

PART 2A OF FORM ADV

FIRM BROCHURE



FORESITE
C A P I T A L

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This Brochure provides information about the qualifications and business practices of Foresite Capital Management, LLC (“Foresite Capital”). If you have any questions about the contents of this Brochure, please call us at (415) 877-4887. 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, and references in this Brochure to Foresite Capital as a “registered investment adviser” are not intended to imply a certain level of skill or training.

Additional information about Foresite Capital is also available on the SEC’s website at www.adviserinfo.sec.gov.

ITEM 2 – MATERIAL CHANGES

Since the last annual amendment dated March 2023, Foresite Capital has made revisions to certain sections of the Brochure, none of which Foresite Capital considered to be material, in order to update the Brochure to reflect evolving practices relating to Foresite Capital's business.

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ITEM 4 – ADVISORY BUSINESS

A. Advisory Firm and Structure

Foresite Capital Management, LLC (“Foresite Capital”) was formed in 2010 and was purpose-built to invest specifically and exclusively in the modern health economy. The firm seeks to combine traditional investment management techniques with cutting edge tools and methods to achieve significant ownership of what it believes are the most impactful and transformative healthcare companies across capital markets. Foresite Capital will seek to invest in impactful and transformative healthcare companies that Foresite Capital believes are positioned for significant growth, have a manageable risk profile and have the potential to become industry leaders in their field (each a “Portfolio Company” and collectively, the “Portfolio Companies”).

The principal owner of Foresite Capital is James Tananbaum who directly, and indirectly through a family trust, owns Foresite Capital.¹ James Tananbaum is the principal of Foresite Capital (“Principal”).

Foresite Capital provides discretionary investment advisory services to several private pooled investment vehicles (“Funds”). Currently, Foresite Capital advises numerous multi-investment Funds. Foresite Capital also manages several special purpose vehicles (“SPVs”, and together with the Funds, the “Advisory Clients”) that were formed to co-invest with, or invest parallel to, the multi-investment Funds. Please see the important disclosures regarding potential conflicts of interests related to the Advisory Clients in Item 6.

SPVs have been, and generally will be, established for the purpose of co-investing in a single Portfolio Company, or multiple Portfolio Companies, pursuant to the terms of the applicable operating agreement. Foresite Capital affiliates have co-invested in certain Portfolio Companies indirectly through Advisory Affiliates (as defined below), SPVs, or co-investment vehicles.

The general partners of the Funds offer co-investment opportunities to existing investors, Foresite Capital employees, key persons, affiliates of Foresite Capital, and outside parties pursuant to the terms of the applicable limited partnership agreement. Pursuant to the offering documents, certain co-investments – those made prior to the “substantial investment date” (as defined in the relevant Client Agreement (as defined below)) and that are deemed to be an “excess opportunity” (defined as a certain percentage of capital commitments in each of the relevant Funds’ Client Agreements) – are offered pro rata to all investors of the applicable Fund. However, the general partner can approve amounts above an investor’s pro rata amount. In addition to the co-investments noted in the preceding sentence, the Fund’s general partners have offered, and will in the future offer, the right to participate, directly or indirectly, in certain portfolio companies to one or more existing investors, outside investors, groups, partnerships or corporations in the sole discretion of such general partner.

Foresite Capital has formed non-Advisory Client co-investment vehicles through which certain employees and advisors of Foresite Capital and its affiliates invest alongside specific Funds in certain delineated Portfolio Companies, in accordance with the detailed terms and disclosures in the offering documents. Foresite Capital may form additional similar vehicles in the future and may in the future include outside investors in any such vehicle. Investors should refer to such Fund’s offering documents for more detail and discussion of potential conflicts of interest.

¹ It should be noted that Dana Tananbaum owns Foresite Capital indirectly through the same trust, but she is not a principal of Foresite Capital. She is, however, involved with investor relations and communications activity of Foresite Capital.

The activities of each Advisory Client are governed by a limited partnership agreement or limited liability company agreement that specifies the investment guidelines and investment restrictions applicable to such Advisory Client (“Client Agreement”).

Typically, affiliates of Foresite Capital serve as the general partners or managing members of each Advisory Client (each an “Advisory Affiliate”). Each of the Advisory Affiliates is a related person of Foresite Capital. Foresite Capital, together with the Advisory Affiliates, provides investment management and/or investment supervisory services. Typically, Foresite Capital, or an Advisory Affiliate, manages each Advisory Client’s investments pursuant to the Client Agreement. Each Advisory Affiliate retains investment discretion and management authority over the business and affairs of the Advisory Client for which it serves as general partner or managing member.

B. Advisory Services

Foresite Capital and the Advisory Affiliates, offer investment advice solely with respect to the investments made by the Advisory Clients. Such services consist of investigating, identifying, and evaluating investment opportunities, structuring, negotiating, and making investments on behalf of the Advisory Clients, managing and monitoring the performance of such investments, and disposing of such investments. The Advisory Clients invest in private and public company securities.

Foresite Capital, or the Advisory Affiliates, generally have broad and flexible investment authority with respect to the Advisory Clients. Each Advisory Client’s investment objective and strategy is set forth in the respective Advisory Client’s Client Agreement. All investors in the Advisory Clients (“Investors”) are provided with a Client Agreement and, in the case of certain Advisory Clients, a confidential private placement memorandum or other offering documents prior to making an investment. Investors are urged to carefully review those documents prior to making an investment in an Advisory Client.

Foresite Capital, or an Advisory Affiliate, tailors its investment advice to each Advisory Client in accordance with the Advisory Client’s investment objectives and strategy as set forth in the relevant Client Agreement and, if applicable, confidential private placement memorandum.

Generally, Foresite Capital does not tailor its advisory services to the individual needs of Investors. Investment decisions and advice are subject to the investment objectives and guidelines set forth in the relevant Client Agreement.

The Advisory Affiliates have entered into side letter agreements with certain Investors. Side letters are negotiated prior to investment and establish rights that supplement or alter the terms of the applicable Client Agreement. Pursuant to such side letters, Advisory Affiliates have granted rights to certain Investors which are not available to other Investors (including without limitation, advisory board representation, transparency rights, and reporting rights). Once invested in an Advisory Client, Investors cannot impose additional investment guidelines, restrictions or other requirements on such Advisory Client.

Foresite Capital does not participate in wrap fee programs.

As of December 31, 2023, Foresite Capital manages approximately \$3.4 billion of Advisory Client assets on a discretionary basis. Foresite Capital does not currently manage any client assets on a non-discretionary basis.

ITEM 5 – FEES AND COMPENSATION

Management Fees

Foresite Capital is compensated for its advisory services through asset-based management fees. With respect to the Funds and SPVs, the annual management fee is typically 2% of the aggregate capital commitments, in the relevant Fund, during the investment period (as defined in the relevant Client Agreement). However certain Funds and SPVs have no management fee, or a lower management fee.

After the investment period, the management fee is reduced annually or quarterly as detailed in the relevant governing documents.

The management fee is typically paid quarterly in advance. Foresite Capital, or the relevant Advisory Affiliate, may, waive or reduce the management fee in its sole discretion.

Carried Interest

In addition, as described in more detail in Item 6 below, Advisory Affiliates receive performance-based profit distributions (commonly referred to as “Carried Interest”) in each of the Funds and SPVs once all capital contributions have been returned to the Investors in the Fund (pursuant to the terms in each Client Agreement). Certain Advisory Clients have higher carried interest than others. Foresite Capital seeks to mitigate any conflict of interest related to this by adhering to the Client Agreements, and the allocation policy in the Compliance Manual.

Compensation for Advisory Services

Foresite Capital, or an Advisory Affiliate, is paid the management fees applicable to the appropriate Advisory Client directly from the Advisory Client’s assets. Performance based profit distributions described in Item 6 below are paid to the relevant Advisory Affiliates when earned. Investors do not have the ability to choose to be billed directly for management fees.

Foresite Capital and its personnel can be expected to receive certain intangible and/or other benefits and/or perquisites arising or resulting from their activities on behalf of the Advisory Clients that will neither be subject to an offset against any management fees nor will otherwise be shared with the Advisory Clients and/or portfolio companies. For example, airline travel or hotel stays incurred as an Advisory Client expense typically result in cash rebates, “miles,” “points” or credit in loyalty/status programs, and such benefits and/or amounts will, whether or not de minimis or difficult to value, inure exclusively to Foresite Capital and/or such personnel even though the cost of the underlying service is borne by the Advisory Clients and/or portfolio companies.

Expenses

The Advisory Affiliates or Foresite Capital will pay certain ordinary and customary expenses out of the management fee (including salaries, wages, rent, communication costs, equipment and other overhead expenses).

