

ITEM 1 - COVER PAGE

FORM ADV PART 2A AND 2B: FIRM BROCHURE



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This Firm Brochure (“**Brochure**”) provides information about the qualifications and business practices of Waud Capital Partners, L.L.C. (referred to herein as “**Adviser**” or “**WCP**”). If you have any questions about the contents of this Brochure, please contact Investor Relations at (312) 676-8400 or investorrelations@waudcapital.com. The information in this Brochure has not been approved or verified by the United States Securities and Exchange Commission (the “**SEC**”) or by any state securities authority.

WCP is registered as an investment adviser with the SEC under the Investment Advisers Act of 1940, as amended (“**Advisers Act**”). However, such registration does not imply a certain level of skill or training.

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

ITEM 2 MATERIAL CHANGES

Since WCP's last annual Brochure filing on March 30, 2020, there have been no material changes. WCP routinely makes changes throughout its Brochure to improve and clarify the descriptions of its business practices and compliance policies and procedures or in response to evolving industry and Firm practices. In this year's filing, the following Items have been updated, in addition to certain immaterial changes and/or conforming changes related to the following:

- Item 4: updated to reflect regulatory assets under management as of December 31, 2020; and
- Item 8: updated to reflect additional risk factors and potential conflicts of interest.

Pursuant to SEC rules, WCP provides clients and their limited partners a summary of material changes to its Brochure within 120 days of the close of WCP's fiscal year. WCP may provide further disclosures about material changes as deemed necessary. Additionally, WCP will provide to clients and their limited partners a new Brochure as necessary, without charge. WCP's Brochure may be requested by contacting Investor Relations at (312) 676-8400 or investorrelations@waudcapital.com.

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ITEM 4 ADVISORY BUSINESS

Firm Description

Founded in 1993, Waud Capital Partners, L.L.C. (referred to herein as “**WCP**” or the “**Firm**”) and its related entities are a growth-oriented private equity firm based in Chicago. WCP partners with exceptional management teams with the goal of building market leading companies within two sectors: healthcare services and business and technology services. WCP targets businesses in large, growing, inefficient and highly fragmented markets within these sectors and seeks to grow companies both organically and through follow-on acquisitions.

WCP provides investment advisory services to the following private funds (collectively referred to herein as the “**WCP Funds**”): Waud Capital Partners III, L.P., Waud Capital Partners QP III, L.P. and Waud Capital Partners FIF III, L.P. (collectively, “**Fund III**”); Waud Capital Partners IV, L.P., Waud Capital Partners QP IV, L.P. and Waud Capital Partners FIF IV, L.P. (collectively, “**Fund IV**,”) and Waud Capital Partners QP V, L.P. and Waud Capital Partners FIF V, L.P. (collectively, “**Fund V**”). More information about the WCP Funds is available in WCP’s Form ADV Part 1, Schedule D, Section 7.B.(1).

In addition to the WCP Funds, WCP also manages co-investment vehicles that facilitate co-investments in portfolio companies of the WCP Funds. WCP currently manages two types of co-investment vehicles: one type includes certain WCP Fund limited partners or third-party investors investing in a single WCP portfolio company alongside a WCP Fund (“**WCP Fund Co-Invest Vehicles**”) and which is managed by the relevant WCP Fund GP. The second type of co-investment vehicle includes only WCP senior management employees and WCP affiliated persons (i.e., no WCP Fund limited partners or third-party investors) investing on a side-by-side basis with the WCP Funds in the same portfolio companies as the relevant WCP Fund (“**WCP Employee/Affiliate Co-Invest Vehicles**” and together with the WCP Fund Co-Invest Vehicles, “**WCP Co-Invest Vehicles**”). Additionally, in certain circumstances, as more fully described in Item 7 below, WCP also permits certain limited partners and third parties to co-invest directly into a portfolio company. Unlike the WCP Fund Co-Invest Vehicles mentioned above, such direct co-investments are not considered WCP Funds or clients of WCP. More information about these WCP Co-Invest Vehicles is available in WCP’s Form ADV Part 1, Schedule D, Section 7.B.(1).

