken on an expedited basis to take advantage of investment opportunities. In such cases, the information available at the time of making an investment decision may be limited, and a General Partner and/or Adviser may not have access to complete information regarding the investment, such as physical matters, zoning regulations or other local conditions affecting an investment. In addition, in certain instances, the General Partner and/or Adviser may not receive access to all available information to determine fully the origination, credit appraisal and underwriting practices utilized with respect to an investment or the manner in which the investment has been serviced or operated. Therefore, no assurance can be given that a General Partner and/or Adviser will have knowledge of all circumstances that may adversely affect an investment. In addition, the Fund's General Partner (if applicable) and/or Adviser expect to rely on specialized expert input by various third-party consultants and service providers in connection with its evaluation of proposed investments.

Portfolio Acquisition and Multi-Step Transaction Risks. The Fund may acquire multiple assets in a single transaction. Portfolio acquisitions are more complex and expensive, however, than single asset acquisitions, and the risk that a multiple asset acquisition will not close may be greater than in a single asset acquisition. A seller may require that a group of assets be purchased as a package, even though one or more of the assets in the portfolio does not meet the Fund's investment criteria. In such cases, the Adviser, on behalf of the

Fund, may attempt to make a joint bid with another buyer that may default on its obligations, or the Adviser, on behalf of the Fund, may purchase a portfolio of assets with the intent to dispose subsequently of those assets that the Adviser has determined the Fund should sell. There is no guarantee, however, that the Adviser, on behalf of the Fund, will successfully dispose of such assets or that it will be able to dispose of them on terms favorable to the Fund.

In the event that the Adviser chooses to effect a transaction on behalf of the Fund by means of a multi-step acquisition, there can be no assurance that all of such required steps can be successfully consummated. This could possibly result in the Fund owning a significant real estate investment without having working control over the assets or access to its cash flow to service debt incurred in connection with the acquisition and without being able to dispose of such position at prices equal to or greater than its purchase price.

Control Issues. In certain situations, the Adviser, on behalf of the Fund, may acquire a non-controlling interest in a company or other asset in which the Fund invests that relies on independent third-party management or strategic partners with respect to the operation of a company or other asset in which it invests, or may only acquire a participation in an asset underlying an investment, and therefore, may not be able to exercise control over the management of such company or investment. Such investments may involve risks in connection with such third-party involvement, including the possibility that a third-party partner or investor may have financial difficulties, resulting in a negative impact on such investment, may have economic or business interests or goals which are inconsistent with those of the Fund or may take action contrary to the Fund's investment objectives. In addition, the Fund may, in certain circumstances, be liable for the actions of its third-party partners or investors. In instances where the Fund has a joint venture arrangement, it may not have absolute control over the management of such investment.

Liquidity Considerations. The Fund's investments generally will be illiquid. Real estate investments by their nature are often difficult or time-consuming to liquidate. Moreover, there can be no assurance that the Fund will realize value on its investments in a timely manner. Dispositions of the Fund's investments also may be subject to contractually imposed limitations on transfer or other restrictions that could interfere with the sale of the Fund's investments or adversely impact the terms that could be obtained upon any sale. This illiquidity may limit the ability of the Adviser to change the composition of the Fund's portfolio promptly in response to changes in economic or other conditions and limit near-term cash flow available for distribution to its Underlying Investors.

Investments Longer than Term. The Adviser, on behalf of the Fund, may make investments that may not be advantageously disposed of prior to the date that the Fund will be dissolved,

either by expiration of the Fund's term or otherwise. Although the Adviser expects that investments will be disposed of prior to dissolution or be suitable for in-kind distribution at dissolution, the Adviser generally will have only a limited ability to extend the term of the Fund and the Fund may have to sell, distribute or otherwise dispose of investments at a disadvantageous time as a result of dissolution.

Liabilities Upon or Following Disposition of Investments. In connection with the sale or other disposition of an investment, the Fund may be required to make representations about the business and financial affairs of an investment typical of those made in connection with the sale of any business or asset or may be responsible for the content of disclosure documents under applicable securities laws. It may also be required to indemnify the purchaser of such investment to the extent that any such representations or disclosure documents are determined to be inaccurate or misleading. These arrangements may result in contingent liabilities, which might ultimately have to be funded by the Underlying Investors in the Fund to the extent that such Underlying Investors have received prior distributions from the Client.