The Advisory Clients will bear all other expenses of the Advisory Clients, which generally include (depending on the Advisory Client) all costs and expenses incurred in respect of (including such costs and expenses in connection with the termination, cancellation or abandonment of a potential investment that is not consummated): the purchase, holding or sale or exchange or other disposition of securities, including expenses incurred in connection with the research, evaluation, due diligence, acquisition, monitoring or disposition of investments and including travel for such items, including sales commissions, third party

advisers and consultants (it being understood that such costs and expenses may include a carried interest or similar performance-based compensation payable, which shall not reduce the amount of carried interest distributions payable to the General Partner), consulting fees; appraisal fees; third party sourcing fees (including fees to introducers, intermediaries and brokers, including performance based and success-based compensation, warrants, grants or any other form of compensation); taxes; brokerage fees, underwriting commissions and discounts, and legal, accounting, investment banking, consulting (including work done by an affiliate of Foresite Capital), information services and professional fees in contemplation of an investment by the Advisory Client (whether or not consummated), paid to persons other than the Advisory Affiliates; real property or personal property taxes on investments; preparation of the Advisory Client's tax returns, including Schedule K-1 and the costs of creating, printing and distributing such materials; block trades; short sales; clearing and settlement charges (including reconciliation services); proxy research and voting and class action-related services; brokerage fees; prime brokerage and futures commission merchants fees, commission and expenses; obtaining research and market data (including any information technology hardware, software or other technology incorporated into the cost of obtaining such research and market data, evaluation and monitoring or investment opportunities, news and quotation equipment, services and any fees to third-party providers of research and/or portfolio risk management services and other information in connection with the investigation of investment opportunities); travel (including in connection with attending industry conferences and for purposes of conducting due diligence on and monitoring or informing valuations of investments (current or prospective) including air travel (which may include the use of private air travel, hotels and meals); unreimbursed costs and expenses of a transfer of a limited partner interest; fees and expenses associated with indebtedness of the Advisory Client, including interest; taxes applicable to the Advisory Client on account of its operations; fees incurred in connection with the maintenance of bank or custodian accounts; legal, audit (including third-party audit expenses (including preparation costs of financial statements and of financial and other reports), and other expenses incurred in connection with the registration of the Advisory Client's securities; and reasonable and documented fees and expenses of investment advisers and independent consultants incurred in investigating and evaluating investment opportunities; and reasonable and documented fees and expenses of purchasing data and other information in connection with the investigation and evaluation of investment opportunities, including application programming interfaces (APIs) to access such data and expenses of traveling to and attending industry conferences for purposes of conducting due diligence on prospective investments or informing valuations of current or prospective investments. Certain Advisory Clients will also pay, subject to a cap detailed in the Client Agreement, for services provided to portfolio companies that the portfolio company would otherwise pay a third party for. The Advisory Clients shall also bear the fees in connection with the annual audit of the Advisory Client, and the costs valuation consultants; costs of developing, licensing, implementing, maintaining or upgrading any software, web portal, extranet tools, or other administrative, trading or reporting tools (including subscription-based services) for the benefit of the Advisory Clients or the investors; legal expenses of the Advisory Client; premiums associated with insurance, if any, to insure against any claims that could be made directly against the Advisory Client and its affiliates or that could give rise to an Advisory Client liability pursuant to the Client Agreement (the purchase of such insurance, if any, shall be at the discretion of the Advisory Affiliate) and to insure against fraud and crimes against the Advisory Clients; preparation and other expenses associated with annual and other reports to the Investors; costs associated with any Advisory Client information meetings and meetings with existing investors (including travel (which may include private air travel for Foresite Capital personnel), food and beverages, rental space, informational materials travel and other expenses incurred in connection with guest speakers); expenses of the advisory board meetings and reimbursement of reasonable out-of-pocket costs for the advisory board members and the affiliates of Foresite Capital to attend such meetings, and indemnification costs. Additionally, the Advisory Clients shall bear expenses incurred in connection with the compliance with the rules of any self-regulatory organization or applicable law in connection with the activities of the Advisory Client, including in respect of activities of any trading subsidiary or SPV of the Advisory Client, including any governmental, regulatory, licensing, filing or registration fees; including Form PF; preparation of Advisory Client related or investment related administrative, compliance or regulatory reports and securities related regulatory filings (including but

not limited to, FATCA, Form PF (for certain funds as detailed in the offering documents), the U.S. Hart-Scott-Rodino Antitrust Improvements Act of 1976, as amended, and the rules and regulations promulgated thereunder Section 16 filings, 13F, 13G, and HSR); any insurance, indemnification or litigation expense; expenses relating to defaults by investors in the payment of any capital contributions; expenses incurred in connection with any restructuring or amendments to governing agreements; and expenses incurred in connection with the formation of any SPVs.

Each Advisory Client will bear the organizational expenses (including applicable travel costs when marketing a new Advisory Client), syndication and offering costs (subject to the terms and limitations set forth in the Client Agreements) associated with the formation of such Advisory Client and the relevant Advisory Affiliates, up to a maximum amount equal to the amount detailed in the respective Client Agreement. Certain Advisory Clients will bear the expense of any amendment, modification, revision or restatement to the constituent documents of such Advisory Client and the reorganization and/or recapitalization, dissolution or winding-up or termination of such Advisory Client or any trading subsidiary or SPV. Certain Advisory Clients will bear the expense of reimbursement of Foresite Capital for expenses incurred by it in providing services to portfolio companies or prospective portfolio companies that such companies would otherwise need to procure from a third-party or engage an additional employee to provide (including an allocable portion of the compensation, salaries, benefits, rent and support staff of the Foresite Capital personnel providing such services), to the extent not otherwise reimbursed by such portfolio company.

Finally, in addition to the above, certain travel costs related to travelling to board meetings of portfolio companies is typically billed directly to the portfolio company.

Transaction Fees

To reflect the reduced time and effort the Advisory Affiliates or the respective members will devote to the Advisory Clients by reason of performing services as a director or consultant to Portfolio Companies, subject to the terms in the relevant Client Agreement, directors' fees or consulting fees, break-up fees or equivalent compensation, whether in cash or in kind, received by an Advisory Client, Advisory Affiliate, Foresite Capital or a member of a general partner (so long as he or she is a member thereof) from any Portfolio Company will generally be offset against and reduce the amount of the management fee associated with the respective Advisory Client, unless waived by the Advisory Board or disclosed otherwise to investors or herein. The Advisory Boards of certain Funds have waived the offset, and certain other Funds have waived the offset in the offering documents. Investors are encouraged to review the offering documents for details regarding the management offset and any exclusions to the offset. These fees, and the associated conflicts of interest they present, are further described in Item 11 below.

Withdrawals/Termination

Investors in an Advisory Client cannot withdraw from an Advisory Client prior to dissolution and cannot transfer any of their interests in the Advisory Client without the prior written consent of Foresite Capital or the applicable Advisory Affiliate.

The management fee obligation of an Advisory Client generally is terminated only in connection with the dissolution of that Advisory Client. Pursuant to the Client Agreements, in the event of an early termination of an Advisory Client, a pro-rated portion of the management fees paid in advance of the fiscal period in which such termination occurs would be returned to the applicable Advisory Client.

Allocation of Advisory Client Expenses

Pursuant to the terms of the Client Agreement, Advisory Client expenses pertaining directly to an Advisory Client will be charged to that client. If any partnership expenses are associated with two or more

Advisory Clients, such partnership expenses will typically be allocated according to a fair and equitable basis (as determined by Foresite Capital). Foresite Capital maintains a detailed fee and expense policy in its Compliance Manual. In circumstances where one or more co-investment vehicles invest alongside an Advisory Client into a specific investment, direct costs pertaining to such investment will typically be allocated based on the relative share of invested capital in such investment of the Advisory Client and the applicable co-investment vehicles.

Other Fees

We believe transparency is an important element of a strong relationship with our Investors. Although partnership expenses are disclosed in each Advisory Client's annual audited financial statements and quarterly financial statements, and are described in Client Agreements, we have provided additional detail with respect to certain expenses below.

Operating Partners

Foresite Capital, its affiliates, the Advisory Clients and/or the Portfolio Companies retain other companies and/or individuals ("Operating Partners") for a variety of reasons (as detailed below). Operating Partners are not employees of Foresite Capital but are consultants/advisors who provide an important source of operating and strategic expertise across a wide spectrum of different fields within our focus sectors. Operating Partners include, but are not limited to, affiliates of Foresite Capital (and such affiliates' employees, advisors and consultants), Portfolio Companies and third-party consultants. Through our relationships, we also make our Operating Partners available to our Portfolio Companies, at the expense of the Portfolio Companies.