The WCP Funds are private equity funds that invest through negotiated transactions in operating entities, generally referred to as “portfolio companies”, in the healthcare services and business and technology services. Each portfolio company has its own management team responsible for managing its day-to-day operations, although the WCP senior investment professionals and other related persons of WCP and/or third-party persons appointed by WCP serve on such portfolio companies’ respective boards of directors or otherwise act to influence control over the management of portfolio companies held by the WCP Funds. In addition, in some cases, WCP will more directly influence the day-to-day management of the portfolio company by recruiting and retaining certain individuals in various leadership roles, such as chief executive officer, chief operating officer, chief financial officer or in other roles. WCP’s investment advisory services to the WCP Funds consist of identifying and evaluating investment opportunities, negotiating investments, managing and monitoring investments, and achieving dispositions for such investments. Investments are made predominantly in non-public portfolio companies,

although investments in public portfolio companies are permitted and on occasion, a WCP Fund and WCP Co-Invest Vehicle owns a public security position.

WCP's investment advisory services for the applicable WCP Fund are detailed in the relevant private placement memoranda (each, "**Private Placement Memorandum**"), limited partnership agreements (each, "**Partnership Agreement**"), subscription agreements, side letters and investment management agreements (together with the Private Placement Memorandum and the Partnership Agreement, the "**Governing Documents**"). WCP provides investment advisory services to the applicable WCP Fund through its affiliated general partner entities (collectively, "**WCP Fund GPs**"), each of which is deemed registered under the Advisers Act pursuant to WCP's registration in accordance with SEC guidance. While the WCP Fund GPs maintain ultimate authority over their respective WCP Funds, WCP has been designated the role of investment adviser. This Brochure describes the business practices of the WCP Fund GPs, which operate as a single advisory business together with WCP, and unless the context otherwise requires, references in this Brochure to "WCP" should be construed to mean the relevant WCP Fund GP and/or Waud Capital Partners, L.L.C. and its personnel. More information about the WCP Fund GPs is available in WCP's Form ADV Part 1, Schedule D, Section 7.A.

Limited partners in a WCP Fund participate in the overall investment program for the applicable Fund but under the relevant Governing Documents can be excused from a particular investment due to legal, regulatory or other applicable constraints (however to date no such excuse has occurred). WCP Fund GPs have entered into side letters or other similar agreements with certain WCP Funds' and WCP Fund Co-Invest Vehicles' limited partners that have the effect of establishing rights under or supplement the applicable Partnership Agreement. Examples of side letter rights include co-investment interests, certain fee arrangements, notification provisions, reporting requirements and "most favored nations" provisions, among others. These rights, benefits or privileges are not always made available to all limited partners nor in some cases are they required to be disclosed to all limited partners. Side letters are negotiated at the time of the relevant limited partner's capital commitment and once invested in a WCP Fund or WCP Fund Co-Invest Vehicle, limited partners generally cannot impose additional guidelines or restrictions on such WCP Fund or WCP Fund Co-Invest Vehicle.

As of December 31, 2020, WCP had regulatory assets under management of approximately \$3.263 billion, all of which are managed on a discretionary basis in WCP's sole discretion. This calculation includes regulatory assets under management for all WCP Funds and WCP Co-Invest Vehicles.

Principal Owners

The WCP Fund GPs are owned by Reeve B. Waud, his related entities and other WCP senior management employees. WCP is ultimately owned and controlled by Mr. Waud and entities under his control. For more information about WCP's owners and executive officers, please see WCP's Form ADV Part 1, Schedule A.

ITEM 5 **FEES AND COMPENSATION**

In general, WCP Fund GPs receive a management fee and carried interest allocation and certain other supplemental fees in connection with the provision of investment advisory services. In addition, the portfolio companies reimburse WCP, the WCP Funds and/or the WCP Co-Invest Vehicles for certain expenses advanced on their behalf.

