

**Item 1 – Cover Page**

**Form ADV Part 2A: Firm Brochure**

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This Firm Brochure (“Brochure”) provides information about the qualifications and business practices of Centerfield Management III, Inc. (“Centerfield” or the “Adviser”), an investment adviser registered with the United States Securities and Exchange Commission (the “SEC”). If you have any questions about the contents of this Brochure, please contact by telephone number 317-237-2323 and/or email [tyler@centerfieldcapital.com](mailto:tyler@centerfieldcapital.com). The information in this Brochure has not been approved or verified by the SEC or by any state securities authority.

Registration with the SEC, or with any state securities authority, does not imply any level of skill or training.

Additional information about the Adviser is also available on the SEC’s website at [www.adviserinfo.sec.gov](http://www.adviserinfo.sec.gov).

**THIS FIRM BROCHURE DOES NOT CONSTITUTE AN OFFER TO SELL OR THE SOLICITATION OF AN OFFER TO BUY ANY SECURITIES. POTENTIAL INVESTORS SHOULD REFER TO THE OFFERING DOCUMENTS OF THE APPLICABLE PRIVATE FUND CLIENTS (AS DEFINED HEREIN) PRIOR TO CONSIDERING AN INVESTMENT IN SUCH PRIVATE FUND CLIENT.**

**Item 2 – Material Changes**

Since our last annual amendment dated August 31, 2021, one of Centerfield's primary owners, Scott Lutzke, has retired.

Other certain non-material changes have been made to this Brochure since our last submission and consequently, we urge you to review this Brochure in its entirety.

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#### *Item 4 – Advisory Business*

Centerfield Management III, Inc., a Delaware corporation (“Centerfield” or the “Adviser”), is based in Indianapolis, IN. The Centerfield organization has been in business since mid-2000 and registered with the SEC in 2012. The Adviser conducts its advisory business under the name of Centerfield Capital Partners. Our principal owners are Thomas A. Hiatt, D. Scott Lutzke, Matthew C. Hook, A. Faraz Abbasi, Michael A. Miller, and Mark A. Hollis, although Mr. Hiatt, Mr. Lutzke and Mr. Hook are retired and are no longer active in the day-to-day operations of Centerfield.

Centerfield provides investment advisory services to private pooled investment vehicles that are typically organized as limited partnerships (each, a “Fund” and, collectively, the “Funds”). The Funds generally have a term of 10 years following the final close, with certain options to extend. Two of our current Funds are licensed as Small Business Investment Companies (referred to herein as “SBICs” and the funds licensed by the SBA referred to as the “SBIC Funds.”) by the Small Business Administration (the “SBA”). The Funds may also have the ability to obtain bank financing. The borrowed capital may be combined with the capital contributed by investors and invested by the Funds, as described below.

Investors purchase interests in the Funds and investments are made at the Fund level; not for individual investors in the Fund. Centerfield, along with each Fund’s general partner (each, a “General Partner” and, collectively, the “General Partners”), identifies investment opportunities for, and participates in the acquisition, management, monitoring and disposition of, investments of each Fund. Centerfield does not tailor its advisory services to the individual or needs of the investors in the Funds.

The primary focus of Centerfield’s investment advisory services is researching and advising on privately negotiated transactions in operating entities. Investments are generally in non-public companies, although investments in public companies are permitted in certain circumstances. Usually, one or more of our employees may serve on a portfolio company’s board of directors or otherwise acts to influence control or management of portfolio companies held by the Funds.

The advisory services for each of the Funds are further described in the Funds’ respective offering memorandum, limited partnership agreement and management or advisory agreement (collectively, the “Governing Documents”). These Governing Documents detail certain restrictions that govern the investments made by the Fund, and the remuneration Centerfield and/or the General Partners may receive for services rendered to the Funds.

General Partners may enter into “side letters” or similar arrangements with certain Fund investors pursuant to which the General Partner grants the investor specific rights, benefits or privileges that are not made available to investors generally. These arrangements typically clarify any regulatory, informational, co-investment rights and interpretational issues with the Governing Documents. Side letters are typically disclosed to all other investors participating in the same Fund.

As of December 31, 2021, the Adviser managed approximately \$177,700,000 of regulatory assets under management on a discretionary basis. We do not manage client assets on a non-discretionary basis.

## *Item 5 – Fees and Compensation*

As compensation for investment advisory services rendered to the Funds, Centerfield charges each Fund an annual management fee. The amounts of the management fees are determined in accordance with the terms of the Fund's Governing Documents and applicable side letters. In general, except with respect to one of the SBIC Funds, the management fees charged during the investment period range from 1.65% to 2.0% of the total capital committed to the Fund by investors. After the investment period, the management fees are generally based on a similar percentage of the invested capital of the Fund.