Third Party Claims. The Fund may invest in properties subject to known or unknown liabilities and with limited or no recourse. As a result, if liability were asserted against the Fund based upon such properties, the Fund might have to pay substantial sums to dispute or remedy the matter, which could adversely affect the Fund's cash flow. Unknown liabilities with respect to investment properties could, for example, include liabilities for clean-up of undisclosed environmental contamination; claims by tenants, vendors or other persons relating to the former owners of the properties; liabilities incurred in the ordinary course of business; and claims for indemnification by the general partners, directors, officers, and others indemnified by the former owners of the properties.

Risks of Leverage Generally. The Fund's underlying investment entities will likely utilize a leveraged capital structure, in which case a third party typically would be entitled to cash flow generated by such investments prior to the Fund receiving a return. Although the use of leverage may enhance returns and increase the number of investments that can be made, it may also substantially increase the risk of loss. Additionally, use of leverage on any particular investment will increase the exposure of such investment to adverse economic factors such as rising interest rates, severe economic downturns or deterioration in the condition of the real estate investment or its market. The extent to which the Fund uses leverage may have important consequences to its Underlying Investors, including, but not limited to, the following: (i) greater fluctuations in the net assets of the Fund; (ii) use of cash flow (including capital contributions) for debt service and related costs and expenses, rather than for additional investments, distributions or other purposes; (iii) increased interest expense if interest rate levels were to increase significantly; (iv) in certain circumstances,

prematurely harvesting investments to service the Fund's debt obligations; and (v) limitation on the flexibility of the Fund to make distributions to its Partners or sell assets that are pledged to secure the indebtedness. In addition, if a property is mortgaged to secure payment of indebtedness and the Fund is unable to meet its mortgage payments, the property could be foreclosed upon or otherwise transferred to the mortgagee, with a consequent loss of income and asset value to the Fund.

Interest Rate Fluctuation. The Fund may incur variable rate indebtedness. In that case, increases in interest rates would increase the Fund's interest costs thereby decreasing the amount of available funds for distribution to its Underlying Investors. Increases in interest rates also may cause a reduction in the value of the Fund's investments. Interest rates are highly sensitive to many factors, including governmental monetary and tax policies that are beyond the control of the Fund. The Adviser, on behalf of the Fund, may employ a hedging strategy to limit the effects of changes in interest rates including engaging in interest rate swaps, caps, floors and other interest rate exchange contracts. There is a cost associated with the use of these types of derivatives to hedge the Fund's assets and liabilities. Moreover, there is no perfect hedge for any investment, and a hedge may not perform its intended use of offsetting losses on an investment. With respect to certain potential hedge instruments, the Fund is exposed to certain counterparty risks, such as a swap counterparty ceasing to make markets and quote prices in such instruments, which may render the Fund unable to enter into an offsetting transaction with respect to an open position. Consequently, the profitability of the Fund may be adversely affected during any period because of changing interest rates.

Environmental Considerations. The Fund could face a meaningful risk of loss from lawsuits related to environmental claims associated with the Fund's investments. The Fund may be held liable pursuant to environmental claims under various federal, state and local laws, ordinances and regulations as well as common law principles (collectively, "Environmental Laws") for the costs of removal or remediation of certain hazardous or toxic substances on or in a property. The Fund may also be subject to claims or liability for the costs of removal or remediation of hazardous substances that are released at, in, on, under or from the property. The cost of any required remediation and the owner's liability as to any property are generally not limited under such laws and could exceed the value of the property and/or the aggregate assets of the owner. In addition to claims for cleanup costs, the presence of hazardous substances or the release of hazardous substances from a property or a facility, and persons who arranged for off-site disposal activities, could result in a claim by a private party for personal injury or property damage or could result in a claim from a governmental agency for other damages. Liability under such Environmental Laws can be imposed on the owner or the operator of real property or a facility without regard to fault or even knowledge of the release of hazardous substances and other regulated materials