Management Fees and Service Fees

As described in each WCP Fund's Governing Documents, management fees are paid by each WCP Fund to its respective WCP Fund GP on a semi-annual basis (each, "**Management Fee Period**") and are payable as of a date (each such date, "**Management Fee Payment Date**") five days following the commencement of the relevant Management Fee Period, billed partially in arrears for the first five days and in advance for the remainder of the period. While a WCP Fund is in its commitment period (typically a length of six years after the effective date), the management fee will be calculated based on a percentage per annum of the aggregate limited partner capital commitments ("Commitments") for such WCP Fund. The percentage per annum for Fund III, Fund IV and Fund V is equal to 2.0% of non-affiliated limited partners' Commitments. Effective upon the commencement of the reduction period, generally upon the first Management Fee Payment Date after the expiration of the commitment period, the management fee for each Management Fee Period will be reduced to 2.0% per annum of the non-affiliated limited partners' percentage of the aggregate amount of investment contributions with respect to investments that have not been disposed of less the aggregate amount of permanent write-downs of investments, as designated by the relevant WCP Fund Valuation Committee, that have not been disposed of.

The WCP Fund Co-Invest Vehicles' management fees generally are equal to or lower than the management fee rate charged to the applicable WCP Fund. The specific management fees charged to each WCP Fund Co-Invest Vehicle and the payment of such management fees are negotiated and agreed upon with each WCP Co-Invest Vehicle as described in each such WCP Fund Co-Invest Vehicle's Governing Documents.

WCP provides certain management, advisory, transaction-related, financial advisory and other services for, and the WCP Fund GPs receive fees from, current or prospective WCP Fund portfolio companies, including fees in connection with mergers, acquisitions, follow-on acquisitions, refinancings, public offerings, sales and similar transactions. In connection therewith, WCP Fund GPs are permitted to retain monitoring fees, advisory fees, consulting fees, directors' fees, closing fees, breakup fees, commitment fees and any other similar fees and related fee income from, or on behalf of, WCP Funds portfolio companies (collectively, "**Service Fees**"); provided, however that the management fee of the applicable WCP Fund is offset by a portion of the Service Fees received, net of any expenses incurred in connection with such services not reimbursed, as set forth in the Partnership Agreement of the applicable WCP Fund. Any such offset of a WCP Fund's management fee is typically limited to such WCP Fund's proportionate interest in any such portfolio company and only to the extent a management fee is payable by a WCP Fund currently or in the future. Additionally, in connection with providing services to portfolio companies, a portfolio company reimburses WCP for expenses (including, without

limitation, travel and out-of-pocket expenses) incurred by WCP in performing these services for such portfolio company and such reimbursements are not subject to any management fee offset.

On occasion, in certain circumstances (such as a portfolio company's liquidity needs or otherwise) WCP determines in its discretion to defer, in whole or in part, the amount of Service Fees due from a portfolio company. WCP endeavors to require the payment of such fees only to the extent permitted by the earnings or cash position of the applicable portfolio company, and WCP will defer the payment of such fees if too burdensome for the portfolio company or a senior credit agreement prohibits the payment of such Service Fees. WCP makes such determinations on a case-by-case basis and reserves the right to take different actions (or no action) with respect to similarly-situated portfolio companies.

In addition to the management fee offset for Service Fees mentioned above, limited partners in the WCP Funds also receive a reduction in management fees with respect to all placement agent fees paid, if any, and organizational expenses (discussed below) paid in excess of a maximum amount as specified in the relevant Governing Documents.

For some WCP Funds, to the extent that such offset credits would reduce a WCP Fund's management fee for a given quarter below zero, the credit will be carried forward for future application against payable management fees, and if a credit remains upon dissolution, a payment will be made to limited partners that have not elected to waive such amount for tax or other reasons. The amount and manner of such reduction is set forth in such WCP Funds' Governing Documents. For some WCP Funds, to the extent no future management fees are payable by such WCP Fund, the relevant WCP Fund GP retains the credited offset, and the amount of such credit over time has the potential to be substantial.

No management fee is payable by the WCP Employee/Affiliate Co-Invest Vehicles, as investors in the WCP Employee/Affiliate Co-Invest Vehicles are comprised of only senior management employees of WCP or affiliated persons of WCP and do not include any non-affiliated third-party investors.