Operating Partners are engaged to provide many services including but not limited to, operational support, due diligence, research, sourcing, specialized operations, expertise and consulting services and similar or related services to the Advisory Clients, or in connection with, one or more Portfolio Companies often in relation to the identification, acquisition, holding, improvement and disposition of such Portfolio Companies ("Operations Support Services"). Among other things, Operating Partners play an important role in how we manage our portfolio and assist with a variety of activities, including but not limited to market research, new investment identification, pre-investment business diligence and post-investment value creation. These services vary from high level insight to extensive day-to-day roles, and in certain cases include support to, or on behalf of, the Advisory Clients, or Portfolio Companies. These services include, but are not limited to, work regarding, the company's management (including serving in management positions or participating in determining corporate strategy), the company's supply chain, revenue and margin management (including determining sales/marketing strategy and retail strategy), data intelligence, finance (including generating metrics and reporting and business restructuring), human capital management (including recruiting personnel and determining executive/incentive compensation), information technology, corporate communications, customer service, sustainability (including, strategy, policy and reporting development), administrative and operational matters, scientific expertise, and data science and incubation services.

The nature of the relationship with each such Operating Partner and the time devotion requirements of each such Operating Partner will vary. Certain Operating Partners will be contractually obligated to exclusively provide certain services to the Advisory Clients and/or the Portfolio Companies whereas others have numerous engagements. These arrangements will under certain circumstances be memorialized in a formal written agreement or will be informal and are negotiated individually, depending upon the anticipated Operations Support Services to be provided. Certain Operating Partners will be offered the ability (or have a preferred right) to co-invest alongside Advisory Clients, including in investments in which such Operating Partner is involved or participates in the management thereof. To date, our Operational Partners have, among other things, helped certain of our Portfolio Companies forge strategic partnerships, source key hires and formulate and drive growth initiatives.

Pursuant to the Client Agreements, fees and expenses associated with Operations Support Services (“Operations Expenses”) are generally paid and/or reimbursed by Portfolio Companies and/or the Advisory Clients. Operations Expenses (including Operations Expenses incurred in connection with an affiliated Operating Partner) will be determined at the discretion of Foresite Capital and/or its Advisory Affiliates in its discretion and in accordance with the Client Agreements. Compensation can take myriad forms including, but not limited to, cash, bonus, success fees, profits interest and equity in the Advisory Clients and/or Portfolio Companies. Foresite Capital generally does not get detailed comparables for such services.

Operations Expenses will also be incurred in respect of Portfolio Companies prior to the closing of the investment. To the extent services are provided for the benefit of an Advisory Client, without reference to a particular Portfolio Company, Operations Expenses incurred in connection with such services are typically borne by the Advisory Client. In the event one or more Operating Partners (directly or indirectly) is providing services with respect to the Advisory Clients, such Operations Expenses will be allocated among the Advisory Clients as determined by the general partner or Foresite Capital, as applicable in a fair and equitable manner. To the extent any such Operations Expenses are payable to any affiliated Operating Partner by the Advisory Clients or a Portfolio Company, such Operations Expenses will not reduce or offset any fees otherwise payable to the management company or its affiliates. Foresite Capital’s good faith determination as to whether a service is an Operations Support Service, the categorization of any fees and expenses (e.g., as Operations Expenses in accordance with the Client Agreements) and the allocation of such fees and expenses shall be binding on the Advisory Client and its investors. In addition, as an Operating Partner becomes more ingrained with a Portfolio Company, he or she will under certain circumstances take on a more active role, including, for example, taking a board seat and providing additional services directly to the Portfolio Company. In either case, the Operating Partner will under certain circumstances receive direct compensation from the Portfolio Company under terms agreed to by the Portfolio Company and the Operating Partner.

Although the use of Operating Partners and the allocation of Operations Expenses subjects Foresite Capital and its affiliates to potential conflicts of interest, Foresite Capital believes any such potential conflicts of interest are mitigated by the fact that the services provided by the Operating Partners are consistent with the business strategy Foresite Capital and/or its affiliates has for the relevant Portfolio Company.

Any new Advisory Client launched by Foresite Capital will generally have different terms than those summarized above that will be negotiated with the investors in the specific Advisory Clients. Foresite Capital will generally wait to update this Brochure for any such changes until the annual amendment.

It is important that Investors refer to the relevant governing documents for a complete understanding of expenses and fees they pay through an investment in the Advisory Clients. The information contained herein is a summary only and is qualified in its entirety by such documents.

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

As described in Item 5 above, each Advisory Affiliate receives performance-based profit distributions from the Advisory Clients for which it serves as general partner or managing member. In general, an Advisory Client distributes 20% of its net profits to the applicable Advisory Affiliate. However, certain Advisory Clients have various Carried Interest performance hurdles, which could ultimately result in a higher than 20% Carry if such Advisory Client meets those benchmarks. Investors should refer to the detail in the applicable Client Agreements. Currently, all Advisory Clients are charged a performance-based fee and have a “European Waterfall.”

The fact that an Advisory Affiliate will likely receive Carried Interest creates a potential conflict of interest in that it creates an incentive to make investments that are riskier or more speculative than in the absence of such performance-based distributions. Additionally, given the fact that certain Funds have a tiered carry structure, Foresite Capital could be incentivized to allocate certain investments to those Advisory Clients as there is theoretically more upside. Foresite seeks to mitigate such conflict through its allocation policy and adherence to the Client Agreements. Investors are provided with clear disclosure as to how performance-based distributions are charged with respect to the Advisory Clients and the risks associated with such performance-based distributions prior to making an investment.

Multiple Advisory Clients have invested in the same Portfolio Company and should be expected to do so again in the future. In such instances, Foresite Capital will review allocations between Advisory Clients as needed and will ensure that any allocation is made in accordance with the applicable Client Agreements. Foresite Capital, to the extent within its control, will not favor itself or the Advisory Affiliates to the detriment of an Advisory Client in allocating investment opportunities and will act in a manner that it reasonably believes over the long term is fair and equitable to all Advisory Clients. Approval from the respective Advisory Client advisory board(s) will be obtained, to the extent required, pursuant to the terms of the relevant Client Agreements.

Any new Advisory Client launched by Foresite Capital will have different terms than those summarized above, and which will be negotiated with the investors in the specific Advisory Client. Foresite Capital will generally wait to update this Brochure for any such changes until the annual amendment.

ITEM 7 – TYPES OF CLIENTS

Foresite Capital provides investment advisory services to the Advisory Clients described in Item 4 above. All Investors in the Advisory Clients are “accredited investors” (as defined in Regulation D under the Securities Act of 1933) and “qualified clients” (as defined in Rule 205-3 of the Investment Advisers Act of 1940, as amended (the “Advisers Act”)). All Investors in the Funds after Foresite Capital Fund I, L.P.², and the SPVs launched in 2021, are also “qualified purchasers” (as defined in section 2(a)(51)(A) of the Investment Company Act of 1940) or “knowledgeable employees (as defined in Rule 3c5(a)(4) under the Investment Company Act of 1940).

Any new Advisory Client launched by Foresite Capital will have different terms than those summarized above. Foresite Capital will generally wait to update this Brochure to reflect the terms of any such new fund until the annual amendment.

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

A. Investment Strategies

The following summarizes the methods of analysis and investment strategies used by Foresite Capital in formulating investment advice.

Foresite Capital invests opportunistically in healthcare companies in which it believes it can leverage the investment team's combined expertise and network to seek to maximize risk-adjusted returns. Foresite Capital's clear and rigorous investment criteria generally target companies it believes have:

- Products or technologies that are proven or have a manageable level of risk, with a durable competitive advantage;
- Management teams with a track record of creating enduring products and delivering investor value;
- Markets that are significant, scalable and poised for substantial growth; and
- Near-term liquidity opportunities, for private companies, within a two to three-year time horizon.

Foresite Capital is focused on understanding, recognizing and managing risk within its portfolio. Foresite Capital's due diligence and decision-making process is structured to understand and mitigate key technical, regulatory, execution and competitive risks among its portfolio investments. Additionally, Foresite Capital typically seeks to manage financing, price and liquidity risk by seeking to:

- Invest at prices that are substantially below Foresite Capital's estimate of intrinsic value;
- Structure investments in a manner that provides downside protection;
- Have a clear understanding of all capital required for the Portfolio Company to reach liquidity; and
- Set aside adequate capital reserves and play an active role in catalyzing change within the company in the event of Portfolio Company underperformance.

B. Risk Factors

An investment in the Advisory Clients involves a significant degree of risk. There can be no assurance that the Advisory Clients' targeted rate of return will be achieved or that there will be any return of capital. The environment for healthcare investments is increasingly competitive and an Investor should only invest in the Advisory Clients if the Investor can withstand the liquidity constraints of an investment in the Advisory Client and a total loss of its investment.