on, at, in, under, or from the property or facility. In addition, some Environmental Laws create a lien on the contaminated site in favor of the government for damages and costs it incurs in connection with contamination. Any environmental studies that may be conducted before the Fund invests in a property cannot guarantee that the Fund will be aware of all contamination at such property and the subsequent costs of removal, management or remediation, either because such conditions were latent or because of changes in laws and regulations. The presence of hazardous substances in amounts requiring response action or the failure to undertake necessary remediation may adversely affect the Fund's ability to use or sell real estate or borrow money using such real estate as collateral, which could have an adverse effect on the Fund's return from such investment.

Certain U.S. federal, state, and local laws, regulations, and ordinances govern the removal, encapsulation, or disturbance of asbestos-containing materials ("ACMs") when such materials are in poor condition or in the event of construction, remodeling, renovation, or demolition of a building. These laws may impose liability for release of ACMs and may provide for third parties to seek recovery from owners or operators of real property for personal injury associated with ACMs. In connection with its ownership and operation of real estate, the Fund may incur liability for such costs.

Compliance with Americans with Disabilities Act and the Fair Housing Act and Other Changes in Governmental Regulations. Under the Americans with Disabilities Act of 1990 (the "ADA"), all public properties are required to meet certain U.S. federal requirements related to access and use by disabled persons. In addition, changes in governmental rules and regulations, including Title VIII of the Civil Rights Act of 1968 (the "Fair Housing Act"), or enforcement policies affecting the use or operation of the properties, including changes to building, fire, and life- safety codes, may occur. Properties underlying the Fund's investments may not be in compliance with the ADA, the Fair Housing Act or other governmental requirements. If a property is not in compliance with the ADA, the Fair Housing Act or other governmental requirements, then the Fund may be required to make modifications to such property to bring it into compliance, or face the possibility of an imposition of fines or an award of damages to private litigants. The Fund may also incur additional costs from time to time in the future to stay in compliance with any changes in the ADA, the Fair Housing Act or other governmental regulations. Additional legislation may impose further burdens or restrictions on owners with respect to access by disabled persons. The ultimate amount of the cost of compliance with the ADA, the Fair Housing Act or such other legislation is not currently ascertainable and, while such other costs are not expected to have a material effect on the Fund, such costs could be meaningful.

Uninsured Losses. The Adviser generally intends to maintain and/or require to be

maintained comprehensive insurance on each of the Fund's real property investments, including general liability, fire, extended coverage and rental loss insurance, with reputable carriers and with policy specifications and insured limits which the Adviser believes are adequate and appropriate under the circumstances, given relative risk of loss, the cost of such coverage and industry practice. If any of the portfolio companies in which the Fund invests fails to comply with these requirements and an uninsured loss occurs, the consequences may be adverse for the Fund. Additionally, there are certain types of losses, generally of a catastrophic nature, including, without limitation, wars, natural disasters, terrorist attacks and other similar events, that may be uninsurable or insurable only on commercially unrealistic terms. Although in general, losses related to terrorism are becoming harder and harder to insure against, Berkshire does purchase insurance to protect the Fund's real assets against damages resulting from terrorism events. Even if insurance is in place and an insured loss is paid, inflation, changes in building codes and ordinances, environmental considerations and other factors may also make it infeasible to use the insurance proceeds to repair or replace a property if it is damaged or destroyed. If an uninsured loss or a loss in excess of insured limits occurs with respect to one or more of the Fund's investments, the Fund could lose the value of these investments, as well as the anticipated future revenue from those investments. Any such loss could adversely affect the financial condition, results of operations and cash flow of the Fund.

Risks Related to Investments in Senior Housing. The Adviser may invest in senior housing development projects and acquisitions of senior housing facilities. This may come in the form of assisted living, memory care and senior independent living opportunities. The Adviser relies on third-parties to manage the day-to-day operations of senior housing facilities, which are subject to the risks described above in Control Issues. Senior housing investments are also vulnerable to government regulatory oversight, changes in applicable law, and the risks that the population levels, economic conditions or employment conditions may decline in the surrounding geographic area. Any of these developments likely would have an adverse impact on the size or affluence of the tenant population in the area and a negative impact on the occupancy rates, rent levels, property values and net operating income.

