

Item 1 – Cover Page

Homestead Capital USA, LLC

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This Brochure provides information about the qualifications and business practices of Homestead Capital USA, LLC (“Homestead”). If you have any questions about the contents of this Brochure, please contact us at (415) 829-4571 or info@homesteadcapital.com. The information in this Brochure has not been approved or verified by the United States Securities and Exchange Commission or by any state securities authority.

Homestead is a registered investment adviser. Registration of an investment adviser does not imply any level of skill or training. The oral and written communications of an adviser provide you with information about which you determine to hire or retain an adviser.

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

Item 2 – Material Changes

This is an updated version of this brochure which is being done in conjunction with the annual updating amendment to our Form ADV. Item 4 E. has been updated to state that the amount of client assets under management as of December 31, 2015 is \$169.4 million.

There are no other material changes.

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Item 4 – Advisory Business

A. General Description of Advisory Firm.

Homestead Capital USA, LLC (“Homestead”) is a Delaware limited liability company. The principal place of business is in San Francisco, CA. Homestead was formed in July 2012. Gabe Santos and Daniel Little are the principal owners of Homestead, with each owning a 50% interest in Homestead.

B. Description of Advisory Services

Homestead provides discretionary investment advisory services to two private investment funds: Homestead Capital USA Farmland Fund I, L.P. and Homestead Capital USA Farmland Fund I AIV, L.P. (together with any related feeder funds, the “Funds,” or the “clients”). The Funds are exempt from registration under the Investment Company Act of 1940. Homestead may provide discretionary investment advisory services to other private investment funds in the future.

Homestead generally invests the Funds’ assets to opportunistically acquire farmland located throughout the United States. The Funds seek to generate attractive risk-adjusted returns through two key components: i) cash yield driven by rental income and ii) capital appreciation of the underlying land value over the investment holding period. Additional information about the investment objectives and strategy of the Funds are set forth in the Confidential Private Placement Memorandum (including any supplement thereto) for Homestead Capital USA Farmland Fund I, L.P. (the “PPM”). All capitalized terms used but not defined herein shall have the meaning ascribed to such term in the PPM.

Homestead may in the future establish separately managed accounts which tailor their investment objectives, guidelines, restrictions, terms and/or fees to the specific needs of the client. Such investment objectives, fee arrangements and terms will be individually negotiated.

C. Individualized Client Advisory Services

Homestead does not tailor its advisory services to the individual needs of clients.

D. Wrap Fee Programs.

Homestead does not participate in any wrap fee programs.

E. Client Assets Under Management.

As of December 31, 2015, Homestead had approximately \$169.4 million of discretionary client assets under management.

Item 5 – Fees and Compensation

For services provided to each Fund, each Fund pays Homestead a management fee (a percentage of commitments and/or capital investments under management) and a performance-based carried interest (a percentage of the net profits from divestment of portfolio holdings after capital is returned and a preferred return, as described in Item 6, below). Homestead may also receive directors' fees, transaction fees, investment banking fees, advisory fees, monitoring fees, or similar fees, as described below.

The Funds' fees and expenses are detailed in the PPM and should be consulted for a complete description of fees, expenses and definitions of applicable terms.

Management Fees

The Funds pay Homestead a management fee up to the amount specified in the Funds' offering materials. Through the end of a Fund's "Investment Period," this fee is in an amount equal to approximately 1.5% - 2.0% of the aggregate capital commitment of the Fund's investors. After the end of the Investment Period (or upon such other events as may be specified in each Fund's offering materials), the fee is equal to 1.5% to 2.0% of capital that is invested, budgeted or reserved.

The management fee is accrued and payable quarterly in advance. In the event of an early termination of a Fund, we will return to the Fund the proportionate amount of the management fee attributable to the period after the termination date. Management fees are not negotiable. However, Homestead reserves the right to waive all or part of these fees/allocation in its sole discretion.