Management fees are billed to each Fund, or its General Partner, and paid by the Fund, or its General Partner, from the Fund's assets. To obtain cash for the payment of management fees, the General Partner of the Fund may draw down investors' capital commitments. Centerfield has the ability to waive management fees in exchange for deemed capital contributions by the General Partners to the Funds. In addition, the management fee payable by a Fund may be reduced or waived in connection with the receipt by Centerfield, or its related persons, of all or a portion of various fees paid by portfolio companies. Management fees are calculated and payable quarterly in advance.

Because Centerfield may share in the profits and losses generated by the investments of the Funds, or because a Fund may, in its discretion, not charge, or reduce, all or a portion of the management fee and performance allocation related to investments held by the Funds, a conflict of interest may exist.

In situations where actual or potential conflicts of interest between the Adviser and our affiliates and one or more Funds are identified, procedures contained in the Governing Documents of the affected Funds generally provide for submission of the proposed transaction to an advisory committee for review and resolution. The specific procedures for each Fund we advise are set forth in the Governing Documents of the Fund.

The Funds generally invest on a long-term basis. Accordingly, investment advisory and other fees are expected to be paid, except as otherwise described in each Fund's Governing Documents, over the terms of the Funds, and investors generally are not permitted to withdraw or redeem interests in the Funds.

For certain Funds, expense reimbursements may be payable to Centerfield or its affiliates. Any such Fund expense reimbursements are disclosed to investors in the Governing Documents and are in addition to the management fees discussed above. Each Fund also bears certain expenses relating to its activities and operations, as detailed in the Governing Documents.

To the extent provided in the Governing Documents, Centerfield may pay out of its management fees certain operating expenses, including expenses on account of rent, utilities, office supplies, office equipment, compensation of its employees and other routine administrative expenses relating to the services and facilities provided by Centerfield to the Funds. Each Fund generally bears all other related expenses, to the extent not borne by its portfolio companies, including legal, accounting, investment banking, brokerage, finders', custody, transfer, registration, interest, taxes and extraordinary expenses, and other similar fees and expenses. Some of these expenses borne by the Funds may relate to costs associated with unexecuted transactions.

#### *Item 6 – Performance-based Fees and Side-By-Side Management*

The Funds' Governing Documents provide that, after contributed capital, plus a preferred return, is paid to the investors in the Fund, the net profits realized by the Fund are shared between the Fund's General Partner and the Fund's investors. The General Partner's portion of such net profits is referred to herein as the General Partner's "Carried Interest," or performance-based fees. If requirements set forth in the Governing Documents are met, the investors may receive payments, and the General Partner may receive its Carried Interest, prior to the time that the full leverage is repaid to the SBA.

The General Partners of the Funds are all affiliates of Centerfield, and our affiliates and employees may be members or partners of the General Partners that receive performance distributions from the Funds.

Performance-based allocation arrangements received by the General Partners and, indirectly, Centerfield's related persons, may create an incentive for Centerfield to recommend investments that may be riskier or more speculative than those that would be recommended under a different fee arrangement. Accordingly, the Adviser has adopted and implemented policies and procedures intended to address conflicts of interest that may arise. In particular, the Adviser reviews investment decisions for the purpose of ensuring that all accounts with substantially similar investment objectives are treated equitably. Investors in the Funds are provided with disclosures contained in the respective Fund's Governing Documents relating to the Carried Interest payable to Centerfield and the risks associated with their investment in the Funds.

#### *Item 7 – Types of Clients*

Centerfield currently provides investment advisory services to pooled investment funds. Investment advice is provided directly to the Funds, subject to the direction and control of the General Partner of each Fund, and not individually to the investors in each Fund.

The Funds generally require that each investor in a Fund be an "accredited investor" as defined in Regulation D under the Securities Act of 1933 or a "qualified purchaser", within the meaning of 2(a) (51) of the Investment Company Act of 1940, as amended. We also generally require that each investor that is a U.S. resident and pays a performance-based fee be a "qualified client" within the meaning of Rule 205-3 of the Investment Advisers Act of 1940, as amended.

Depending on the Fund, investors must generally invest a minimum dollar amount of \$1 million. The General Partners of each Fund may waive the minimum investment amount at their sole discretion.

***Methods of Analysis and Investment Strategies***

Our Fund clients typically invest in subordinated debt and/or equity-related securities of private operating companies in negotiated transactions. The Funds generally make non-control investments and require there to be ownership on the part of company management. For each client Fund, we make investment recommendations in accordance with the investment strategies described in the Fund's Governing Documents.

Prior to making an investment, Centerfield carries out an extensive fundamental analysis of a target investment's market position and growth prospects, including cash flows, market analyses, leadership team and projected exit strategy.