Governmental, Legal, Tax and Regulatory Risk Generally. The regulatory environment for private investment funds is evolving; legal, tax, and regulatory changes could occur during the term of the Fund that may adversely affect the Fund or its investors. Changes in laws and regulations could result in increased compliance costs, additional capital expenditures or additional potential liabilities. In addition, the securities and futures markets are subject to comprehensive statutes, regulations, and margin requirements. U.S. and foreign regulatory bodies, self-regulatory organizations and exchanges are authorized to take extraordinary actions in the event of market emergencies.

Consequence of Default on Commitments. In the event that a Limited Partner fails to fund any of its Commitment when required, such Limited Partner may forfeit a portion of its Interest in the Fund, may be subject to a forced sale of its Interest in the Fund and may be precluded from participating in future investments. Additionally, if one or more Limited Partners fail to fund their capital contributions when due, the Fund's ability to complete its investment program, pay its obligations when due or otherwise continue operations may be substantially impaired. A default by a substantial number of Limited Partners would limit opportunities for investment diversification and likely reduce returns to the Fund. In addition, it may be difficult or impossible to obtain or enforce a judgment against certain defaulting Limited Partners such as, for example, those affiliated with foreign governments or international organizations established by treaty that enjoy certain immunities, including immunities from taxation and service of process, for the amount of their capital calls, if the Fund were to have such investors as Limited Partners. The inability of the Fund to enforce certain Limited Partners' obligations to contribute capital to the Fund could impair the Fund's ability to take advantage of investment opportunities

Cyber Security Breaches and Identity Theft. Cyber security incidents and cyber-attacks are occurring globally at a more frequent and severe levels and will likely continue to increase in frequency in the future. Information and technology systems may be vulnerable to damage or interruption from computer viruses and other malicious code, network failures, computer and telecommunication failures, infiltration by unauthorized persons and security breaches, usage errors by their respective professionals or service providers, power, communications, or other service outages and catastrophic events such as fires, tornadoes, floods, hurricanes, and earthquakes. If unauthorized parties gain access to such information and technology systems, they may be able to steal, publish, delete, or modify private and sensitive information. Although the Adviser has implemented various measures to manage risks relating to these types of events, including obtaining a cybersecurity risk insurance policy, such systems could prove to be inadequate and, if compromised, could become inoperable for extended periods of time, cease to function properly or fail to adequately secure private information. Breaches such as those involving covertly introduced malware, impersonation of authorized users, and industrial, governmental or other espionage may not be identified even with sophisticated prevention and detection systems, potentially resulting in further harm and preventing it from being addressed appropriately. The Adviser may have to make significant investments to fix or replace such systems. The failure of these systems and/or of disaster recovery plans for any reason could cause significant interruptions in operations and result in a failure to maintain the security, confidentiality, or privacy of sensitive data, including personal information relating to investors (and their beneficial owners) and the intellectual property and trade secrets of the Adviser. Such a failure could harm the reputation of the Adviser, subject them to legal claims and adverse publicity and otherwise affect their business and financial performance.

Distributions in Kind. Although, under normal circumstances, the Fund intends to make distributions in cash, it is possible that under certain circumstances (including the liquidation of the Fund), distributions may be made in kind and could consist of securities for which there is no readily available public market. In such event, there can be no assurance that any investor will be able to dispose of such securities at the value determined by the independent

expert appointed by the Fund to value such securities (which value will be used in determining the General Partner's carried interest).

Liability for Return of Distributions. If the Fund is otherwise unable to meet its obligations, the Partners may, under applicable laws or applicable provisions of the Partnership Agreement, be obligated to return certain cash distributions previously received by them to fund the liabilities and obligations of the Partnership, subject to certain limitations as set forth in the Partnership Agreement, or to the extent such distributions are deemed to have been wrongfully paid to them. In addition, a Partner may be liable under applicable U.S. federal and state bankruptcy or insolvency laws to return a distribution made by the Fund with respect to an investment that becomes subject to bankruptcy or insolvency proceedings.