No guarantee or representation is made that the Advisory Clients' investment program will be successful. Please note that all references to Foresite Capital in this Item 8 shall include the applicable Advisory Affiliate(s). The following are some of the additional material risks associated with an investment in the Advisory Clients:

Competition for investments. The Advisory Clients compete with other entities for the acquisition of investments. There is intense competition for investments of the type in which the Advisory Clients intend to invest, and such competition could result in less favorable investment terms than would otherwise be the case. In the face of such extreme competition there are scenarios where the Advisory Clients would be unable to find a sufficient number of attractive opportunities to meet their investment

objectives. There can, therefore, be no assurance that investments of the Advisory Clients will meet all the investment objectives, or that the Advisory Clients will be able to invest all their available capital.

Issuer and non-issuer transactions. The Advisory Clients acquire investments through both issuer and non-issuer transactions. In the case of a non-issuer transaction, the Advisory Clients will purchase securities from existing shareholders (either directly or by means of a secondary market). In many cases, the price that the Advisory Clients must pay to acquire securities in a non-issuer transaction will exceed the price that the Advisory Clients would have paid if they had been able to acquire such securities directly from the issuer. Furthermore, in the event of a non-issuer transaction, there is no guarantee that the Advisory Clients will accede to the same rights (e.g., information rights, voting rights, and rights of first refusal and co-sale) as the selling shareholder.

No assurance of investment return. The task of identifying opportunities in private operating companies, managing such investments and realizing a significant return for Investors is difficult. Many organizations operated by persons of competence and integrity have been unable to make, manage, and realize such investments successfully. There is no assurance that the Advisory Clients will be able to invest capital on attractive terms or generate returns for their Investors. There is no assurance that the investments will be profitable and there is a risk that the Advisory Clients' losses and expenses will exceed their income and gains. As such, there is no assurance of any distribution to the Investors prior to, or upon, liquidation of an Advisory Client.

Valuation of securities. Different methods of valuing securities provide materially different results. Actual realized returns on all unrealized investments will depend among other things on the value of the securities at the time of disposition, any related transaction costs and the manner of sale. Accordingly, the actual realized return on all unrealized investments could differ materially from the values presented to the Investors.

Long-term & illiquid investment within the Advisory Clients. An investment in an Advisory Client is a long-term commitment. Generally, interests in the Advisory Client are highly illiquid and have no public market value. No secondary market for the interests exists, and no such market will be established or supported by Foresite Capital. Furthermore, the sale or transfer of interests is subject to approval of Foresite Capital and other restrictions contained in the Client Agreements. Consequently, Investors are not be able to liquidate an investment in the event of an emergency or for any other reason. An investment in an Advisory Client is suitable only for persons and entities who have no need for liquidity with respect to their investment.

Economic interest of Foresite Capital. Because the percentage of profits allocated to Foresite Capital will exceed the capital contribution percentage of Foresite Capital, and because certain net losses otherwise allocable to Foresite Capital will be specially allocated to all the Investors (up to the point that the Investors' capital account balances reach zero), Foresite Capital has an incentive to make investments that are riskier or more speculative than if Foresite Capital received allocations on a basis identical to that of the Investors. Please also see other disclosures herein.

Liquidation. If the Advisory Clients should become insolvent, the Investors could be required to return with interest any property distributed that represented a return of capital, repay any distributions wrongfully made to them and forfeit any undistributed profits.

Co-Investments. In cases where an opportunity is not being offered pro-rata to Investors in the relevant fund, Foresite Capital will determine the person(s) to whom it offers any such opportunity, and the relative amounts offered to each such person, taking into account such factors as Foresite Capital determines appropriate based on the relevant facts and circumstances, which include one or more of the following: (i) the ability to commit to invest in a short period of time, in light of the timing constraints applicable to such investment; (ii) the ability to commit to a significant portion of such opportunity; (iii)

whether the party provides strategic value in respect of such investment, such as by having relevant experience in the sector or existing relationships with management or other relevant parties; (iv) the size of an Investor's commitment to the Fund; (v) whether and to what extent the party has accepted prior co-investment opportunities offered to it; or (vi) such other factors as Foresite Capital deems relevant, which include subjective determinations such as working relationships and strategic benefits to Foresite Capital or to the Funds. In all cases, allocation of co-investment opportunities will be subject to the provisions of the Client Agreements.

Cybersecurity. The computer systems, networks and devices used by each Advisory Affiliate and its service providers to carry out routine business operations employ a variety of protections designed to prevent damage or interruption from computer viruses, network failures, computer and telecommunication failures, infiltration by unauthorized persons and security breaches. Despite the various protections utilized, systems, networks, or devices potentially can be breached. As a result, the Advisory Clients and investors could be negatively impacted as a result of a cybersecurity breach. Cybersecurity breaches can include unauthorized access to systems, networks, or devices; infection from computer viruses or other malicious software code; and attacks that shut down, disable, slow, or otherwise disrupt operations, business processes, or website access or functionality. Cybersecurity breaches would cause disruptions and impact business operations, potentially resulting in financial losses to the Advisory Clients; impediments to trading; the inability of Advisory Affiliates and other service providers to transact business; violations of applicable privacy and other laws; regulatory fines, penalties, reputational damage, reimbursement or other compensation costs, or additional compliance costs; as well as the inadvertent release of confidential information.

Pandemic and Global Risk. Our investment advisory activities or portfolio company operations could be adversely affected by events outside of our control, such as natural disasters and/or health epidemics and pandemics. In December 2019, a new strain of coronavirus (also known as, and hereinafter referred to as "COVID-19") originated in Wuhan, China, and quickly spread to infect many people in the city and surrounding area. In some cases, COVID-19 causes severe illness and even death. Since its discovery, COVID-19 has spread throughout China and across the world, significantly impacting the world economy. On March 11, 2020, the World Health Organization publicly characterized COVID-19 as a pandemic. The outbreak of COVID-19 has adversely impacted global commercial activity and contributed to significant volatility in certain equity and debt markets. The global impact of the outbreak continues to evolve, and many countries, including the United States, Canada and various European countries, have reacted by instituting quarantines, prohibitions on travel and the closure of offices, businesses, schools, retail stores and other public venues. Such measures, as well as the general uncertainty surrounding the dangers and impact of COVID-19 and potential variants, are creating significant disruption in supply chains and economic activity and are having a particularly adverse impact on transportation, hospitality, tourism, entertainment and other industries. The rapid and evolving development of this situation precludes any prediction as to the ultimate adverse impact of COVID-19 on the economy generally or its effect on the Funds, their portfolio companies, and their ability to achieve investment objectives. Foresite Capital or our portfolio companies would likely incur expenses, delays, or interruption of critical business functions relating to such events outside of our control, which could have a material adverse impact on our investment advisory business including, but not limited to, the financial conditions or prospects of our portfolio companies and the sourcing of new investment opportunities. Further, the ability to trade in the public markets could be impacted. Such material adverse impact could and likely would, in turn, adversely affect the performance of the Fund(s). This does not endeavor to be a full and complete set of risks related to the current health pandemic.

Dependence on Service Providers. The Advisory Clients are dependent upon third-party service providers ("*Service Providers*"). Examples of Service Providers include administrators, legal counsel and auditors. Errors are inherent in the business and operations of any business, and although Foresite Capital will adopt measures deemed by it to be reasonable to attempt to prevent and detect errors by, and misconduct of, Service Providers, and transact with Service Providers it believes to be reliable, such measures may not be effective in all cases. Errors or misconduct could have an adverse effect on the Advisory Clients and the investors' investments therein.

Risks Related to the Securities in which the Advisory Clients Invest

Multi-stage investments. The Advisory Clients will invest in both public companies and in privately-held, growth stage healthcare companies. These companies are sometimes not profitable or generating significant revenue, and sometimes do not have products approved for market. They often require considerable additional capital to develop technologies and markets, obtain FDA approval, acquire customers and achieve or maintain a competitive position. This capital could not be available at all, or on acceptable terms. Further, there have been in the past, and could be instances in the future where the technologies and markets of such companies do not develop as anticipated, even after substantial expenditures of capital. Such companies often face intense competition, including competition from established companies with much greater financial and technical resources, more extensive development, manufacturing, marketing and service capabilities, and a greater number of qualified managerial and technical personnel. Portfolio Companies have substantial variations in operating results from period to period and experience failures or substantial declines in value at any stage. Further the Advisory Clients have in the past and likely could in the future, invest in both the debt (in all cases in accordance with various applicable lending laws) and equity of the same portfolio companies and/or one fund could invest in the equity and one in the debt. This creates an inherent conflict of interest in such instances. Foresite Capital will seek to mitigate any such conflict by following its allocation policy and the governing document of each fund.

Lack of diversification. The Advisory Clients are not subject to any extensive diversification requirements and invest in a limited number of companies, sectors, countries, or regions pursuant to the terms of the applicable Client Agreement. Because the Advisory Clients will concentrate their investments in the healthcare sector, investments will become more susceptible to fluctuations in value resulting from adverse business or economic conditions affecting that particular sector. Consequently, the aggregate return of the Advisory Clients could be adversely affected by the unfavorable performance of one or a small number of companies in which the Advisory Clients have invested.