Homestead Capital USA Farmland Fund I GP, L.L.C. (General Partner") generally causes payment of management fees to be deducted from the Funds' respective accounts quarterly in advance.

Other Fees

In addition, the management fee will be reduced by 100% of any: (i) directors' fees, financial consulting fees or advisory fees paid to Homestead with respect to any Fund investment; (ii) transaction fees paid to Homestead with respect to any Fund investment; and (iii) break-up fees with respect to Fund transactions not completed that are paid to Homestead; but not including, in any event, any amount received by Homestead or other person (including farm managers) from a portfolio investment as reimbursement for expenses directly related to such portfolio investment, as payment for services provided to any portfolio investment in the ordinary course of such portfolio investment's business or as compensation for services provided by Homestead or other person as an employee of or in a similar capacity for such portfolio investment.

Homestead may elect to waive a portion of the Management Fee in exchange for a reduction in the General Partner's cash capital contribution obligation and/or a corresponding interest in Fund profits.

Additional Expenses

The investment strategies we employ for the Funds generally do not involve the purchase or sale of publicly offered securities, and as such, do not typically entail expenses related to brokerage commissions, although other expenses may arise. Please refer to Item 12 for additional information regarding the factors we consider in selecting broker-dealers and other service providers for transactions, and in determining the reasonableness of their compensation.

Each Fund will reimburse Homestead for the Fund's and its affiliated entities' organizational and startup expenses, including legal, travel, accounting, filing, printing, capital raising and other organizational expenses. Homestead will bear the cost (through an offset against the Management Fee or otherwise) of all organizational expenses in excess of \$1.25 million, if any, and of any placement fees payable to any placement agent in connection with soliciting investors' Funds.

In addition to the Management Fee, each Fund will pay all other costs and expenses of the Fund that are not reimbursed by portfolio investments (which reimbursements may be for travel and any other out-of-pocket expenses incurred in connection with the making, monitoring and/or disposing of such portfolio investments, including follow-on investments and refinancings), including legal, auditing, consulting, financing, accounting, administration and custodian fees and expenses; expenses associated with the Fund's financial statements, tax returns, Schedule K-1s and any other Fund-related reporting or filing obligations; expenses incurred in connection with transactions not consummated; expenses of the Fund's Advisory Board and annual meetings of the Limited Partners; insurance (including directors and officers insurance); other expenses associated with the acquisition, holding and disposition of its investments, including extraordinary expenses (such as litigation, if any); costs and expenses (including salaries and overhead) of any regional farm manager and its affiliates; and any taxes, fees or other governmental charges levied against the Fund.

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

The Funds pay the General Partner certain performance-based distributions in the form of carried interest – typically with respect to those investors who meet the definition of First Close Limited Partners (as defined in the PPM), 10% of the net proceeds from the divestment of the Funds' portfolio holdings after return of capital, allocable fees and expenses and a preferred return and with respect to those investors who do not meet the definition of First Close Limited Partners, 20% of such net proceeds. The General Partner's receipt of performance-based distributions is subject to certain limitations set forth in the

constituent documents of each Fund. All performance-based income is calculated and paid in accordance with Section 205 and Rule 205-3 under the Investment Advisers Act of 1940.

Performance based compensation arrangements may create an incentive for Homestead to recommend investments which may be riskier or more speculative than those which would be recommended under a different compensation arrangement.

Because all Funds pay us roughly equivalent performance-based fees, we generally believe that we do not face conflicts related to the side-by-side management of accounts which do pay performance-based fees along with accounts that do not.

Item 7 – Types of Clients

Homestead provides portfolio management services to the Funds. Investors in the Funds may include, without limitation, state and municipal entities, high net worth individuals, pension and profit sharing plans, trusts, estates, charitable organizations, corporations, business entities, endowments, foreign sovereign wealth funds and other types of investors.

The Funds generally require capital commitments of at least \$5 million, although a Fund's constituent documents may allow for exceptions to these minimums in our discretion.