Partnership Expenses

Each WCP Fund is governed by its own Governing Documents, which details a description of expenses for such WCP Fund. While differences exist among the WCP Funds, the following is a description of expenses generally charged to each WCP Fund. In addition to the management fee, the WCP Funds will pay all fees, costs, expenses, liabilities and obligations relating to each WCP Fund's (and subsidiaries' and intermediate entities') activities, investments and business ("**Partnership Expenses**") that are not reimbursed by a portfolio company (which reimbursements can be for travel (including in some cases, where not prohibited in the relevant WCP Fund's Governing Documents, private air travel) and any other expenses incurred in connection with such portfolio company), including: (i) activities with respect to the structuring, organizing, acquiring, negotiating, consummating, financing, refinancing, acquiring, bidding on, owning, managing, monitoring, operating, holding, hedging, restructuring, trading, taking public or private, selling, valuing, winding up, liquidating, or otherwise disposing of, as applicable, portfolio companies and a WCP Fund's actual or potential investments (including follow-on investments) or seeking to do any of the foregoing (including any associated legal, financing, commitment, transaction, due

diligence, research or other fees and expenses payable to attorneys, accountants, investment bankers, lenders, industry experts, third-party diligence software and service providers, consultants and similar professionals in connection therewith and any fees and expenses related to transactions that may have been offered to co-investors), whenever incurred and whether or not any contemplated transaction or project is consummated and whether or not such activities are successful, including expenses incurred in planning, researching, organizing and implementing any platform to make acquisitions and engaging executives and other key personnel related to such initiative; (ii) indebtedness of, or guarantees or similar credit support made by, a WCP Fund, WCP, a WCP Fund GP or any affiliated partner on behalf of a WCP Fund (including any credit facility, letter of credit or similar credit support), including fees, expenses and interest with respect thereto, or seeking to put in place any such indebtedness or guarantee or similar credit support; (iii) financing, commitment, origination and similar fees and expenses; (iv) broker, dealer, finder, underwriting (including both commissions and discounts), loan administration, private placement fees, sales commissions, investment banker and similar services; (v) brokerage, sale, custodial, depository, trustee, record keeping, account and similar services; (vi) legal, accounting, research, auditing, administration (including fees and expenses associated with a WCP Fund's third-party administrator and administration or reporting software, if any), information, appraisal, advisory, valuation (including third-party valuations, valuation software, appraisals or pricing services, if any), consulting (including consulting and retainer fees and other compensation paid to the Operations Group (defined below) or any of its members, operating partners, consultants performing investment initiatives related to actual and potential WCP Fund investments, and other similar consultants), tax and other professional services; (vii) reverse breakup, termination and other similar fees; (viii) directors and officers liability, errors and omissions liability, crime coverage and general partnership liability premiums and other insurance and regulatory expenses; (ix) filing, title, transfer, registration and other similar fees and expenses; (x) printing, communications, marketing and publicity; (xi) the preparation, distribution or filing of WCP Fund-related or investment-related financial statements or other reports, tax returns, tax estimates, Schedule K-1s, or any other administrative, compliance or regulatory filings or reports (including Form PF and any filings or reports contemplated by the Alternative Investment Fund Managers Directive or any similar law, rule or regulation), or other information, including fees and costs of any software and third-party service providers and professionals related to the foregoing; (xii) developing, licensing, implementing, maintaining or upgrading any web portal, extranet tools, computer software or other administrative or reporting tools (including subscription-based services) for the benefit of a WCP Fund or the limited partners; (xiii) any activities with respect to protecting the confidential or non-public nature of any information or data, including confidential information; (xiv) to the extent provided in the relevant Partnership Agreement, or otherwise approved by a WCP Fund GP in its sole discretion, activities or proceedings of the Board of Advisors (including any reasonable out-of-pocket costs and expenses incurred by representatives of a WCP Fund GP, the Board of Advisors members, permitted observers and other persons in attending or otherwise participating in meetings of the Board of Advisors); (xv) any annual limited partner meeting or other periodic, if any, meetings of the limited partners, any other conference or meeting with any limited partner(s), and any meeting of portfolio company executives sponsored by a WCP Fund GP or its affiliates; (xvi) indemnification (including any fees, costs and expenses incurred in connection with indemnifying any limited partner or other person pursuant to the relevant Partnership Agreement or otherwise and advancing fees, costs and expenses incurred by any such person in defense or settlement of any claim subject to a right of indemnification pursuant