Reliance on Key Personnel. A Fund's future success depends, to a significant extent, upon the continued services of certain key personnel of the Investment Manager. There can be no assurance that such key individuals will continue to serve in their current positions or continue to be employed by the Investment Manager. Berkshire significantly reduces the risk of losing valuable institutional knowledge by building out a team of experienced individuals with the ability to carry out critical investment and operational functions should a key person leave the firm. However, if a significant number of individuals left the firm over a short period of time, replacing multiple individuals could be difficult, and this type of scenario could have a material adverse effect on a Fund's investment results and its prospects in the short term.

Sub-Advisory Relationship. The Fund relies on a sub-advisory relationship with a third party to perform certain investment management services to the Fund. Appropriate due diligence and oversight of the sub-adviser is necessary in order for the Adviser to ensure it is carrying forth its duties as described in the sub-advisory agreement. If the sub-adviser does not perform its duties, then there is a risk the performance of the Fund could suffer. Furthermore, if the sub-adviser needed to be replaced, there could be a material impact on the operations of the Fund for a period of time before a replacement for the duties performed by the sub-adviser is found.

Item 9. Disciplinary Information

There are no legal or disciplinary events to report that are material to the Fund's evaluation of our advisory business or the integrity of our management.

Item 10. Other Financial Industry Activities and Affiliations

The Adviser's Fund (as of the date of this brochure) is organized as partnership and has an affiliate of the Adviser serving as its General Partner. Listed below is the current General Partner:

- BRVP GP, L.L.C. (the General Partner to BRVPFI)

The General Partner has made a capital commitment to invest in the Fund for which it serves as General Partner, and in connection with such commitment, it is invested *pro rata* with the limited partners of the Fund in all transactions of the Fund. The General Partner and its affiliates may invest their capital through one or more limited partners in the Fund or, in the sole discretion of the General Partner with respect to any particular investment, through a separate co-investment vehicle on substantially the same terms and conditions as the Fund. A General Partner's investment in the Fund through a limited partnership interests may create conflicts of interest to the extent that the consent of limited partners in the Fund is required with respect to any matter relating to the Fund, and therefore, any such limited partner through which a General Partner invests in the Fund will not participate in any consent process relating to the limited partners of the Fund.

The Adviser does not recommend or select other investment advisers for the Funds other than the sub-advisory relationship described in Item 4. From time to time, however, the Adviser may cause the Fund to make investments in joint ventures, whether through tenancies-in-common or other venture partnerships, with a seller of a property investment, an independent third party or another investment entity sponsored by the Adviser's affiliates (including another Fund), generally in structures where the Adviser retains control rights over any major decisions relating to such joint ventures.

There are occasions when the Adviser and its affiliates encounter potential conflicts of interest in connection with the Fund, including in connection with the following aspects of the activities of the Adviser and the Funds:

The Fund will rely on the Adviser and the Sub-Adviser (and, in part, on an affiliated General Partner, if applicable) for the day-to-day administration and operation of the Fund and the management of the Fund's investments. Members of the Adviser's or Sub-Adviser's management team are not under any obligation to devote their full time and attention solely to the business of the Fund. They may work on other projects for the Sub-Adviser or the Adviser or its affiliates, subject to any restrictions set forth in the Fund's Governing Documents. Consequently, conflicts of interest may arise in allocating management time, services or functions of key personnel, as well as other officers and employees of the Adviser or Sub-Adviser to the extent they are needed for services or functions on behalf of the Fund at the same time.