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

The descriptions set forth in this brochure of specific investment strategies that Homestead utilizes to manage the Funds is not exhaustive. Investing in securities involves risk of loss that clients should be prepared to bear. Moreover, investment in the Funds involves significant risks and there can be no assurance that any Fund's investment objectives will be achieved. There may occur potential or actual conflicts of interest involving Homestead, its affiliates and the Fund.

Investment Strategies

Homestead generally invests the Funds' assets with the objective of acquiring and managing a portfolio of diversified U.S. farmland and will seek to derive investment returns through two sources:

1. Annual dividends from rental income and profits generated by farming activities.
2. An increase in the value of the underlying land over the period of the investment.

The Funds are expected to make 20-30 investments in high-quality row and permanent cropland in the U.S. Midwest, Mountain West, Pacific and Delta regions. Homestead will implement a bottom-up investment approach to sourcing and diligence and will utilize a team of farm managers located in each region. This bottom-up approach will be paired

with a top-down investment approach to portfolio construction to ensure proper diversification and an appropriate risk and reward profile at the portfolio level.

Homestead has developed a proprietary database which tracks yields, soil quality and consistency and water rights for counties across the United States as well as climate patterns and commodity pricing. This information is critical to the due diligence process and allows Homestead to manage concentration risk at the portfolio level of the Funds, specifically as it relates to crops, operators, regions and lease types prior to acquisition. Additionally, through its proprietary asset management model, Homestead is able to simulate the impact of additional farms to the portfolio level IRR and stress test the portfolio for various downside scenarios.

Homestead Capital also seeks to construct the Funds' portfolio across lease types in order to generate an attractive cash yield. Lease types that may be utilized by the Funds include Cash Rent, Crop Share, Custom and Variable Lease arrangements.

Finally, Homestead will pursue several enhancement strategies to maximize value, including capital improvements, improved farm management, creation of economies of scale, efficient crop selection and rotation and participation in government programs.

Additional information regarding the risks associated with the Fund's investment strategy may be found in the Confidential Private Placement Memorandum of the Fund.

Risks of Investing

Agricultural Real Estate Risks. Investments in farmland are subject to various risks, including adverse changes in national or international economic conditions, adverse local market conditions, adverse natural conditions such as storms, floods, drought, windstorms, hail, temperature extremes, frosts, soil erosion, infestations and blights, financial situations of tenants, marketability of any particular kind of crop that may be influenced, among other things, by changing consumer tastes and preferences, import and export restrictions or tariffs, governmental subsidy or production programs, buyers and sellers of properties, availability of excess supply of property relative to demand, changes in availability of debt financing, changes in interest rates, real estate tax rates and other operating expenses, environmental laws and regulations, governmental regulation of and risks associated with the use of fertilizers, herbicides and other chemicals used in commercial agriculture, zoning laws and other governmental rules and fiscal policies, energy prices, changes in the relative popularity of properties, risk due to dependence on cash flow, as well as acts of God, uninsurable losses and other factors which are beyond the control of the Fund. In addition, certain states, including Iowa, Kansas, Minnesota, Missouri, Nebraska, North Dakota, Oklahoma, South Dakota and Wisconsin, have enacted legislation that restricts the ownership of agricultural land and/or restricts the types of entities (including limited partnerships owned by non-family members) that are permitted to engage in farming operations. As a result, the Funds' ability to acquire and operate farmland in certain

jurisdictions may be restricted by these protectionist laws. The Funds' ability to sell assets may also be restricted by protectionist laws of this nature.

Further, investment in a given geographic region is subject to the risk of natural disaster or market conditions unique to that region. If a significant allocation of investment resources is allocated in a region that suffers a natural disaster or a unique regional downturn in market conditions, the Fund's operating results and financial condition would be materially adversely affected.