to the Partnership Agreement), except as otherwise set forth in the Partnership Agreement; (xvii) actual, threatened or otherwise anticipated litigation, mediation, arbitration or other dispute resolution process, including any judgment, other award or settlement entered into in connection therewith; (xviii) the management fee; (xix) except as determined by a WCP Fund GP in its sole discretion, any fee, cost, expense, liability or obligation relating to any alternative investment vehicle or its activities, business, portfolio companies or actual or potential investments (to the extent not borne or reimbursed by a portfolio company of such alternative investment vehicle) that would be a Partnership Expense if it were incurred in connection with a WCP Fund; (xx) the termination, liquidation, winding up or dissolution of a WCP Fund; (xxi) defaults by limited partners in the payment of any capital contributions; (xxii) amendments to, and waivers, consents or approvals pursuant to, the constituent documents of a WCP Fund, a parallel Fund and any alternative investment vehicle of a WCP Fund or a parallel investment Fund, including the preparation, distribution and implementation thereof; (xxiii) (A) complying with any law or regulation related to the activities of a WCP Fund (including regulatory expenses of the relevant WCP Fund GP incurred in connection with the operation of the WCP Fund and legal fees and expenses) and/or (B) any litigation or governmental inquiry, investigation or proceeding involving a WCP Fund, including the amount of any judgments, settlements or fines paid in connection therewith, except to the extent such expenses or amounts have been determined to be excluded from the indemnification provided for in the relevant Partnership Agreement; (xxv) unreimbursed costs and expenses incurred in connection with any transfer or proposed transfer contemplated by the relevant Partnership Agreement; (xxvi) any taxes, fees and other governmental charges levied against a WCP Fund and all expenses incurred in connection with any tax audit, investigation settlement or review of a WCP Fund (except to the extent that the WCP Fund is reimbursed therefor by a reimbursing limited partner or such tax, fee or charge is treated as having been distributed to the limited partners pursuant to the relevant Partnership Agreement; (xxvii) distributions to the limited partners and other costs and expenses associated with the acquisition, holding and disposition of a WCP Fund's investments, including all extraordinary expenses; (xxviii) unreimbursed expenses and unpaid fees of the Operations Group or its members and operating partners; (xxix) compliance or regulatory matters related to a WCP Fund, except as otherwise set forth in the relevant Partnership Agreement; (xxx) any travel (including, where appropriate, private air travel, but only up to the cost of equivalent first-class airfare), lodging, meals or entertainment relating to any of the foregoing, including in connection with consummated and unconsummated investment and disposition opportunities; (xxxi) any excess organizational expenses (which for the avoidance of doubt are offset against management fees of the relevant WCP Fund); (xxxiii) any placement agent fees (which for the avoidance of doubt are offset against management fees of the relevant WCP Fund); (xxxiv) expenses related to attending industry meetings, conferences or similar events in connection with the evaluation of investment opportunities or business sector opportunities (including the evaluation of potential investments, regardless of whether such investment is ultimately consummated); and (xxxv) any other fees, costs, expenses, liabilities or obligations approved by the Board of Advisors .

Out-of-pocket expenses associated with completed transactions are either billed directly to a Fund, reimbursed by portfolio companies or capitalized as part of the acquisition price of a consummated transaction. Out-of-pocket expenses associated with unconsummated transactions ("broken deal expenses") are paid by the relevant Fund(s) selected as proposed investors in such transaction.

Reimbursements

Each portfolio company typically pays for or reimburses WCP, the WCP Funds and/or the WCP Co-Invest Vehicles for certain expenses incurred in connection with WCP's performance of services for such portfolio company. Such expenses can include, without limitation: (i) travel expenses, which often will include expenses for economy, business, first-class or private air travel and meals and entertainment expenses (such expenses including, as applicable, those relating to (a) the usage of premium black car and other car services, which from time to time include waiting time, (b) premium meals (including outside normal business hours) and (c) social and entertainment events, including closing dinners and mementos, with portfolio company management, customers, clients, borrowers, brokers and service providers); (ii) expenses relating to training programs, meetings, conferences or other events (to the extent such programs, meetings or events are attended by portfolio company personnel); (iii) expenses relating to hiring portfolio company personnel (including background checks, recruiting and relocation expenses); (iv) indemnification expenses; (v) insurance; (vi) consulting fees; (vii) certain legal expenses; (viii) similar out-of-pocket expenses; and (ix) other cash and non-cash consideration and expenses. In addition, to the extent a WCP Fund or WCP initially bears the cost of certain fees or expenses but the benefit of the related services or expense is also received by another WCP Fund, portfolio company or future fund or portfolio company, WCP will generally, subject to its ultimate discretion, cause such other WCP Fund or portfolio company to reimburse the initial WCP Fund or WCP for such fees or expenses. Reimbursement by a portfolio company of out-of-pocket expenses incurred by WCP, a WCP Fund GP or their respective affiliates will not be offset against the management fee payable by the WCP Funds.