Except as limited by the Fund's Governing Documents, the Adviser, any applicable General Partner, and their respective directors, members, partners, shareholders, officers, employees, agents and affiliates (collectively, the "Affiliated Parties") could

conduct any other business, whether or not such business is in competition with the Fund. The Affiliated Parties may own interests in other properties in the same general location as the properties in which the Fund has an interest, and such properties may compete with those of the Fund for buyers, tenants or financing. While the Adviser and its affiliates intend to avoid situations involving conflicts of interest, conflicts of interest may nevertheless arise in the day-to-day operations of the Adviser's Fund and the conduct of such other businesses. In addition, as a result thereof, the Adviser, any applicable General Partner, and their affiliates may from time to time acquire confidential or material non-public information that they will not be able to use for the benefit of the Fund, which may lead to the Fund not being able to initiate a transaction that it otherwise might have initiated and not being able to sell an investment that it otherwise might have sold.

An affiliate of the Adviser, Berkshire Property Advisors, L.L.C. ("BPA"), provides property management, construction management and development management services for multifamily real estate developments and other properties. BPA also manages several pooled vehicles that primarily specialize in multifamily equity and debt investments in the U.S. The pooled vehicles may hold interests in other real-estate related companies in the future. The pooled vehicles managed by BPA are controlled and managed by Affiliated Parties of the Adviser, and Affiliated Parties also own the equity interests therein and in BPA. Therefore, the activities of BPA could compete for the time, services or functions of those members of the Adviser's key personnel, other officers and employees to the extent that they also work on matters related to BPA from time to time.

Although the Fund's Governing Documents may contain limitations on the ability of the Adviser or its affiliates to form successor investment vehicles (each, a "Successor Fund") until the expiration of certain conditions set forth in such Governing Documents, it is still possible, subject to any such applicable limitations, that a Successor Fund may be launched before the existing Fund's capital commitments from Underlying Investors have been fully invested or committed for investment. The Adviser and its affiliates are also permitted to pursue certain investments outside of the Fund, subject to any applicable restrictions set forth in the Fund's Governing Documents.

The Fund is controlled and managed by affiliates of Berkshire. In addition, there may be other or different potential conflicts of interest that arise in the future. Additional information regarding investments by affiliates of the Adviser in the Adviser's Fund, as well as other conflicts of interest arising from the relationships and activities of the Adviser and its affiliates is provided below in Item 11.

Item 11. Code of Ethics, Participation or Interest in Client Transactions and Personal Trading

The Adviser has adopted a Code of Ethics (the “Code”), which includes policies and procedures governing personal trading activities, conflicts of interests, fair dealing, handling confidential information, handling material non-public information, accepting and offering gifts, making political contributions, and engaging in outside business activities. The Code is applicable to all of the Adviser’s personnel, both non-clerical and clerical, who are directly or indirectly involved in the Adviser’s investment advisory business (the “Advisory Personnel”). The Code is intended to seek to ensure that such persons act in the best interests of the Adviser’s Clients and particularly, that each such person conducts his or her affairs, including personal securities transactions, in such a manner as to avoid serving his or her own personal interests ahead of the Clients.

As described in Item 10, from time to time the Adviser may cause the Fund to make investments in joint ventures, whether through tenancies-in-common or other venture partnerships, with a seller of a property investment, an independent third party or another investment entity sponsored by the Adviser’s affiliates (including another Fund). The Adviser will only cause the Fund to invest in a joint venture as described above, if and to the extent permissible pursuant to the Fund’s Governing Documents, and provided that the Adviser has determined that such investment is appropriate in light of the Fund’s applicable investment strategies and restrictions. In the event that the Fund makes such an investment through a structure where the Adviser is paid corresponding fees by the Fund and at any other level within the structure, the Adviser will waive or set off any such fees payable to the Adviser in order to ensure that no Fund pays a “double layer” of fees.

The Fund pays performance-based compensation to the Adviser (or its affiliated General Partners), and not all performance-based compensation is charged at the same rates. The Adviser and its affiliates may face certain conflicts of interest in this regard, as further described in Item 6. In addition, in an effort to increase potential returns to the Fund, and thereby to increase potential performance-based compensation to its General Partner or to itself, as applicable, the Adviser may have an incentive to select investments for the Fund that involve a higher degree of risk than might otherwise be the case if the General Partner were not so compensated. Furthermore, the General Partner could be inclined to take into account the capital needs of the Adviser (including its affiliates) when determining the amount and timing of distributions to be made by the Fund to its Underlying Investors.