Availability of investment capital. Portfolio Companies often require additional capital infusions before such Portfolio Companies reach maturity. If an investor in a privately-held company does not have funds available to participate in subsequent rounds of financing, that shortfall would have a significant negative impact on both the Portfolio Company and the face value of the venture investor's original investment. Although it will be the Advisory Clients' policy to maintain sufficient liquidity to allow it to participate in follow-on rounds of financings, the Advisory Clients do not intend to provide all necessary follow-on capital required by a Portfolio Company. Accordingly, third-party sources of financing will generally be required. There is no assurance that such additional sources of financing will be available, or, if available, will be on terms beneficial to the Advisory Clients. Furthermore, the Advisory Clients' capital is limited and in certain cases would not be adequate to protect the Advisory Clients from dilution in multiple rounds of Portfolio Company financing.

Lack of liquidity within investment portfolio. Investments will consist of investments in both public and private companies. The marketability and value of each such investment will depend upon many factors beyond Foresite Capital's control. A significant portion of the investments made by the Advisory Clients will be illiquid and difficult to value, and there will be little or no collateral to protect an investment once made. At the time of an investment, a Portfolio Company can and has in certain cases lacked one or more key attributes (e.g., proven technology, marketable product, complete management team, or strategic alliances) necessary for success. For some of the Advisory Client's investments, particularly for the investments in private companies, there is no readily available market for the Advisory Clients' investments, many of which will be difficult to value, and the disposal of a portfolio investment by the Advisory Clients will be prohibited or delayed many years from the date of initial investment for legal and/or regulatory reasons. The public market for high technology and other emerging growth

companies is volatile. Such volatility has and could in the future adversely affect the development of Portfolio Companies, the ability of an Advisory Client to dispose of investments, and the value of investment securities on the date of sale or distribution by an Advisory Client.

Leverage. Investments include Portfolio Companies with capital structures that include significant leverage. These companies will be subject to restrictive financial and operating covenants. The leverage could impair these companies' ability to finance their future operations and capital needs. The leveraged capital structure of such investments will increase the exposure of the Portfolio Companies to adverse economic factors such as rising interest rates, downturns in the economy, or deteriorations in the condition of the Portfolio Companies or their industries.

Bridge Financings. From time to time, the Advisory Clients lend to Portfolio Companies on a short-term, unsecured basis in anticipation of a future issuance of equity or long-term debt securities. Such bridge loans would typically be convertible into a more permanent, long-term security; however, for reasons not always in the Advisory Clients' control, such long-term securities are not issued, and such bridge loans can remain outstanding. In such event, the interest rate on such loans would not adequately reflect the risk associated with the unsecured position taken by the Advisory Clients.

Non-controlling investments. The Advisory Clients hold a non-controlling interest in certain Portfolio Companies and, therefore, have a limited ability to protect its position in such Portfolio Companies. However, as a condition to an investment in a Portfolio Company, it is expected that appropriate rights generally will be sought to protect the Advisory Clients' interests to the extent possible. There can be no assurance that such minority shareholder rights will be available.

Short Selling. Advisory Affiliates engage in short selling for the Advisory Clients. Short selling involves selling securities that are or are not owned and borrowing the same securities for delivery to the purchaser, with an obligation to replace the borrowed securities at a later date. However, the Funds always own securities and do not engage in "naked" shorts. Short selling allows the Advisory Clients to profit from declines in market prices to the extent such decline exceeds the transaction costs and the costs of borrowing the securities. However, since the borrowed securities must be replaced by purchases at market prices in order to close out the short position, any appreciation in the price of the borrowed securities would result in a loss. Purchasing securities to close out the short position can itself cause the price of the securities to rise further, thereby exacerbating the loss. There can be no assurance that securities necessary to cover a short position will be available for purchase or that securities will be available to be borrowed by the Advisory Client at reasonable costs. If a request for return of borrowed securities occurs at a time when other short sellers of the security are receiving similar requests, a short squeeze can occur, and the Advisory Client would be compelled to replace borrowed securities previously sold short with purchases on the open market at the most disadvantageous time, possibly at prices significantly in excess of the proceeds received in originally selling the securities short. Short selling activities with respect to U.S. securities are subject to other restrictions imposed by U.S. securities laws and the regulations of various U.S. securities exchanges that would affect investment activities of the Advisory Clients. If short sales are effected on an exchange or OTC market outside the United States, such transactions will be subject to the applicable local law, which are more or less restrictive than U.S. law. Moreover, such laws and regulations are subject to change without notice. Any of these factors could make the Advisory Clients unable to execute their investment strategy.

New Issue Trading. One of Advisory Affiliate's investment strategies involves New Issues trading for the Advisory Clients. Investing in New Issues poses unique risks arising out of their transient illiquidity, lack of trading history and concentration of ownership.

Options. The Advisory Affiliates engage in the trading of options for the Advisory Clients. Such trading involves risks substantially similar to those involved in trading margined securities in that options are speculative and highly leveraged. Specific market movements of the securities underlying an option

cannot accurately be predicted. The purchaser of an option is subject to the risk of losing the entire purchase price of the option. The writer of an option is subject to the risk of loss resulting from the difference between the premium received for the option and the price of the security underlying the option which the writer must purchase or deliver upon exercise of the option.

SPACs. Investments in SPACs are subject to the risk that, among other things, (i) such SPAC may not be able to locate or acquire target companies by the deadline, (ii) assets in the trust may be subject to third-party claims against such SPAC, which may reduce the per share liquidation price received by the investors in the SPAC, (iii) such SPAC may be exempt from the rules promulgated by the SEC to protect investors in “blank check” companies, such as Rule 419 promulgated under the Securities Act, so that investors in such SPAC may not be afforded the benefits or protections of those rules, (iv) such SPAC may only be able to complete one business combination, which may cause it to be solely dependent on a single business, (v) the value of any target company may decrease following its acquisition by such SPAC, (vi) the value of the funds invested and held in the trust decline, (vii) the inability for the Advisory Client to redeem its investment due to the failure to hold the securities in the SPAC on the record date or the failure to vote against the acquisition and (viii) if the SPAC is unable to consummate a business combination, public stockholders will be forced to wait until the deadline before liquidating distributions are made. In addition, most SPACs are illiquid and have a concentrated shareholder base that tends to be composed of hedge funds (at least at inception).

A Fund may invest in a SPAC that, at the time of investment, has not selected or approached any prospective target businesses with respect to a business combination. In such circumstances, there may be limited basis for such Fund to evaluate the possible merits or risks of such SPAC’s investment in any particular target business. To the extent that a SPAC completes a business combination, it may be affected by numerous risks inherent in the business operations of the acquired company or companies. For these and additional reasons, investments in SPACs are speculative and involve a high degree of risk.

Board Membership. Personnel of Foresite may serve on boards of directors or executive committees or in other management capacities at Portfolio Companies, either directly or indirectly, or of companies in which the Fund may seek to invest. Serving in such a capacity may expose such personnel, and by association Foresite and the Fund, to certain limitations on the ability to trade the securities of the issuer company and certain conflicts of interest. As a result of such service, such personnel may become aware, from time to time, of material non-public information about a company in which the Fund invests or seeks to invest, and the employee’s knowledge is likely to be attributed to Foresite and the Fund; therefore, the Fund’s ability to trade the securities of such company may become substantially restricted. The Fund’s ability to buy and sell such securities may be limited to such times as company insiders are permitted to do so. Such limitations may cause the Fund to forgo sales that it would otherwise make, thereby exposing the Fund to losses, or to forgo purchases, thereby exposing the Fund to lost opportunities.

Foresite Labs

Foresite Labs, LLC, an affiliate of Foresite Capital, pursues the incubation of companies at the interface of data sciences and healthcare (“Labs Companies”). Certain Funds will invest in Labs Companies. Given the early stage nature of the incubated Labs Companies, the risk profile of these investments is higher than most of the Funds’ investments and could result in a full loss of capital. Key members of Foresite Capital have an economic interest in Foresite Labs, LLC and the Labs Companies. Further key members of Foresite Capital are directors of the Labs Companies, and certain Advisory Clients invest in the Labs Companies. This conflict of interest is disclosed and discussed in detail in the relevant Client Agreements and/or in disclosures to the relevant Advisory Board.

Management Risks

Other Activities. The members of the investment team will devote such portion of their time to the affairs of the Advisory Client as they consider appropriate in their respective judgment to manage effectively the affairs of the Advisory Clients and as required in the Client Agreements. Other activities of affiliates of Foresite Capital with which such personnel are associated, or with which they become associated in the future, would require them to devote substantial amounts of their time to matters unrelated to the business of the Advisory Clients. Any such activities would be subject to the limitations in the limited partnership agreements.