Organizational Expenses

Each WCP Fund is also responsible for the organizational and start-up fees, costs and expenses ("**Organizational Expenses**") in connection with raising such WCP Fund, up to a maximum amount as specified in such WCP Fund's Governing Documents. Organizational Expenses include all actual out-of-pocket expenses (including travel, printing, legal, capital raising, accounting, regulatory compliance (including the initial compliance contemplated by the Alternative Investment Fund Managers Directive or any similar law, rule or regulation), and any administrative or other filings, web portal fees and expenses and financial advisory fees and expenses) incurred in connection with the organization, funding and start-up of the WCP Fund, the WCP Fund GP, the ultimate general partner, the parallel investment Fund, the parallel investment Fund general partner and any affiliated management company, including the preparation of, and negotiations with respect to, the relevant Partnership Agreement and any side letters or similar agreements, but not including (i) placement fees or (ii) any payments to a WCP Fund GP, the ultimate general partner, the parallel investment Fund general partner or any of their affiliates as salary, consulting or related payments (except as otherwise described in the relevant WCP Fund Partnership Agreement).

WCP will bear its own expenses in connection with maintaining and operating its offices (such as compensation of its employees (except as otherwise described in the relevant WCP Fund Partnership Agreement), rent, utilities and general office expenses, other than, for the avoidance of doubt, compensation and any related direct or allocable overhead expenses associated with Operations Group Services (discussed below), other affiliated or non-affiliated consultants

providing services to the WCP Funds' portfolio companies and, in certain circumstances, the secondment of WCP personnel.

Co-Investment Expenses

As described above, in certain circumstances, WCP permits certain investors to co-invest in investments alongside one or more WCP Funds, subject to WCP's related policies and procedures, the relevant Governing Documents and/or side letter(s) or similar arrangements. Where a WCP Co-Invest Vehicle is formed, such entity will bear expenses related to its operation, many of which are similar in nature to those borne by the WCP Funds. Since co-investments will not be made through a WCP Fund, any Service Fees in connection with a co-investment does not arise out of the investment activities of a WCP Fund or actions taken directly or indirectly by WCP on behalf of such WCP Fund and, therefore, none of such fees reduces the management fee paid by such WCP Fund.

Broken Deal Expenses

In the event a proposed transaction is not consummated, no such WCP Co-Invest Vehicle generally will have been formed, and the full amount of any fees and expenses generated in the course of evaluating such investments, including out of pocket fees associated with due diligence, attorney fees, fees of other professionals and various other fees relating to such proposed but not consummated transaction ("**broken deal expenses**") therefore would generally be borne by the WCP Fund and parallel WCP Employee/Affiliate Co-Invest Vehicle and not by any prospective co-investors that were to have participated in such transaction.

Third-Party Professionals and Operations Group

WCP has engaged and retained advisers, consultants, executive partners, operating partners and other similar professionals or affiliates of WCP ("**Third-Party Professionals**") to assist with acquiring and managing WCP Fund portfolio companies. Third-Party Professionals assist in researching, identifying and providing recommendations regarding target markets, market segments and companies for potential acquisition or investment. Pursuant to written arrangements, Third-Party Professionals are compensated by WCP through service payments prior to an acquisition and/or a transaction fee upon the closing of an acquisition; such service and/or transaction fee payments become a reimbursable deal expense upon the closing of the acquisition. Upon the successful acquisition of a portfolio company, Third-Party Professionals typically become an executive officer of the portfolio company and/or serve on such portfolio company's board of directors. On occasion, Third-Party Professionals also provide on-going services to a portfolio company in addition to serving as an executive officer or member of the board, which is paid directly by such portfolio company. In addition, Third-Party Professionals are reimbursed for the cost of their travel to and from portfolio company board meetings and other portfolio company business and such expenses are generally borne by the relevant portfolio company which the Third-Party Professional is advising but can also be paid by the relevant WCP Fund according to such WCP Fund's Governing Documents. Some Third-Party Professionals are entitled to profits interests pursuant to a portfolio company incentive equity and/or option plan or from the profits of the WCP Funds and WCP Co-Invest Vehicles' investment in the portfolio company (which is paid through such WCP Funds or WCP Co-Invest Vehicles' carried interest). In the event a Third-