***Risks***

The investment strategies described above, and other strategies that may be pursued by the Funds, involve a substantial degree of risk, including the loss of all or a substantial portion of the value invested. Material risks relating to the investment strategies and methods of analysis described above are described in more detail in the applicable Fund's Governing Documents and include the following:

***Business Risks.*** The Funds' investment portfolios will consist primarily of securities issued by privately held companies, and operating results in a specified period will be difficult to predict. Often, there will be no collateral to protect an investment once made, and the companies and securities in which the Funds will invest generally will not be rated by a credit agency. Such investments involve a high degree of business and financial risk that can result in substantial losses.

***Mezzanine Investment Risks.*** The Funds' investment portfolios will contain mezzanine investments in portfolio companies that will be highly leveraged, thereby increasing the degree of credit risk inherent in the investment. Leverage often imposes restrictive financial and operating covenants on a company, in addition to the burden of debt service, and may impair a company's ability to finance future operations and capital needs or to pay principal and interest on the Funds' investments when due. Investments in highly-leveraged portfolio companies are intrinsically more sensitive to declines in portfolio company revenue and to increases in portfolio company expenses, including any deterioration in a company's condition or industry, competitive pressures and adverse economic environment or rising interest rates. There can be no assurance that a portfolio company will generate sufficient cash flow necessary to service its debt obligations, and many of the remedies available to mezzanine lenders are available only after satisfaction of claims of senior creditors. Therefore, in the event that a portfolio company does not generate adequate cash flow to service its debt obligations, a Fund may suffer a partial or total loss of invested capital.

***Subordinated Debt Risk.*** Mezzanine debt securities may be granted preferential rights over the common stock and other equity securities in a portfolio company's capital structure but are subordinate to any senior debt on the company's balance sheet. As such, while Centerfield's subordinated debt investments generally are secured by a lien on a portfolio company's assets, such lien is almost always subordinate or secondary to the lien held by the holder(s) of the senior debt issued by the company. Such subordinated investments

may be characterized by greater credit risks than those associated with the senior obligations. Adverse changes in the financial condition of a portfolio company and/or in general economic conditions may impair the ability of such portfolio company to make payments on the subordinated securities or result in defaults on, and declines in the value of, such securities more quickly than in the case of the senior obligations of such portfolio company.

***Long Term Investments and Illiquidity.*** It is not generally expected that an investment in the Fund will be sold for a number of years after the initial investment. Moreover, the Funds typically acquire restricted securities that are not traded in public markets. Restricted securities generally are difficult or impossible to sell at prices comparable to the market prices of securities of similar companies that are publicly traded. There is no expectation that a public market for securities of the portfolio companies will develop. It is highly doubtful that an issuer will be able to register its securities with any governmental securities authority so that they become eligible for trading in public markets. Investments in privately-held companies are generally long-term in nature and require many years from the date of initial investment before disposition. Therefore, there can be no assurance that investors in the Funds will realize a return on their investment in the Funds within a reasonable time, if at all.

***Competition for Investment Opportunities.*** The business of the Funds is highly competitive. Numerous investors, including other mezzanine funds, private equity funds, direct investment firms, merchant banks and business development companies (“BDC”s), will be competing with the Funds for desirable investment opportunities. Because of this competition, a Fund might not be able to identify and participate in a sufficient number of attractive investment opportunities for the Fund to achieve its investment objectives.

***General Economic Conditions.*** General economic conditions may affect the Funds’ investment activities. Changes in general economic conditions, including, for example, interest rates, inflation or deflation rates, industry conditions, a slow-down of economic growth, competition, technological developments, trade relationships, political and diplomatic events and trends, tax laws and innumerable other factors, can substantially and adversely affect the business, prospects and/or valuation of the portfolio companies, and thereby substantially and adversely affect the Funds. Such changes in general economic conditions may also influence the Funds’ ability to raise funding to support their investment objectives, find potential investments, liquidate current investments and reduce levels of profitability achieved on realized investments.

***Diversification.*** The Funds may participate in a limited number of investments, and the Funds’ investments may not be widely diversified. To the extent that less than the maximum number of Interests is subscribed for with respect to the Funds, the opportunity for diversification of the Funds’ investments will be decreased. In addition, the ability of the Funds to diversify the risks of their investments will depend upon the size, characteristics, types and class of investments available. A lack or limited degree of diversification increases risk because the aggregate return of the Funds may be substantially adversely affected by the unfavorable performance of even a single investment.

***Reliance on Management of Portfolio Companies.*** The Funds will have limited control over the management of any portfolio company in which the Funds may invest and will rely upon management to



operate the portfolio companies on a day-to-day basis. The success of each investment by the Funds will largely depend on the ability and success of the management of the portfolio companies in addition to economic and market factors. There can be no assurance that such management will continue to operate a company successfully.