Value Add Investors. Foresite Capital has certain investors that are affiliated with service providers and/or portfolio companies of the Funds. Foresite Capital tracks these investors and seeks to mitigate any conflict of interest by ensuring that such investors invest on the same terms and conditions as other investors in the same vehicle. Further services provided by such investors are reviewed, which may or may not be documented in writing.

Investors and prospective Investors in the Funds are provided with offering documents that contain a detailed description of the material risks related to an investment in the Advisory Clients and are advised to carefully review all risk factors set forth in the relevant offering documents.

ITEM 9 – DISCIPLINARY INFORMATION

Foresite Capital is required to disclose all material facts regarding any legal or disciplinary events that would be material to an investor's evaluation of Foresite Capital or the integrity of Foresite Capital's management. Foresite Capital has no legal or disciplinary information to disclose at this time.

ITEM 10 – OTHER FINANCIAL INDUSTRY ACTIVITIES AND AFFILIATIONS

The Advisory Affiliates are related persons of Foresite Capital and serve as general partners, or managing members, to the Advisory Clients. In connection therewith, the Advisory Affiliates maintain investments in the Advisory Clients and provide investment management and administrative services to the Advisory Clients.

As described in Item 6, the Advisory Affiliates are entitled to receive performance-based profit distributions from the Advisory Clients, which in certain circumstances creates a conflict of interest, as described in Item 6 above.

Foresite Capital's management persons have board positions with certain Portfolio Companies. Foresite Capital generally does not believe these relationships create a material conflict of interest. Please see additional disclosure in Item 11.

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

A. Code of Ethics

Foresite Capital's Code of Ethics (the "Code") is designed to meet the requirements of Rule 204A-1 of the Advisers Act. The Code applies to Foresite Capital's "Access Persons." Access Persons include any member, officer or director of Foresite Capital and employee of Foresite Capital who, in relation to the Advisory Clients: (1) has access to non-public information regarding any purchase or sale of securities, or non-public information regarding securities holdings; or (2) is involved in making securities recommendations, executing securities recommendations, or has access to such recommendations that are non-public. In addition, certain other individuals, such as temporary employees or independent contractors are deemed to be Access Persons by the Chief Compliance Officer in certain cases.

The Code sets forth a standard of business conduct that addresses Foresite Capital's status as a fiduciary to the Advisory Clients and requires Access Persons to place the interests of Advisory Clients above their own interests and the interests of Foresite Capital. The Code requires Access Persons to comply with applicable federal securities laws. Further, Access Persons are required to promptly bring violations of the Code to the attention of Foresite Capital's Chief Compliance Officer. All Access Persons are provided with a copy of the Code and are required to acknowledge receipt of the Code upon hire and on at least an annual basis thereafter.

The Code also sets forth certain reporting and pre-clearance requirements with respect to personal trading by Access Persons. Access Persons must provide Foresite Capital's Chief Compliance Officer with a list of their personal accounts and an initial holdings report listing the holdings of such personal accounts within 10 days of becoming an Access Person. In addition, Foresite Capital's Access Persons must provide annual holdings reports and quarterly transaction reports detailing, respectively, the holdings and quarterly transactions in their personal accounts in accordance with Advisers Act Rule 204A-1.

The Code also describes Foresite Capital's duty to protect material non-public information about securities/investment recommendations provided to (or made on behalf of) Advisory Clients. Underlying these policies and procedures are two primary principles. First, confidential information must be maintained in confidence. Second, Access Persons who possess material non-public information about public companies must not trade in the securities affected by such information, must not disclose such information to anyone who does not have a legitimate need to know it and must immediately disclose such information to the Chief Compliance Officer.

Investors or prospective Investors can obtain a copy of the Code by contacting Foresite Capital.

B. Potential Conflicts

As explained in Item 10 above, the Advisory Affiliates, which are owned in part by the Principal, and are related persons of Foresite Capital, serve as the general partners and managing members of the Advisory Clients. These Advisory Affiliates also commit capital to the Advisory Clients, and as a result every investment made by an Advisory Client involves a purchase of securities whereby related persons of Foresite Capital indirectly acquire an indirect interest in such securities.

Foresite Capital's Principal, Advisory Affiliates, and Access Persons maintain investments directly in certain of the Advisory Clients. The fact that Foresite Capital's Principal, Advisory Affiliates, and Access Persons have financial interests in the Advisory Clients could create a potential conflict in that it could cause Foresite Capital to make different investment decisions than if such parties did not have such

financial ownership interests. However, Foresite Capital believes that these financial interests align Foresite Capital's and the Advisory Affiliates' incentives with those of the Investors.

Foresite Capital or the Advisory Affiliates have formed SPVs to co-invest in some of the Portfolio Companies. As noted in Item 4, in certain cases co-investment opportunities are not offered equally to all Investors, pursuant to the terms of the relevant Client Agreement. Foresite Capital has fully disclosed this conflict in the Client Agreements; further, the Client Agreements state that by subscribing for an interest in the Advisory Client, each Investor understands, consents and agrees to such conflicts of interest.

As further described in Item 6 above, from time to time, more than one Fund has invested, and could in the future invest, in the same or similar securities issued by the same Portfolio Company as another Fund. Further, SPVs will co-invest with the Funds. Employees of Foresite Capital will have responsibility with respect to such investment vehicles and will have either a profits interest or direct interest in the Advisory Affiliates of such Advisory Clients. The nature of this arrangement provides Foresite Capital with an incentive to allocate particularly attractive investment opportunities to an Advisory Client that is expected to generate greater carried interest or to permit that Advisory Client to exit investments at a time that would maximize its returns, potentially to the detriment of the other Advisory Clients. However, Foresite Capital has practices, procedures and policies to avoid such allocations. As noted in Item 6, this conflict is mitigated by the fact that Foresite Capital and the Advisory Affiliates seek to ensure that all investments made by Advisory Clients are fairly and equitably allocated based on the facts and circumstances. Further, Foresite Capital allocates investment opportunities among its Advisory Clients in a fair and equitable manner that is permissible under the respective Client Agreements and consistent with Foresite Capital's allocation policies and procedures. As needed, and as applicable, the respective Fund advisory boards will be consulted regarding allocations when there is a perceived conflict of interest or otherwise.

In addition, the Principal, and other employees or people affiliated with Foresite Capital have invested directly and/or indirectly (via the co-investment vehicle) in certain Portfolio Companies. Such individuals have also received stock in Portfolio Companies in connection with routine Fund distributions. Any conflicts with respect to the co-investment vehicle are mitigated by the detailed disclosure and investment formula described in the relevant Fund's Client Agreements. As for direct investments in Portfolio Companies, Foresite Capital no longer allows Access Persons to purchase healthcare stocks on the open market directly. Sales of any distributed stock, or legacy positions, are governed by the Code of Ethics.

Foresite Labs, LLC, an affiliate of Foresite Capital ("Foresite Labs"), was publicly announced on October 31, 2019 and pursues the incubation of companies at the interface of data sciences and healthcare ("Labs Companies"). Individuals associated with Foresite Capital own interests in Foresite Labs and the Labs Companies and will serve as directors of the Labs Companies. Initially, in most cases, such Foresite Capital individuals will be the only directors for the Labs Companies, and there will not be an independent director. Further Foresite Capital and its employees and Operating Partners will provide services to Foresite Labs and the Labs Companies. In addition, certain Advisory Clients and non-client co-invest vehicles or other vehicles with Foresite employees, will invest in Labs Companies and thus the Labs Companies are Portfolio Companies. These arrangements create conflicts of interest among Foresite Capital, its key persons, the Advisory Clients and their investors, Foresite Labs and the Labs Companies. Conflicts of interest arise in allocating time and expenses, services or functions of these officers and employees. Details regarding such arrangements and the allocation of fees and conflicts of interest associated with such arrangements are disclosed to investors of the applicable Advisory Clients. Conflicts created by the composition of the board of directors is mitigated by the fact that such individual incentives are aligned with the Advisory Clients.

In addition, Foresite Labs and/or Labs Companies will from time to time be counterparties or participants in agreements, transactions or other arrangements with Foresite Capital (including certain of its

employees and members) and its affiliates. Such arrangements will provide economic or other benefits to Foresite Capital (including certain of its employees and members) and its affiliates. Such agreements, transactions and arrangements are not subject to the management fee offset provisions described herein.

Foresite Capital on rare occasions participates in “principal transactions” or “cross trades” (as defined below). In cases where Foresite Capital acts as a principal for its own account (i.e. Foresite Capital and its control persons in the aggregate own greater than 25% of an Advisory Client, a Portfolio Company, or Portfolio Security), and Foresite Capital is seeking to effect a transaction that would be deemed a principal transaction, Foresite Capital will disclose to the Advisory Client in writing the capacity in which Foresite Capital is acting and receive consent from the Advisory Client. On a case-by-case basis, Foresite Capital will determine if it is necessary to disclose the transaction to the relevant advisory board, members or limited partners of the Advisory Clients. A “cross trade” occurs where it is advantageous to effect a securities transaction between two Advisory Clients. In the event that a cross trade would be in the best interests of both Advisory Clients and permitted under the governing documents of each Advisory Client, Foresite Capital would effect the cross trades subject to the approval of the appropriate Funds’ advisory boards, as detailed in the respective Advisory Client(s) offering documents.