Party Professional performs services and/or incurs expenses when working on a potential portfolio company and the deal does not close, the costs associated with such potential portfolio company are billed to the WCP Fund which was expected to invest in such portfolio company. None of the service payments to Third-Party Professionals are considered compensation to the Third-Party Professionals and not Service Fee payments to the WCP Fund GP; therefore, such compensation does not offset management fees payable by limited partners. Some Third-Party Professionals are limited partners in a WCP Fund or WCP Co-Invest Vehicle or invest directly in a portfolio company.

WCP has established an operations group (the “**Operations Group**”) comprised of non-investment professionals employed or retained by WCP and any of its affiliates to provide consulting services to any current or prospective portfolio company of the WCP Funds and/or to support WCP and/or its investment professionals in connection with their activities in relation to the identification, acquisition, holding, improvement and disposition of portfolio companies, including the operational aspects of such companies. Such services and/or support of the portfolio companies and prospective portfolio companies include, among other services, sales, marketing, technology, portfolio company industry compliance, human resources, human capital management, acquisition integration/rationalization and/or other operational services, or other due diligence or similar services (“**Operations Group Services**”). Operations Group Services fees and reimbursable expenses are (i) part of the capitalization of deal expenses in the funds flow upon the closing of an acquisition; (ii) portfolio company expenses to be paid by any current or prospective portfolio company of the WCP Funds (with the approval of the portfolio company’s management team); and/or (iii) Partnership Expenses to be paid and/or reimbursed by either the WCP Funds, the WCP Co-Invest Vehicles or any alternative investment vehicle, each as permissible; provided that, in each case, such services and/or support are provided at a cost no greater than the cost that would be charged by an unaffiliated third party for comparable services and/or support. Fee compensation to Operations Group members can include, among others, consulting and retainer fees, fixed or project fees, finder’s fees, bonus payments, success fees, an equity interest in a portfolio company or a profits interest pursuant to a portfolio company incentive equity and/or option plan or from the profits of the WCP Funds, WCP Co-Invest Vehicles or any alternative investment vehicle’s investment in the portfolio company. The Operations Group charges fees for Operations Group Services and/or support at agreed upon rates (which are determined by category or level of service provided) or based upon each Operation Group member’s time spent providing Operations Group Services and for any related expenses (direct or allocable) associated with such services. The payments by portfolio companies to the Operations Group or its members are considered compensation to the Operations Group or its members and not Service Fee payments to the WCP Fund GP; therefore, such compensation does not offset management fees payable by limited partners.

Fee Receipt Allocation

In good faith and in its fair and reasonable discretion, WCP determines on a case-by-case basis whether an expense should be borne by the Firm, one or more WCP Fund(s) or WCP Co-Invest Vehicle(s), or a portfolio company. To the extent that the Governing Documents do not expressly provide for a method of allocation or to the extent that an invoice does not relate to a specific WCP Fund or WCP Co-Invest Vehicle, WCP will typically allocate common expenses among multiple WCP Funds and WCP Co-Invest Vehicles on a pro rata basis and in accordance

with its policies and procedures on expense allocation. From time to time, WCP, a WCP Fund or a portfolio company (in their sole discretion), has agreed, and in the future may agree, to pay a transaction fee, portion of carried interest, incentive equity grant or other fee to a third party, such as a Third-Party Professional, consultant, adviser, finder, placement agent, broker and/or investment banker. Similarly, on occasion certain members of a portfolio company management team receive additional compensation, including bonus payments or incentive equity payments, based on the applicable portfolio company meeting certain success hurdles. Such compensation indirectly reduces the proceeds available for distribution to portfolio company investors at the time of such portfolio company's sale. None of these fees or compensation offset management fees payable by a WCP Fund by such amount.