The Adviser and certain of its principals, officers and senior-level employees also may invest in the Fund for their own accounts, subject to the Fund’s eligibility criteria. The Adviser’s principal owners and members of their families own, directly or indirectly, a

considerable portion of the equity interests in the Adviser's Fund. In the event that a conflict arises if additional funds are launched in the future, the Adviser will address these conflicts by acting in the best interests of all funds, in a fair and equitable manner, in accordance with each fund's governing documents, and after taking into consideration all relevant circumstances.

Certain services may be provided to the Fund by the Adviser and its affiliates, including property management, construction management and development management services. Should such an arrangement arise, this may create a conflict of interest with Fund, as they generally cannot select other service providers to provide these services to them or negotiate compensation for such services, having delegated to the Adviser the rights to engage its affiliates for such services (or to provide such services itself), and to cause the fees for such services to be paid by the Fund. Conflicts of interest may also arise with respect to related contract terms, such as, for example, in determining whether a service provider is entitled to be indemnified pursuant to any agreement between the Fund and such service provider or whether such service provider has satisfactorily performed in compliance with its agreement with the Fund. The Adviser addresses such conflicts by seeking to ensure that the fees chargeable to the Fund for the relevant services to be provided by the Adviser or its affiliates, in each case as provided in the Fund's Governing Documents, are clearly defined in the Funds' Governing Documents. In addition, any other services provided by the Adviser and its affiliates to the Fund and its investments are typically required to be made on terms and conditions that are at least comparable to the terms and conditions that would be available in arm's-length transactions with independent third parties providing similar services. However, any fees charged in connection with such services and any other terms and conditions relating to such services will not actually be determined through arm's-length negotiations.

Neither the disclosures in this Item 11 nor the policies and procedures in the Adviser's Code can address every possible circumstance that may give rise to conflicts of interests that may impact the Adviser's Fund. The Adviser's Code requires that its Advisory Personnel be alert to potential conflicts of interest and that any potential conflict of interests must be reported immediately to the Adviser's Chief Compliance Officer.

We will provide a copy of our Code to any Client or prospective Client upon request made to the Adviser's Chief Compliance Officer or designee.

Item 12. Brokerage Practices

The Fund's investment strategies will not typically involve public securities. As such, the

Adviser does not generally select or recommend broker-dealers for the Fund's transactions, provided that the Fund may maintain a brokerage account for purposes of engaging in limited money market fund transactions, as temporary investments, if permitted pursuant to their Governing Documents.

The Adviser does not have any formal arrangements where it obtains research and brokerage services with the Funds' commissions ("soft dollars") that would commit the Adviser to any specific or implied level of trading with any broker-dealer or a third party in connection with the Funds' securities transactions.

With respect to the selection of real estate brokers to use in connection with the purchase, sale or leasing of Fund's real estate investments, the Adviser and its affiliates will determine the commissions to be paid. This discretion may be exercised without obtaining consent of the Fund. In selecting the real estate broker, the Adviser and its affiliates evaluate various factors to consider including, but not limited to, the broker's experience and knowledge of specific property and local market conditions, the type of property involved, and the fee charged.

Item 13. Review of Accounts

Account Reviews

At the time that the Adviser causes the Fund to acquire a real estate investment, the Adviser develops a comprehensive business plan for each investment, which typically includes a number of potential exit strategies once the property value has been maximized, as determined by the Adviser. Such business plans are evaluated and amended annually and are monitored by the Adviser throughout the year. The Adviser also uses economic and submarket forecasting information provided by third-party experts along with the Adviser's own experience and resources in an effort to seek to time and implement exit strategies for the Fund's investments. The annual business plans also include the evaluation of individual property improvement plans and potential exit strategies.

The advisory activities of the Adviser with respect to the Fund are also subject to the oversight of an investment committee that is responsible for approving all investments and dispositions of investments for the Fund. The investment committee is comprised of a number of the Adviser's principals and executives.