***Limited Transferability of Fund Interests and Illiquidity.*** An investment in a Fund should be viewed as illiquid. It is uncertain when profits, if any, will be realized. The return of capital and the realization of gains, if any, generally will occur only upon the partial or complete disposition of an investment. Additionally, there is no public market for interests in the Funds, and none is expected to develop. Transfers of Fund interests by an investor may only be made with the consent of the General Partner of the Fund, which may be withheld or delayed in its sole and absolute discretion. It therefore may be difficult or impossible to transfer any interests of a Fund, even in an emergency or upon declining Fund performance. Withdrawals are generally not permitted from the Funds, Fund interests are not redeemable, and the timing or amount of any distributions made to the investors is uncertain. Therefore, an investment in a Fund requires the financial ability to accept significant risk and illiquidity.

***Bankruptcy of Portfolio Companies.*** The Funds may make investments in portfolio companies that experience financial difficulties and become insolvent or file for bankruptcy protection. Various bankruptcy laws could operate to the detriment of the Funds. There is also a risk that a court may subordinate a Fund's investment to other creditors or require that Fund to return amounts previously paid to it by a portfolio company that becomes insolvent or files for bankruptcy, the risk of which could increase to the extent that the Fund obtains management rights or holds equity securities in such portfolio company.

***Default on Capital Commitments.*** In the event that an investor fails to fund any portion of a required capital contribution to a Fund when due, the effect of the default provisions in the Fund's limited partnership agreement could be severe. Among other remedies provided in the limited partnership agreement, a defaulting investor may forfeit all or a portion of its interests or be required to sell its interests in the Fund at a discount. Unless waived by Centerfield, a defaulting investor shall also be required to pay any interest charged to the Fund on amounts borrowed to cover contributions not made on a timely basis by the defaulting investor.

***Risks Upon Disposition of Investments.*** In connection with the disposition of an investment in a portfolio company, a Fund may be required to make representations about the business and financial affairs of the portfolio company or may be responsible for the contents of disclosure documents under applicable securities laws. The Fund may also be required to indemnify the purchasers of such investment or underwriters to the extent that any such representations or disclosure documents are incorrect or misleading. These arrangements may result in contingent liabilities which might ultimately have to be funded through capital contributions by the investors. In the event of the dissolution and termination of a Fund, if the assets of the Fund are insufficient to satisfy its liabilities, each investor may be required to return any or all of the distributions made to such investor as may be required to satisfy these obligations.

***Indemnification Obligations.*** Subject to applicable law, the Funds are obligated to indemnify and hold each General Partner and Centerfield harmless against any cost, claim, liability, damage, loss or expense suffered by the covered person as a result of actions on behalf of one or more Funds or the General Partners in connection with the activities of the Funds; provided, however, that if such cost, claim, liability, damage, loss or expense arises out of an act or omission by the covered person, the covered person believed in good

faith at the time of the act or omission that its course of conduct was in or not opposed to the interest of the relevant Fund and such course of conduct did not constitute gross negligence or willful misconduct. In addition, if the assets of a Fund and the unfunded capital commitments of the investors are insufficient to satisfy this indemnification obligation, the investors will be obligated to return distributions received by them to enable the Fund to satisfy its obligations to indemnify covered persons.

**Projections.** Projected operating results of a portfolio company in which the Funds invest normally will be based primarily on financial projections prepared by each company's management. In all cases, projections are only estimates of future results that are based upon information received from the company and assumptions made at the time the projections are developed. There can be no assurance that the results set forth in the projections will be attained, and actual results may be significantly different from the projections. Also, general economic factors, which are not predictable, can have a material effect on the reliability of projections.

**Need for Follow-On Investments.** Following its initial investment in a given portfolio company, a Fund may decide to provide additional funds to such portfolio company or may have the opportunity to increase its investment in a successful portfolio company. There is no assurance that the Funds will make follow on investments or that the Funds will have sufficient assets to make all or any of such investments. Any decision by a Fund not to make follow on investments or its inability to make such investments may have a substantial negative effect on a portfolio company in need of such an investment or may result in a lost opportunity for the Fund to increase its participation in a successful operation.

**Dilution.** Investors admitted to a Fund at subsequent closings to the Fund's initial closing will participate in then-existing investments of that Fund, thereby diluting the interest of existing investors in such investments. Although any such new investor will be required to contribute its pro rata share of previously made capital contributions, there can be no assurance that this contribution will reflect the fair value of that Fund's existing investments at the time of such contributions.

**Director Liability.** The Funds will often obtain the right to appoint a representative to the board of directors (or similar governing body) of the companies in which it invests. Serving on the board of directors (or similar governing body) of a portfolio company exposes the Funds' representatives, and ultimately the Funds, to potential liability. Not all portfolio companies may obtain insurance with respect to such liability, and the insurance that portfolio companies do obtain may be insufficient to adequately protect officers and directors from such liability. However, the Funds have obtained a Directors' and Officers' ("D&O") liability insurance policy, which is intended to provide its representatives to the board of directors of companies in which they invest additional protection against liability.