Real Property Investments. Real property investments, including investment in farmland properties, are subject to varying degrees of risk. Real estate values are affected by a number of factors, including changes in the general economic climate, local conditions (such as an oversupply of, or a reduction in demand for, rental farmland properties), the quality and philosophy of management by tenant farmers, competition based on rental rates, attractiveness and location of the properties, condition of the properties, financial condition of buyers and sellers of properties, quality of maintenance, insurance services, and changes in operating costs. If investments do not generate sufficient revenues to meet their operating expenses, including any debt service and capital expenditures, the Fund's cash flow and ability to pay distributions to the investors will be adversely affected. In addition, in certain circumstances, the Funds may be required to drawdown additional capital from the investors to pay the Funds' expenses or to make follow-on investments in properties then held by the Funds. Certain significant expenditures associated with each investment (such as mortgage payments, real estate taxes and insurance and maintenance costs) are generally not reduced when circumstances cause a reduction in income from such investment. Real estate values are also affected by such factors as government regulations (including those governing usage, improvements, zoning and taxes), interest rate levels, the availability of financing, participation by other investors in the financial markets and potential liability under changing laws.

Availability and Demand for Agricultural Commodities. The Funds may receive rent based on the value of a set amount of bushels of crops at a specified date (or possibly may receive crops in lieu of cash payments of rents), and may also contract to acquire a similar quantity of crops from certain tenant farmers. The Funds may pursue hedging activities with respect to any rents measured by or payable in crops and/or any crops to be acquired by the Funds. In addition, the Funds may market any physical crops received as rent or purchased by it from the tenant farmers. Weather conditions (including drought, flooding and natural disasters), pests and disease have historically caused volatility in the agricultural commodities markets by causing crop failures or significantly reduced harvests, which can affect the supply and pricing of agricultural commodities. Government farm programs and policies, changes in global demand created by population growth, changes in standards of living and global production of competitive crops may also affect the availability and prices of agricultural commodities. While the Funds intend to mitigate these risks through crop insurance, securing liens against tenant farmers, and hedging activities, there can be no assurance that the Funds or its subsidiaries will not suffer losses as a result of the lack of availability or fluctuation of the prices of such commodities.

Increases in water prices or insufficient availability of water may also adversely affect crop production, and therefore the value, of agricultural properties, resulting in reduced profitability for the Funds. The Funds will seek to mitigate such risks by generally investing in properties with access to a steady water supply or properties using dryland technologies, but the loss or reduction of access to water sources or increased costs of maintaining such sources could have a material adverse effect on the Funds.

In the future, advances in seed technology, genetic engineering, irrigation improvements and other agricultural technology enhancements may lead to higher crop production on existing farmland. This could reduce the Funds' anticipated returns, which are, in part, based on certain assumptions regarding an increased global demand for agricultural products and declining availability of farmland.

Potential Environmental Liability. Under various U.S. federal, state and local laws, ordinances and regulations, an owner of real property may be liable for the costs of removal or remediation of certain hazardous or toxic substances on or in such property. Such enactments often impose such liability without regard to whether the owner knew of, or was responsible for, the presence of such hazardous or toxic substances. For example, the current owner of a parcel of land may be liable for environmental problems at, or emanating from, the parcel of land that were caused by a past owner or current operator of the site. The cost of any required remediation and the owner's liability therefore as to any property is generally not limited under such enactments and could exceed the value of the property and/or the aggregate assets of the owner. The presence of such substances, or the failure to properly remediate such substances, may adversely affect the owner's ability to sell the real estate or to borrow using such property as collateral. In addition, remediated property may attract a limited number of potential purchasers because of the property's history of contamination, which might also adversely affect the owner's ability to sell the property. Further, a transfer of property does not relieve from liability a person who owned the property at a time when hazardous or toxic substances were disposed of on, or released from, such property. In addition, noncompliance with environmental regulations may allow a governmental authority to order the owner/operator to cease operations at the property or to incur substantial costs and expenses to bring the property into compliance through the implementation of burdensome remediation or prophylactic measures. Where appropriate to reduce the possibility of liability under environmental laws, the Funds will seek to obtain indemnities from sellers, purchase environmental insurance or hold title in limited liability entities. There can be no assurance that environmental laws relating to real estate transactions will not be amended in the future in ways that could adversely affect the Funds' investments.