As described in Item 5 above, members of a general partner (so long as he or she is a member thereof) perform services as a director or consultant to Portfolio Companies. Such people can and in some cases do receive fees and or stock for such services. Please also see disclosure related to Foresite Labs above. Payment of such fees would create a conflict of interest because it would create an incentive for Foresite Capital or an Advisory Affiliate to cause an Advisory Client to invest its capital in a company that will pay such a fee to Foresite Capital or its affiliate. As detailed in Item 5, Foresite Capital mitigates such potential conflicts of interest by requiring that all such fees are offset and reduce the management fees that would otherwise be paid by the Advisory Clients, unless waived by the Advisory Board or unless the Advisory Client has no management fee and or management fee offset. Foresite Capital would further mitigate this conflict of interest by negotiating such fees at arm’s length with such Portfolio Company and generally seeking to ensure that such fees are, in the good faith opinion of Foresite Capital, in accordance with prevailing market rates in the relevant industry. Foresite Capital does not take into consideration whether a Portfolio Company will pay the fees described above when making an investment determination. In the future, Foresite Capital may launch Advisory Clients with different fee offset terms.

As described in Item 6, Foresite Capital or the Advisory Affiliates receive management fees and performance-based profit distributions from the majority of the Advisory Clients. The management fees are payable without regard to the overall success or income earned by the Advisory Clients and therefore creates an incentive on the part of Foresite Capital to raise or otherwise increase capital commitments to a higher level than would be the case if Foresite Capital were receiving a lower or no management fee. Performance-based profit distributions creates an incentive for Foresite Capital or the Advisory Affiliates to make investments that are riskier or more speculative than in the absence of such performance-based profit distributions.

In addition to the foregoing, Foresite Capital seeks to address the above conflicts through regular monitoring of the Advisory Clients’ portfolios for consistency with objectives, strategies, and target capacity. Further, Foresite Capital carefully considers the risks involved in any investments and Foresite Capital provides extensive disclosure to Investors regarding the potential risks that come with an investment with Foresite Capital. As stated above, the Code provides guidelines for identifying and addressing conflicts of interest and requires Access Persons to place the interests of the Advisory Clients above their own or those of Foresite Capital, and all Access Persons are required to acknowledge their receipt and understanding of the Code.

In addition, each of the Funds has an advisory board consisting of representatives of certain Investors in the respective Fund. The advisory boards advise and counsel Foresite Capital and the Advisory Affiliates on issues relating to conflicts of interest and matters specifically set forth in the limited partnership

agreements. Foresite Capital typically consults with the advisory board of the Fund in question if a significant or material conflict of interest described in this Item 11 arises with respect to such Fund.

Foresite Capital's Access Persons are permitted to make certain securities transactions in their Personal Accounts. Although now generally prohibited, Foresite Capital's Access Persons have made investments, directly, or indirectly, for their personal accounts in the Portfolio Companies. However, please see disclosure regarding Foresite Labs above. Such investments were made concurrently with, or in advance of, investments by an Advisory Client. Such investments create a conflict of interest in that it could give Foresite Capital or an Advisory Affiliate an incentive to cause an Advisory Client to invest its capital in a company in which it would not otherwise invest, or to dispose of its investment in a company at a time or for a price which it would not otherwise recommend for the Advisory Client absent such Access Person's ownership of such securities. The Client Agreements include limitations on the ability of certain Access Persons to make such investments. In addition, the Code restricts the ability of Access Persons to hold interests in Portfolio Companies outside of their indirect interests through the Advisory Affiliates or the Advisory Client. All such investments require approval of the Chief Compliance Officer, which approval would only be granted once any associated conflicts of interest are adequately addressed and remedied.

Foresite Capital enforces the foregoing policy and manages the potential conflicts of interest inherent in Access Person personal trading by rigorous enforcement of its Code, which contains pre-clearance and reporting guidelines for Access Persons.

Foresite Capital requires that Access Persons' transactions in certain "reportable securities" (as defined in Section 202(a)(18) of the Advisers Act) be pre-cleared with the Chief Compliance Officer. Further details are available in the Code which is available to Investors upon request.

Foresite Capital maintains a "Restricted List" with the names of issuers of public securities about which Foresite Capital or its affiliates (including Access Persons) has learned material, non-public information. Access Persons and the Advisory Clients are generally prohibited from trading securities on the Restricted List.

As noted above, Foresite Capital manages multiple Advisory Clients. As such, research, confidential information and other information learned from making an investment in one Advisory Client is used to benefit another client. This includes situations where Foresite Capital goes "over the wall" and receive MNPI.

In addition, Foresite Capital receives transaction and holdings reports in accordance with Advisers Act Rule 204A-1. The Chief Compliance Officer, or his or her designated person, reviews Access Persons' personal transaction and holdings reports to make sure each Access Person is conducting his or her personal securities transactions in a manner that is consistent with the Code.

ITEM 12 – BROKERAGE PRACTICES

A. Best Execution and Soft Dollars

Foresite Capital's investment strategy involves placing trades with a broker-dealer. Foresite Capital recognizes its duty to seek best execution in effecting transactions on behalf of the Advisory Clients.

Each Advisory Affiliate has complete discretion in selecting the broker that it uses for the respective Advisory Client and co-investment transactions and the commission rates that the Advisory Client pays such brokers. In seeking best execution, the determinative factor is not the lowest possible cost, but whether the transaction represents the overall best qualitative execution, taking into consideration the full range of a broker-dealer's services. In selecting a broker for any transaction or series of transactions, Advisory Affiliates consider several factors, including but not limited to:

- Research reports;
- Access to research analysts;
- Commissions;
- Access to public company meetings;
- Access to private, crossover, IPO & public secondary transaction;
- Capital introduction;
- Net price, clearance, settlement and reputation;
- Financial strength and stability;
- Efficiency of execution and error resolution;
- Ability to arrange for sales and transfers of restricted and illiquid securities;
- Willingness to execute related or unrelated difficult transactions in the future;
- Ability to establish brokerage accounts on an efficient and expedited basis; and
- Special execution capabilities.

Foresite Capital maintains custodial accounts for the Advisory Clients' holdings in public securities and any transactions in public securities will be executed through a broker-dealer. Although the Advisory Affiliates generally seek competitive commission rates and commission equivalents, it will not necessarily pay the lowest price. Among other reasons, transactions involve specialized services on the part of a broker-dealer, which result in higher commissions than would be the case for more routine services.

Foresite Capital participates in commission sharing arrangements ("CSAs"), including receiving research and related and permissible services that are available to other institutional investors. Foresite Capital has in the past used Soft Dollars and may again in the future. Foresite Capital uses commission dollars to pay only for products and services that it reasonably believes, based on the advice of external legal counsel, internal review, or other independent third parties qualified to opine on such matters as needed, fall within the safe harbor of Section 28(e) of the Securities Exchange Act of 1934, as amended (the "Exchange Act").

Research services received from brokers and dealers are supplemental to Foresite Capital's own research effort. To the best of Foresite Capital's knowledge, these services are generally made available to all institutional investors doing business with such broker-dealers.

The following policy applies to Foresite Capital's practices with respect to any soft dollar and CSA arrangements into which it enters:

As discussed above, in selecting a broker for any transaction or series of transactions, Foresite Capital considers several factors. Where comparable execution can be obtained from more than one broker, Foresite Capital selects brokers in recognition of the value of various services or products, beyond transaction execution, that they provide to Foresite Capital or its clients. The amount of compensation paid to such broker-dealer is at times higher than what another, equally capable broker-dealer might charge. Selecting a broker or dealer in recognition of the provision of services or products other than transaction execution is known as paying for those services or products with soft dollars. Although customary, these arrangements present potential conflicts of interest in allocating securities transaction business to broker-dealers in exchange for soft dollar benefits, including an incentive to select a broker-dealer based on Foresite Capital's interest in receiving research or other products or services, rather than on the Advisory Clients' interest in receiving the most favorable execution.

Pursuant to Section 28(e) of the Exchange Act, Foresite Capital uses soft dollars or CSAs to acquire a variety of eligible "research" and "brokerage" services and products from a broker-dealer, provided that the commissions paid are reasonable considering the value of the brokerage and research products or services provided, as determined by Foresite Capital in good faith. For these purposes, "research" means services or products used to provide lawful and appropriate assistance to Foresite Capital in making investment decisions for the Advisory Clients. "Brokerage" services and products are those used to effect securities transactions for the Advisory Clients or to assist in effecting those transactions.