**Regulatory Risk.** The Funds may be adversely affected by changes in the enforcement or interpretation of existing statutes and rules by governmental regulatory authorities or self-regulatory organizations that supervise the financial markets. The regulatory environment for private investment funds is evolving, and changes in the regulation of private investment funds and their advisors may, for example, adversely affect the value of investments held by the Funds and the ability of the Funds to pursue their investment strategy. The effect of any future regulatory change on the Funds could be substantial and materially adverse.

**General.** Investors should be aware that there will be situations where the General Partners, Centerfield and their respective affiliates may encounter potential conflicts of interest in connection with the Funds' activities. While Centerfield has adopted certain policies and procedures to address these conflicts, there is

no guarantee that a conflict will not arise that requires adverse action for one of the Funds.

**Diverse Investors.** Investors in the Funds may include taxable and tax-exempt entities (including ERISA plan investors) and may include persons or entities organized in various jurisdictions, including foreign investors, who may have conflicting investment, tax and other interests with respect to their investments in the Funds, including conflicts relating to the structuring of investment acquisitions and dispositions. As a consequence, conflicts may arise in connection with decisions made by a Fund regarding an investment that may be more beneficial to one investor than another, especially with respect to tax matters. In structuring, acquiring, and disposing of investments, Centerfield generally will consider the investment and tax objectives of the Funds and their investors as a whole, not the investment, tax or other objectives of any investor individually.

**Allocation of Investment Opportunities.** Centerfield currently manages several families of pooled investment vehicles and other investments similar to those in which the Funds will be investing. Centerfield's investment staff will continue to manage and monitor such investment funds and investments. Generally, Centerfield will allocate investment opportunities among the Funds in a manner that it deems equitable (considering the size, duration and expected liquidity of the investment, tax and other attributes of the investment and the investors in each Fund and the capital available for investment by each Fund). Following the investment period of the Funds, Centerfield may focus its investment activities on other opportunities and areas unrelated to the Funds' investments.

**SBIC Regulation.** SBICs may invest only in small businesses, which are generally defined as having a tangible net worth of not more than \$19.5 million and average net income after taxes for the preceding two years of not greater than \$6.5 million. There are restrictions on the ability of an SBIC to invest in certain categories of small businesses such as farm land, project financing, finance companies (re-lenders or re-investors), passive businesses, real estate businesses, and business contrary to the public interest, associates, or other financial intermediaries. SBICs are subject to periodic examination by the SBA, for which the SBA charges examination fees. SBICs are also required to maintain certain minimum levels of capital. Furthermore, SBICs must maintain certain records and make them available for SBA examination. SBICs also are required to prepare valuation guidelines, to file annual reports containing financial, management and other information, and to file notices of certain material changes in their ownership and operations. Among other regulatory powers, prior SBA approval is required before the admission of any investor to an SBIC owning 10% or more of the SBIC's capital or the transfer of interests by an investor. SBA approval of a change in control of the SBIC may be conditioned on such requirements as the SBA deems necessary, and such approval in any case is contingent upon full disclosure of the real parties in interest, the source of funds used to acquire control and other information requested by the SBA. If an SBIC is found to be in violation of the SBIC Act, the SBA can bring suit for the appointment of a receiver for the SBIC and for its liquidation.

**Dependence on Centerfield.** The success of the Funds depends in substantial part on the skill and expertise of the General Partners and Centerfield to identify and evaluate investment opportunities, to negotiate and arrange the closing of transactions, to monitor and manage performance of portfolio companies and to arrange for timely disposition of investments. The loss of service of Centerfield and the General Partners could have an adverse effect on the Funds' ability to realize their investment objectives. All decisions with respect to the management and investments of the Funds are made exclusively by the General Partners, which have exclusive control of the Funds. Investors have no right or power to take part in the management of the Funds, to select investments for the Funds, to define the investment criteria of the Funds, or participate

in decisions regarding the Funds. Investors should also be aware that historic investment performance is not indicative of the returns investors may achieve from an investment in a Fund.