Limitations on Ability to Harvest. Revenues, earnings and cash flow from the operations of the investments are dependent to a significant extent on their continued ability to harvest crops at adequate levels. Weather conditions, crop growth cycles, access limitations and regulatory requirements associated with the protection of wildlife and water resources may restrict harvesting of the farmland, as may other factors, including damage by fire,

insect infestation, disease, prolonged drought and other natural and man-made disasters. There can be no assurance that such investments will achieve harvest levels in the future necessary to maintain or increase revenues, earnings and cash flows. In addition, the operations of the portfolio investments are expected to be subject to seasonal variations in the regions in which the portfolio investments are located. Harvesting activity can be compromised by inaccessibility to some sites during wet seasons resulting in decreased harvest levels. Results of one quarter will not be indicative of results that may be achieved in other quarters or for the full year.

Commodity Price Risk. Farmland, particularly those which are inland, rely almost exclusively on land transportation. Consequently, the investments may be more susceptible to fuel cost increases than agricultural companies which use water transportation, which is less exposed to fuel prices. Historically, the markets for fuel such as oil, gas, coal and power have been volatile. This volatility is likely to continue in the future. Market prices of these energy commodities may fluctuate materially depending on a variety of factors beyond the control of Homestead or the Funds, including, without limitation, weather conditions and foreign and domestic supply. Such investments may be limited in the amount of fuel cost increases they can pass on to their customers.

Land Titles Claims. While the Funds intend to have its farmland registered under land titles systems, where such systems exist, such systems may not be available or, where land titles regimes are in place, there may be a risk of title claims in the future. Furthermore, leasehold opportunities in connection with crop rights are subject to risks not associated with farmland secured with clear title. These risks include possible cancellation of operating licenses related to non-payment of land taxes, title disputes or other property-related judicial disputes where the land-owner is responsible for managing conflicts. If a claim to any portion of the Funds' farmland is successful, the Funds could be required to forfeit such lands or pay amounts to the claimant, which could have a material adverse effect on the Funds' financial performance.

Lessee Risks. The Funds expect to receive income as lease payments under leases with tenant farmers. Therefore, the Funds will likely be dependent upon the payment of lease payments and performance of other lease obligations by the lessees under the leases. The Funds have limited control over the success or failure of its lessees' businesses and, at any time, any of the Funds' lessees may experience a downturn in its business that may weaken its financial condition. As a result, the Funds' lessee may delay lease commencement or renewal, fail to make lease payments when due or declare bankruptcy, which could result in material losses to the Funds.

Valuations. Unlike exchange listed and other readily tradable securities, real estate assets generally cannot be marked to an established market. Instead, an appraisal or a valuation is only an estimate of value and not a precise measure of realizable value. Real estate valuations are subject to numerous assumptions and limitations. Ultimate realization of the market value of a real estate asset depends to a great extent on economic and other conditions beyond the control of the Funds and Homestead. Further, appraised or

otherwise determined values do not necessarily represent the price at which a real estate investment would sell since market prices of real estate investments can only be determined by negotiation between a willing buyer and seller. Generally, appraisals will consider the financial aspects of a property, market transactions and the relative yield for an asset measured against alternative investments. Valuations will generally be based on the discounted cash flows of the Funds' assets or appraisals. Valuations of real properties should be considered only as estimates of value and not measures of realizable value with respect to such properties. As a result, if the Funds were to liquidate a particular real estate investment, the realized value may be more or less than the appraised value or valuation of such asset. Broker charges and other selling expenses may also contribute to the realized value being less than the appraised value.