Client Reports

The Fund will use commercially reasonable efforts to furnish unaudited financial statements on a quarterly basis to all of its Underlying Investors (other than for the last fiscal quarter of each fiscal year). Underlying Investors in the Fund will also receive on a quarterly basis descriptive information regarding: (i) the Fund's investments; (ii) transactions between the Fund and its General Partner (if applicable) and other affiliates of the Adviser, other than those specifically provided for in the Fund's Governing Documents; and (iii) each Underlying Investor's own capital account in the Fund and details of all Fund transactions which flowed through such capital account. The Fund will also include the estimated value of each of its investments in its annual report and each quarterly report. The Fund, after the end of each fiscal year, will have its audited financial statements prepared and sent to each of its Underlying Investors.

Item 14. Client Referrals and Other Compensation

Investor Referrals

The Adviser may enter into agreements with placement agents in connection with the referral of prospective Underlying Investors to make investments in the Fund. While the specific terms of each arrangement differ, generally a placement agent's compensation is based upon the capital commitments made by the referred Underlying Investors to the relevant Fund.

Under certain circumstances and subject to the Fund's Governing Documents, placement agent fees are borne by the Fund, but result in a corresponding reduction in the Management Fee that would be paid to the Adviser.

Any such arrangements entered into by the Adviser will be fully disclosed to the Fund and will comply with the requirements of Rule 206(4)-3 under the Advisers Act, where applicable. The Adviser does not currently have any existing agreements with placement agents.

Other Compensation

The Adviser does not currently receive any economic benefits from someone who is not the Fund for providing investment advice or other advisory services to the Fund.

Item 15. Custody

The Fund's portfolios typically include investments that are direct investments in real estate operating companies. In such cases, the Fund will generally also have accounts that contain

funds derived from rents and other operating cash and funds related to the operations of such real estate investments.

The Adviser does not use a qualified custodian to send quarterly account statements to the Fund or to their Underlying Investors. With respect to its funds held in the Fund, the Adviser will rely on an exception available to “pooled investment vehicles” from the reporting and other obligations imposed by the Custody Rule by requiring the Fund to distribute its annual audited financial statements to its Underlying Investors within 120 days following the end of the Fund’s fiscal year, in accordance with the requirements of the Custody Rule.

In addition, in connection with the final liquidation of the Fund, the Adviser will obtain a final audit and distribute audited financial statements to the Underlying Investors in the liquidated Fund promptly after completion of the audit.

All Underlying Investors should carefully review these audited financial statements. All Underlying Investors should contact the Adviser’s Chief Compliance Officer or designee if there are any material discrepancies between the audited financial statements and reports that they may receive from the Adviser.

Item 16. Investment Discretion

The Adviser has discretionary authority to manage the assets of the Fund pursuant to investment management agreements between the Fund and the Adviser. These agreements include an explicit grant of discretionary authority to manage the Fund’s assets. Except as described below, there are no specific limitations placed on this authority, provided that the Adviser will exercise its discretionary authority in accordance with the investment objectives and strategy and applicable limitations, if any, set forth in applicable Governing Documents of the Fund.

The advisory activities of the Adviser with respect to the Fund are also subject to the oversight of an investment committee that is responsible for approving all investments and dispositions of investments for the Fund. The Investment Committee is formed by the General Partner of the Fund and is comprised of a number of the Adviser’s principals and executives.

Item 17. Voting Client Securities

The Adviser does not expect that the Fund will typically hold investments that give rise to instances of proxy voting, or other voting with respect to its Fund’s real estate investments.

However, the Fund may from time to time hold shares or other securities or interests in special purpose vehicles or other entities, and the Fund may have the opportunity from time to time to vote on certain matters that arise under the governing documents of the special purpose vehicles or entities in which it is invested. In such cases, the Adviser will evaluate the matter which is the subject of the vote in light of the relevant circumstances, and will seek to vote with respect to such matter in a manner that the Adviser determines will further the best interests of the Fund.

The Adviser maintains a proxy voting policy and will provide a copy of the policy to Fund investors upon request.

Item 18. Financial Information

The Adviser believes that it has no financial condition that is reasonably likely to impair its ability to meet contractual commitments to the Fund, and the Adviser has not been the subject of any bankruptcy proceeding.