***Force Majeure.*** Portfolio company investments may be affected by force majeure events (i.e., events beyond the control of the party claiming that the event has occurred, including, without limitation, acts of God, fire, flood, earthquakes, outbreaks of an infectious disease, pandemic or any other serious public health concern, war, terrorism, labor strikes, major plant breakdowns, pipeline or electricity line ruptures, failure of technology, defective design and construction, accidents, demographic changes, government macroeconomic policies, social instability, etc.). Some force majeure events may adversely affect the ability of a party (including a portfolio company or a counterparty to a Fund or a portfolio company) to perform its obligations until it is able to remedy the force majeure event. In addition, forced events, such as the cessation of the operation of machinery for repair or upgrade, could similarly lead to the unavailability of essential machinery and technologies. These risks could, among other effects, adversely impact the cash flows available from a portfolio company, cause personal injury or loss of life, damage property, or instigate disruptions of service. In addition, the cost to a portfolio company or a Fund of repairing or replacing damaged assets resulting from such force majeure event could be considerable. Force majeure events that are incapable of or are too costly to cure may have a permanent adverse effect on a portfolio company. Certain force majeure events (such as war or an outbreak of an infectious disease) could have a broader negative impact on the world economy and international business activity generally, or in any of the countries in which the Funds may invest specifically. Additionally, a major governmental intervention into industry, including the nationalization of an industry or the assertion of control over one or more portfolio companies or its assets, could result in a loss to the Funds, including if the investment in such portfolio companies is canceled, unwound or acquired (which could be without adequate compensation). Any of the foregoing may therefore adversely affect the performance of a Fund and its investments.

***Epidemics, Pandemics, Outbreaks of Disease and Public Health Issues.*** The Adviser's business activities could be materially adversely affected by pandemics, epidemics and outbreaks of disease globally and/or regionally, such as COVID-19, Ebola, H1N1 flu, H7N9 flu, H5N1 flu, Severe Acute Respiratory Syndrome (SARS), and/or other public health issues. Specifically, COVID-19 spread rapidly around the world and has negatively affected (and may continue to adversely affect) the global economy and equity markets (including, in particular, equity markets in Asia, Europe and the United States). Although the long-term effects or consequences of COVID-19 and/or other epidemics, pandemics and outbreaks of disease cannot currently be predicted, any occurrence, or recurrence, of an outbreak of any kind of epidemic, communicable disease or virus or major public health issue could cause a slowdown in economic activity, or cause the global economy to enter into a recession, which would adversely affect the business, financial condition and operations of the Adviser. Should these or other major public health issues, including pandemics, arise or continue to spread, the Adviser could be adversely affected by any preventative or protective actions that governments may take, including but not limited to stringent travel restrictions, and/or limitations on the Adviser's operations or business.

***Geopolitical Risks.*** Geopolitical and other events (e.g., war or terrorism) may disrupt securities markets and adversely affect global economies and markets, thereby decreasing the value of an account's investments. Sudden or significant changes in the supply or prices of commodities or other economic inputs such as oil may have material and unexpected effects on both global securities markets and individual countries, regions, sectors, companies, or industries, which could significantly reduce the value of an account's investments. War, terrorism and related geopolitical events have led, and in the future may lead, to increased short-term market volatility and may have adverse long-term effects on U.S. and world economies and markets generally.

#### *Item 9 – Disciplinary Information*

Registered investment advisers are required to disclose all material facts regarding any legal or disciplinary events that would be material to your evaluation of us or the integrity of our management. Neither Centerfield, nor any of its supervised persons, have been the subject of any legal or disciplinary event that would be material to your evaluation of the integrity of Centerfield or that of its management.

#### *Item 10 – Other Financial Industry Activities and Affiliations*

As set forth above, we act as investment adviser to the Funds, and the General Partners of the Funds are our affiliates.

Neither Centerfield, nor any of its management persons, have affiliations or arrangements that pose material conflicts of interest to Centerfield or its clients.

#### *Item 11 – Code of Ethics, Participation or Interest in Fund Transactions and Personal Trading*

The Adviser has adopted a Code of Ethics for all employees of the firm describing its high standard of business conduct. The Code of Ethics includes provisions relating to the confidentiality of client information, a prohibition on insider trading, and personal securities trading procedures; among other things. Our employees must certify, at least annually their receipt, understanding and compliance with our Code of Ethics.

The Adviser does not, as a general practice, recommend that a Fund invest in other Fund(s) or companies in which the Adviser, or its affiliates, have a material ownership interest, except that several of the Funds were organized as parallel entities, and invest in each investment on a pro rata basis. Generally, these Funds invest at the same time and exit from the investment at the same time.

As investors, the Adviser, or its affiliates, share in the profits and losses generated by the investments of the Funds. Certain employees of Centerfield may invest in Funds either through their General Partners or as limited partners. A Fund may in its discretion not charge, or reduce, all or a portion of the management fee and performance allocation related to investments held by such persons.

In situations where actual or potential conflicts of interest between the Adviser and its affiliates, and one or more Funds are identified, procedures contained in the Governing Documents of the affected Funds provide for submission of the proposed transaction to an advisory committee for review and resolution. The specific procedures for each Fund are set forth in the Governing Documents of the Fund.