Concentration of Investments. Although Homestead intends to focus the Funds' investments on various farmland classes, there can be no assurance as to the degree of diversification that will actually be achieved. In addition, the Funds intend to focus on investments primarily located in the United States. The Funds' portfolio may include a small number of investments, each with a significant portion of the Funds' aggregate Capital Commitments invested. An adverse change in one or more of the investments or their farmland classes could have a material adverse effect on the Funds overall due to the concentrated nature of the Funds' portfolio. Therefore, a material loss in any one investment will yield a return to the investors that may be lower than if the Funds had invested in a more diversified portfolio. In addition, the investments will consist almost entirely of farmland and farmland related assets. Accordingly, general fluctuations in the demand for agricultural products could have a material adverse effect on overall harvest levels and the Funds' financial results. Furthermore, to the extent that the capital raised is less than the targeted amount, the Funds may invest in fewer portfolio investments and thus be less diversified.

Lack of Sufficient Investment Opportunities. The business of identifying and structuring agricultural real estate transactions is highly competitive and involves a high degree of uncertainty. It is possible that the Funds will never be fully invested if enough sufficiently attractive investments are not identified. However, investors will be required to pay management fees during the investment period based on the entire amount of the investors' commitments.

Illiquidity; Lack of Current Distributions. An investment in either Fund should be viewed as illiquid. It is uncertain as to when profits, if any, will be realized. Losses on unsuccessful investments may be realized before gains on successful investments are realized. The return of capital and the realization of gains, if any, generally will occur only upon the partial or complete disposition of an investment. While an investment may be sold at any time, it is generally expected that this will not occur for a number of years after the initial investment. Before such time, there may be no current return on the investment. Furthermore, the expenses of operating the Funds (including the management fee payable to Homestead) may exceed its income, thereby requiring that the difference be paid from the Funds' capital, including, without limitation, unfunded commitments.

Leverage. The Funds may borrow money and such borrowing may take the form of loans for borrowed money or derivative securities and instruments that are inherently leveraged, including options, futures, forward contracts, swaps and repurchase agreements. Derivative instruments typically require an initial outlay of a small amount of capital; the deposit of additional capital or “variation margin” is generally required if the positions decline in value. The use of leverage will result in interest charges or costs, which may be explicit (in the case of loans) or implicit (in the case of many derivative instruments). The level of interest rates generally, and the rates at which the Funds can leverage in particular, can affect the operating results of the Funds. The Funds may use leverage in connection with its real estate investments. The use of significant leverage by the Funds increases the exposure of real estate investments to adverse economic factors such as rising interest rates, severe economic downturns or deteriorations in the condition of a real estate investment or its market. Although borrowings by the Funds have the potential to enhance overall returns that exceed the Funds’ cost of funds, they will further diminish returns (or increase losses on capital) to the extent overall returns are less than the Funds’ cost of funds. Principal and interest payments on indebtedness (including mortgages having “balloon” payments) may be required regardless of the sufficiency of cash flow from the assets of the Funds. In situations in which the Funds have used leverage, such real estate investment may be impaired by a smaller decline in the value of the assets than is the case where assets are owned with a proportionately smaller amount of debt. Depending on the level of leverage and decline in value, if mortgage payments are not made when due, one or more of the properties may be lost (and the Funds’ real estate investment therein rendered valueless) as a result of foreclosure by the mortgagee(s). A foreclosure may also have substantial adverse tax consequences for the Funds. Lenders or other holders of senior positions will be entitled to a preferred cash flow prior to the Funds receiving a return on leveraged real estate investments, and, in the event a real estate investment is unable to generate sufficient cash flow to meet the principal and interest payments on its indebtedness, the value of the Funds’ equity investment in such real estate investment could be significantly reduced or even eliminated. Homestead may obtain one or more revolving credit facilities which may be secured by the commitments of the investors. Any inability of the Funds to repay such borrowings could enable a lender to take action against any investor to the extent of its then remaining commitment.