Foresite Capital periodically evaluates the execution performance of brokers to ensure that the services provided are consistent with best execution.

B. Aggregation of Securities

Upon the determination to buy or sell the same Portfolio Company security on behalf of more than one Advisory Client (based upon the investment mandates and available capital of such Advisory Clients), Foresite Capital will often aggregate such transactions. In cases where it is deemed appropriate by the Investment Committee for two, or more, Advisory Clients to participate in the same financing round of a private company, those securities, which are a significant part of the investments made by the Advisory Clients, are generally purchased in private placement transactions, and thus a purchase or sale transaction by multiple Advisory Clients will be consummated simultaneously. There are circumstances in which the liquidity considerations, partnership terms or other factors require the purchase or sale of Portfolio Company securities by Advisory Clients at different times. For example if one Fund participates in Series A and a subsequent Fund participates in Series B of a Portfolio Company's securities. In such cases, Foresite Capital will seek to act in a fair and equitable manner regarding all participating Advisory Clients and to consider the investment objectives and results of each Advisory Client. Foresite Capital will also get Advisory Board consent when required under the governing documents. Notwithstanding the foregoing, the purchase or sale of Portfolio Company securities by different Advisory Clients at different times results in increased transaction costs and different investment results for such Advisory Clients and their Investors.

With respect to public securities, Foresite Capital aggregates Advisory Client trades when such aggregation is appropriate for more than one Advisory Client. There are many cases where, due to the reasons detailed in Foresite Capital's allocation policy, Advisory Clients do not trade in the same public security at the same time. The Advisory Clients are different vintages and sizes, and, as such, have different ideal allocations in a given name. However, this can and does result in the Advisory Clients trading the same security at different prices. Foresite Capital seeks to mitigate any conflict of interest by adhering to a detailed allocation policy.

When deemed appropriate to aggregate public trades Foresite Capital will provide allocation instructions. If the trade is partially filled or if a block order is changed mid fill, Foresite Capital will seek to ensure that the fill is allocated pursuant to the previous allocation instructions communicated to the broker. In all block trades and trades where Foresite Capital is trading for the same Advisory Client on the same day, Foresite Capital will seek to ensure that the Advisory Clients receive the same average price for the trade, however, there can be no assurances that they will be able to achieve such results in all instances

Foresite Capital recognizes that, as a fiduciary, it has a duty to allocate investment opportunities among its Advisory Clients in a fair and equitable manner. The Advisory Clients have overlapping investment programs and participate in the same investments in certain instances. Pursuant to the terms in the Client Agreements, if Foresite Capital determines that it would be appropriate for more than one Advisory Client to participate in an investment opportunity, Foresite Capital will seek to allocate the investment opportunity to all the participating Advisory Clients on a fair and equitable basis, as described in greater detail in Item 11 above and pursuant to the Client Agreements.

ITEM 13 – REVIEW OF ACCOUNTS

A. Account Review

The accounts of the Advisory Clients are under periodic review by the Principal and other investment professionals of Foresite Capital. Foresite Capital considers, among other things, investment performance, the portfolio's sensitivity to market changes, and whether anything has changed subsequent to an initial investment decision that impacts the risk or potential return.

B. Reporting to Clients and Investors

Investors in each Fund generally receive quarterly reports after the close of each of the first three calendar quarters, which include quarterly unaudited financial statements, a summary of acquisitions and dispositions of the investments, a list of investments then held, together with a valuation and summary update of such investments of the Fund. Investors in each Advisory Client receive a quarterly capital account balance statement for each calendar quarter-end. Annually, Investors receive an annual financial report audited by a nationally recognized accounting firm, information regarding the Advisory Client necessary for the completion of each Investor's tax return, and a list of investments then held by the relevant Advisory Client and a valuation of such investments. New Advisory Clients may provide reports on a different cadence.

ITEM 14 – CLIENT REFERRALS AND OTHER COMPENSATION

As the Advisory Clients are Funds and SPVs, Foresite Capital does not provide compensation for client referrals under the Advisers Act. However, certain of the Advisory Clients compensate third parties for introducing Investors to the Advisory Clients. Pursuant to such arrangements among the applicable Advisory Client, Foresite Capital and a third-party placement agent, and in accordance with and subject to limitations set forth in the applicable Client Agreement, the Advisory Client pays such placement agent a fee generally based on the capital commitment of the investor introduced to the Advisory Client by the placement agent. As applicable, placement agent fees are borne by the Advisory Client subject to the details in the Client Agreements. Investors introduced to an Advisory Client by a placement agent do not pay Foresite Capital or any Advisory Affiliate higher management fees or carried interest than Investors not introduced by a placement agent.

ITEM 15 – CUSTODY

Pursuant to Rule 206(4)-2 under the Advisers Act (the “Custody Rule”), Foresite Capital or an Advisory Affiliate is deemed to have custody of the assets held by the Advisory Clients because affiliates of Foresite Capital serve as the general partners or managing members of the Advisory Clients.

To ensure compliance with the Custody Rule, Foresite Capital will ensure that the Advisory Clients are subject to an annual audit by an independent public accountant registered with, and subject to regular inspection by, the Public Company Accounting Oversight Board (“PCAOB”) and that the audited financial statements of each Advisory Client will be prepared in accordance with generally accepted accounting principles and distributed to Investors within 120 days of the end of each Advisory Client’s fiscal year. Investors should carefully review the audited financial statements of the Advisory Clients upon receipt, and should compare these statements to any account information provided by Foresite Capital.

As Foresite Capital’s investment program involves some investments in privately offered securities issued by private companies, Foresite Capital generally will be exempt from the requirement that securities be maintained with a “qualified custodian.” Foresite Capital anticipates that many of its investments will involve securities that meet the exemption detailed in the IM guidance updated No 2013-04.

Publicly traded securities or securities which are otherwise ineligible for an exemption from the qualified custodian requirement, are maintained with a qualified custodian in an account in the name of the Advisory Client.

ITEM 16 – INVESTMENT DISCRETION

Foresite Capital, or an Advisory Affiliate, has discretionary authority to manage securities accounts on behalf its clients. Foresite Capital, or an Advisory Affiliate, is authorized to make transaction recommendations for the Advisory Clients. As explained in Item 4.B above, each Advisory Client's investment strategy is set forth in detail in such Advisory Client's offering documents and Client Agreement. Investors do not have the ability to impose limitations on this discretionary authority. Investors must execute a subscription agreement in which they make various representations, including representations regarding their suitability to invest in a high-risk investment pool.

ITEM 17 – VOTING CLIENT SECURITIES

Securities held by the Advisory Clients are voted by the respective general partner or managing member of the Advisory Client. Any proxies or other solicitations received by Foresite Capital will be reviewed and acted upon by the legal and compliance department in consultation with the proper member of the investment team. Notwithstanding the above, Foresite Capital has adopted a proxy voting policy that is applicable to it and its Advisory Client and Advisory Affiliates.

Foresite Capital and its Advisory Affiliates understand and appreciate the importance of proxy voting. Securities held by the Advisory Clients are voted by the respective general partner or managing member. Any proxies or other solicitations received by Foresite Capital will be forwarded to a representative of the appropriate general partner or managing member.

Foresite Capital and its Advisory Affiliates have adopted proxy voting policies and procedures that are designed to ensure that when an Advisory Affiliate votes a proxy with respect to securities held on behalf of the Advisory Clients, such proxies are voted in the clients' best interests, in the judgment of the Advisory Affiliate to the extent reasonably practicable. The procedures also require that the Advisory Affiliates identify and address conflicts of interest. If a material conflict of interest is identified, the Advisory Affiliate will determine whether voting in accordance with the guidelines set forth in the procedures is in the best interests of its Advisory Clients or whether taking some other action is more appropriate.

If a conflict is identified, such individuals will then make a determination (in consultation with outside legal counsel or compliance consultants as needed) as to whether the conflict is material or not. If a conflict is material, the Advisory Affiliate will determine what course of action is in the best interests of the client (which will in the future include utilizing an independent third party to vote such proxies).

Foresite Capital keeps a record of its proxy voting policies and procedures, proxy statements received, votes cast, all communications received, and internal documents created that were material to voting decisions and each client request for proxy voting records and the Advisory Affiliate's response for the previous five years.

Investors do not have the ability to direct proxy votes. Investors can obtain additional information regarding how the Advisory Affiliate voted proxies and a copy of Foresite Capital's proxy voting policies and procedures by contacting the Chief Compliance Officer.

ITEM 18 – FINANCIAL INFORMATION

Foresite Capital and its affiliates do not require or solicit prepayment of advisory fees six months in advance. Foresite Capital is not currently aware of any financial condition that is reasonably likely to impair its ability to meet contractual commitments to Advisory Clients or Investors.