The following factors may alleviate, but will not eliminate, conflicts of interest between and among Funds:

- A Fund will not make any investment unless Centerfield, and the Fund's General Partner, believe that such investment is an appropriate investment considered solely from the viewpoint of such Fund;
- Many important conflicts of interest may be resolved pursuant to set procedures, restrictions or

other provisions contained in the relevant Governing Documents for the Funds; and

- With respect to the Funds, the advisory committees for a Fund, whose members are not affiliated with the General Partner of such Fund, play an important role in resolving conflicts of interest by approving or disapproving decisions that involve certain conflicts of interest referred to it by such Fund's General Partner in accordance with the relevant Governing Documents for the Fund.

In connection with its investment activities, Centerfield may encounter situations in which it must determine how to allocate investment opportunities among various Funds and other persons, which may include, but are not limited to, the following:

- The Funds;
- Any parallel investment entities that have been formed to invest side-by-side with one or more Funds, or a parallel investment structure whereby several Funds have been formed to invest alongside each other;
- Any alternative investment vehicles that have been formed to address, for example, specific tax, legal, business, accounting or regulatory-related matters that may arise in connection with a transaction or transactions;
- Any co-investment entities that have been formed to invest side-by-side with one or more Funds (the investors in such co-investment entities may include individuals and entities that are also investors in one or more Funds (collectively, "Investors") and/or individuals and entities that are not investors in any Funds (collectively, "Third Parties")); and
- Investors and/or Third Parties that wish to make direct investments (i.e., not through an investment vehicle) side-by-side with one or more Funds in particular transactions entered by such Funds.

For each such Fund, or other person discussed above, subject to applicable legal, contractual or similar restrictions, Centerfield may decide, in its sole discretion, whether Centerfield or a related person may seek to charge any fees or to receive any performance-based compensation or allocations in connection with such investment opportunities.

Subject to any restrictions contained in the Governing Documents of the relevant Fund, or any side-letter, or other terms negotiated with respect to such Fund, in general, (i) no Investor has a right to participate in any co-investment opportunity, (ii) decisions regarding whether and to whom to offer co-investment opportunities are made in the sole discretion of Centerfield, (iii) co-investment opportunities may, and typically will, be offered to some and not to other Centerfield Investors, in the sole discretion of Centerfield, and (iv) certain persons other than Centerfield Investors (e.g., Third Parties) may be offered co-investment opportunities, in the sole discretion of Centerfield. Each co-investment opportunity is presented to investors based upon their investment criteria and objectives.

Generally, Centerfield does not affect cross transactions between Funds (a "cross-fund transaction"); however, there may be occasions, such as at the end of the fundraising period for our Funds that were raised to invest in parallel with certain other Funds, when any portfolio investments made by those Funds during the fundraising period may be partially transferred, at cost, among certain of these Funds so that the applicable Funds can invest on a pro rata basis in all future investments. If Centerfield does affect cross-fund transactions between Funds, Centerfield shall seek to ensure that such transactions and any related

disclosures are made consistent with applicable laws and agreements (including obtaining any requisite approvals thereunder) and Centerfield's policies and procedures. Neither Centerfield nor any of its affiliates may receive any compensation for effecting a cross-fund transaction.

The Funds may have tax-exempt, taxable, foreign and other investors, whereas most members of the General Partners are taxable at individual U.S. rates. Potential conflicts exist with respect to various structuring, investment and other decisions because of divergent tax, economic or other interests, including conflicts among the interests of taxable and tax-exempt investors, conflicts among the interests of domestic and foreign investors, and conflicts between the interests of investors and the members of the General Partners. For these reasons, among others, decisions may be more beneficial for one investor than for another investor, particularly with respect to investors' individual tax situations.

Our Code of Ethics is designed to assure that the personal securities transactions, activities and interests of our employees will not interfere with our ability to make decisions and complete transactions in the best interest of our clients.

A copy of our Code of Ethics will be provided upon request to any investor in one of our Funds. Such a request can be made by contacting our Chief Compliance Officer at (317) 829-3706 or via email at [tyler@centerfieldcapital.com](mailto:tyler@centerfieldcapital.com).

#### *Item 12 – Brokerage Practices*

The investments made by our Funds generally do not require the use of a broker-dealer. On certain occasions, however, an investment by a Fund or disposition of securities held by a Fund will require that we select a broker-dealer to execute a transaction. In that case, we will use a broker-dealer whom we have determined will provide the best execution for the transaction.

Generally, Centerfield must execute securities transactions in such a manner that a client's total cost or proceeds in each transaction is the most favorable under the circumstances. Centerfield considers the full range and quality of a broker's services in placing brokerage, including, among other things, the value of research provided, if any, as well as execution capability, commission rate, financial responsibility and responsiveness. When determining best execution, it must be noted that the most important factor is not the lowest possible commission cost but whether the transaction represents the best qualitative execution for the managed account.