Interest Rate Risks. Changes in interest rates may adversely affect the investments of the Funds. Changes in the general level of interest rates can affect the Funds’ income by affecting the spread between the income on its assets and the expense of its interest-bearing liabilities, as well as, among other things, the value of its interest earning assets, the capitalization rate at which its real estate assets are valued in the market and its ability to realize gains from the sale of assets. Interest rates are highly sensitive to many factors, including governmental, monetary and tax policies, domestic and international economic and political considerations, fiscal deficits, trade surpluses or deficits, regulatory requirements and other factors beyond the control of the Funds. The Funds may finance its activities with both fixed and floating rate debt. With respect to its floating rate debt, the Funds’ performance may be affected adversely if the Funds fail to limit the effects of

changes in interest rates on its operations by employing an effective hedging strategy, including engaging in interest rate swaps, caps, floors or other interest rate contracts, or buying and selling interest rate futures or options on such futures. Should the Funds so elect (and it may be under no obligation to do so), the use of these instruments to hedge a portfolio carries certain risks, including the risk that losses on a hedge position will reduce the Funds' earnings and funds available for distribution to its investors and that such losses may exceed the amount invested in such instruments.

Significant Adverse Consequences for Default. The Funds' Partnership Agreement provides for significant adverse consequences in the event an investor defaults on its commitment or any other payment obligation. In addition to losing its right to potential distributions from the Fund in which the investor had invested, a defaulting investor may be forced to transfer its interest in the Fund for an amount that is less than the fair market value of such interest and that may be paid over a period of up to ten years, without interest.

Item 9 – Disciplinary Information

Registered investment advisers are required to disclose all material facts regarding any legal or disciplinary events that would be material to your evaluation of Homestead or the integrity of Homestead's management. Homestead has no information applicable to this Item.

Item 10 – Other Financial Industry Activities and Affiliations

Homestead Capital USA Farmland Fund I GP, L.L.C. is the general partner to the Funds and is owned and controlled by Mssrs. Santos and Little.

Item 11 – Code of Ethics

Homestead has adopted a Code of Ethics for all supervised persons of the firm describing its high standard of business conduct, and fiduciary duty to its clients. The Code of Ethics includes provisions relating to the confidentiality of client information, a prohibition on insider trading, a prohibition of rumor mongering, restrictions on the acceptance of significant gifts and the reporting of certain gifts and business entertainment items, and personal securities trading procedures, among other things. All supervised persons at Homestead must acknowledge the terms of the Code of Ethics annually, or as amended.

Interest in Client Transactions. As noted in Item 10 and elsewhere, one of our affiliated entities serves as the general partner of the Funds. The general partner of the Funds is committed to invest 1% of the capital commitments to the Funds, up to a maximum of \$1,500,000. Three of the principals invested in the Funds as a result of this commitment. In addition, it is anticipated that with respect to future funds, principals and employees will be permitted to invest alongside other investors. Principals and employees are not allowed to invest in individual assets alongside the Funds. These investments in our Funds involve

only a small portion of total Funds' capital, but may, during the initial raising of a Fund, constitute a significant portion of committed capital before other investors are admitted.

Subject to the Code of Ethics and applicable laws, officers, directors and employees of Homestead and its affiliates may not trade for their own accounts in securities which are recommended to and/or purchased for Homestead's clients. While it is not currently expected that Homestead will invest client assets in traditional equity securities, the Code of Ethics is designed to assure that the personal securities transactions, activities and interests of the employees of Homestead will not interfere with (i) making decisions in the best interest of advisory clients and (ii) implementing such decisions while, at the same time, allowing employees to invest for their own accounts. Under the Code certain classes of securities have been designated as exempt transactions, based upon a determination that these would materially not interfere with the best interest of Homestead's clients. In addition, the Code requires pre-clearance of certain transactions, and restricts trading in close proximity to client trading activity. Employee trading is continually monitored under the Code of Ethics in order to attempt to reasonably prevent conflicts of interest between Homestead and its clients.

Homestead's clients or prospective clients may request a copy of the firm's Code of Ethics by contacting the Chief Compliance Officer.