The Adviser attempts to achieve these results by choosing broker-dealers to execute transactions based on a range of considerations, including, but not limited to:

- The price and size of the order
- The trading characteristics of the securities involved
- The value of research provided
- The broker's execution capabilities
- Commission rates
- Financial responsibility
- Responsiveness

### ***Item 13 – Review of Accounts***

Centerfield closely monitors the investment portfolios of each Fund. Centerfield professionals continually review and analyze existing investments to attempt to identify issues early on and to act when necessary.

Centerfield generally does not provide formal written reports to any Fund unless specifically requested by the General Partner of the Fund.

On a semi-annual basis, Centerfield provides a narrative summary of the status of each new portfolio company and the occurrence of any material event relating to any portfolio company of a Fund. Additionally, on a quarterly basis, Centerfield provides unaudited financial statements and capital account statements to each investor. These reports are all written.

### ***Item 14 – Fund referrals and Other Compensation***

The Adviser does not receive any economic benefit from any person that is not a client for providing advisory and management services to our Funds.

Additionally, neither Centerfield, or any related person, directly or indirectly compensate any person, who is not a supervised person, for client referrals.

### ***Item 15 – Custody***

Centerfield may be deemed to have custody of client assets in the Funds as a result of its, and the General Partners', authority over the Funds.

It is Centerfield's policy for each Fund with assets over which Centerfield is deemed to have "custody" to be audited annually by a PCAOB registered independent accounting firm in accordance with Rule 206(4)-2 under the Investment Advisers Act of 1940 and distribute audited financial statements, prepared in accordance with U.S. generally accepted accounting principles ("GAAP"), to investors no later than 120 days after the end of each fiscal year. In addition, upon the final liquidation of any Fund, Centerfield will obtain a final audit and distribute audited financial statements prepared in accordance with GAAP with respect to such Fund to all investors promptly after completion of the audit.

### ***Item 16 – Investment Discretion***

Centerfield provides discretionary investment advisory services to each of the Funds pursuant to the Governing Documents of each Fund. Investment advice is provided by Centerfield directly to the Funds, subject to the direction and control of the affiliated General Partner of each Fund. Any restrictions on investments in certain types of securities are established by the General Partner of the applicable Fund, and are set forth in the Governing Documents received by each investor prior to investment in such Fund.

The Adviser has the authority to determine (i) the securities to be purchased and sold for each Fund, and (ii) the number of securities to be purchased or sold for each Fund. Because of the differences in Client investment objectives and strategies, risk tolerances, tax status and other criteria, there may be differences



among Clients in invested positions and securities held. The Adviser may consider the following factors, among others, in allocating securities among Clients: (i) Client investment objectives and strategies; (ii) Client risk profiles; (iii) tax status and restrictions placed on a Client's portfolio by the Client or by applicable law; (iv) size of the Client account; (v) nature and liquidity of the security to be allocated; (vi) size of available position; (vii) current market conditions; and (viii) account liquidity, account requirements for liquidity and timing of cash flows.

#### *Item 17 – Voting Fund Securities*

To the extent matters arise that call for the vote or consent of the investors in a portfolio company of a Fund, we exercise the voting rights on behalf of the Fund in question. It is our policy to vote all proxies in a manner that best serves the interests of the applicable Fund.

If a material conflict of interest between the Adviser and a Client exists, the Adviser will determine whether voting in accordance with the guidelines set forth in the proxy voting policies and procedures is in the best interests of the Client; or take some other appropriate action.

Clients, or potential clients, may obtain information about how Centerfield votes securities, or a copy of our proxy voting policy, by contacting our Chief Compliance Officer at (317) 829- 3706 or [tyler@centerfieldcapital.com](mailto:tyler@centerfieldcapital.com).

#### *Item 18 – Financial Information*

We have no financial commitment that impairs our ability to meet contractual and fiduciary commitments to our Funds and we have not been the subject of a bankruptcy proceeding.

## **BROCHURE DISCLOSURE**

In no event should this disclosure Brochure be considered to be an offer of interests in any of Centerfield's private investment fund clients or relied on in determining whether to invest in any of Centerfield's private investment fund clients. It is also not an offer of, or agreement to provide, advisory services directly to any recipient of this disclosure Brochure. Rather, this Brochure is designed solely to provide information about Centerfield for the purpose of compliance with certain obligations under the Investment Advisers Act of 1940, as amended (the "Advisers Act"), and, as such, responds to relevant regulatory requirements under the Advisers Act, which may differ from the information provided to potential investors in the Governing Documents. To the extent that there is any conflict between any discussion in this disclosure Brochure and the Governing Documents provided to investors, the Governing Documents provided to such investors should govern.

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