Although it is not anticipated that Homestead will invest in equity securities, it is Homestead's policy that the firm will not affect any principal or agency cross securities transactions for client accounts. Homestead will also not cross trades between client accounts. Principal transactions are generally defined as transactions where an adviser, acting as principal for its own account or the account of an affiliated broker-dealer, buys from or sells any security to any advisory client. A principal transaction may also be deemed to have occurred if a security is crossed between an affiliated hedge fund and another client account. An agency cross transaction is defined as a transaction where a person acts as an investment adviser in relation to a transaction in which the investment adviser, or any person controlled by or under common control with the investment adviser, acts as broker for both the advisory client and for another person on the other side of the transaction. Agency cross transactions may arise where an adviser is dually registered as a broker-dealer or has an affiliated broker-dealer.

Item 12 – Brokerage Practices

The investment strategies Homestead employ for Funds do not generally involve the type of securities transactions that require the use of a securities broker or dealer. However, when circumstances warrant or otherwise require, Homestead may make use of securities brokers or dealers in connection with purchases or sales for hedging purposes. Homestead seeks to execute these transactions in a manner that the Fund's total cost or proceeds in each transaction is the most favorable under the circumstances. Homestead does not consider research provided by securities brokers or dealers in selecting broker-dealers for

such transactions, and Homestead does not have any soft dollar arrangements with broker-dealers.

Nonetheless, Fund investors should expect that Fund transactions will generate certain costs related to all Fund transactions, even where Homestead does not use a securities broker or dealer (e.g., costs incurred related to legal expenses, investment bankers, environmental experts, and other service providers), all of which are borne by the Funds, and not by Homestead.

Moreover, under the terms of each Fund's constituent documents, Homestead has the power to select other service providers, including real estate brokers. In selecting service providers, including real estate brokers, Homestead considers a number of factors, including: execution capability, fees or commissions, knowledge of markets, experience, reputation, capitalization, and current market conditions.

Trade Aggregation

Because Homestead typically only invests on behalf of a single Fund at any given time, Homestead generally does not have the opportunity to aggregate the purchase or sale of securities for multiple clients. However, to the extent that Homestead enters into a transaction on behalf of a Fund, the transaction is "aggregated" in that each entity participates in the transaction *pro rata* with its interest.

Item 13 – Review of Accounts

Due to the continuous nature of farm activities, Homestead principals and employees are continuously overseeing the properties owned by the Funds, with a formal quarterly review of each of the Funds' assets. The oversight and reviews are performed by Daniel Little, Head of Portfolio Management, Gabriel Santos, Head of Acquisition and Structuring, and Gary Thien, National Head of Farm Management and Due Diligence, with the assistance of the regional farm managers and other Homestead personnel. The substance of the review and oversight includes, among other things, farm management activities such as planning for the farms, financial and accounting and operations.

Item 14 – Client Referrals and Other Compensation

There are currently no client referrals or paid solicitation arrangements.

Item 15 – Custody

Homestead is deemed to have custody of the Funds' assets because Homestead is affiliated with each Fund's general partner. As permitted by Advisers Act Rule 206(4)-2, Homestead generally provides Fund investors with the Fund's annual audited financial statements prepared by an independent public accountant within the timeframe proscribed by Rule 206(4)-2.

Item 16 – Investment Discretion

Homestead has discretionary authority to manage the assets of the Funds in a manner that is consistent with the objectives and strategies set forth in the Funds' offering documents.

Item 17 – Voting Client Securities

While it is not anticipated that Homestead will invest in equity securities, clients may obtain a copy of Homestead's complete proxy voting policies and procedures upon request. Clients may also obtain information from Homestead about how Homestead voted any proxies on behalf of their account(s) (if applicable).

Item 18 – Financial Information

Registered investment advisers are required in this Item to provide you with certain financial information or disclosures about Homestead's financial condition. Homestead has no information to report that is applicable to this Item.

Item 19 – Requirements for State-Registered Advisers

N/A