Allocation of Fees and Expenses

In certain circumstances, one WCP Fund or WCP Co-Invest Vehicle will pay an expense common to multiple WCP Funds or WCP Co-Invest Vehicles (e.g., legal expenses for a transaction in which all such WCP Funds participate) and be reimbursed by the other WCP Funds or WCP Co-Invest Vehicles for their share of such expense, without interest. Where one or more WCP Funds to which an expense would otherwise be allocable are not permitted to receive an allocation based on the applicable Governing Documents, the portion of the expense attributable to such WCP Fund will be borne by WCP.

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

WCP Fund GPs typically receive a performance-based carried interest allocation (“**Carried Interest**”) with respect to the WCP Funds and the WCP Fund Co-Invest Vehicles of up to 20% of all realized profits in excess of an 8% annually compounded preferred return, subject to a catch-up provision as more fully described in the applicable Governing Documents. Carried Interest allocations distributed to the relevant WCP Fund GP, are subject to a potential giveback to the extent the relevant WCP Fund GP receives distributions in excess of entitled distributions. These performance-based arrangements have been structured subject to Section 205(a)(1) of the Advisers Act in accordance with the available exemptions thereunder, including the exemption set forth in Rule 205-3.

The WCP Employee/Affiliate Co-Invest Vehicles do not pay Carried Interest, as investors in the WCP Employee/Affiliate Co-Invest Vehicles are comprised of only senior management employees of WCP or affiliated persons of WCP and do not include non-affiliated third-party limited partners.

The fact that Carried Interest allocations are based on the performance of each WCP Fund or WCP Fund Co-Invest Vehicle creates an incentive for a WCP Fund GP to make investments that are more speculative than would be the case in the absence of such distributions. However, WCP believes this potential incentive is sufficiently mitigated by the following: (i) the applicable Governing Documents create limitations on the ability of WCP to establish new investment funds; (ii) the WCP Funds and WCP Co-Invest Vehicles are subject to certain contractual provisions requiring certain parallel WCP Funds and WCP Co-Invest Vehicles to purchase and sell

investments contemporaneously; (iii) any losses the WCP Funds or WCP Fund Co-Invest Vehicles sustain will reduce each WCP Fund GP's Carried Interest distribution; (iv) the WCP principals have a substantial financial commitment to the WCP Funds; (v) WCP Fund level Carried Interest is generally calculated only after limited partners have received as distributions 100% of their capital contributions plus a preferred return; and (vi) WCP's ability to attract future limited partners is tied to the performance of its investments.

With regards to side-by-side management, in an effort to reduce the potential for any conflict of interest regarding favoring one WCP Fund or WCP Co-Invest Vehicle over another, WCP Funds and WCP Co-Invest Vehicles invest together on a side-by-side basis in each relevant portfolio company investment. In addition, WCP generally makes new investments for a new WCP Fund with the same investment objectives only after a predecessor WCP Fund is substantially invested or committed as more fully described in the applicable WCP Fund's Governing Documents. WCP's procedures are designed to ensure that all investment decisions are made in accordance with WCP's fiduciary duties to the WCP Funds and without consideration of WCP's (or its affiliates' or employees') pecuniary interest. Further, WCP will not allocate investment opportunities based in whole or in part on (i) the relative fee structure or amount of fees paid by any WCP Fund or (ii) the profitability of any WCP Fund.

ITEM 7 TYPES OF CLIENTS

The investments in the WCP Funds and the WCP Fund Co-Invest Vehicles are only offered and sold to institutional investors and certain high net-worth individuals that are "accredited investors" as defined in the Securities Act of 1933, as amended, and are either "qualified clients," as defined by the Advisers Act or "qualified purchasers" or "knowledgeable employees" as defined by the Investment Company Act of 1940, as amended. The WCP Funds and the WCP Fund Co-Invest Vehicles generally have varying minimum Commitment amounts depending on the WCP Fund. Such minimum Commitment amounts have, on occasion, been waived at the sole discretion of the relevant WCP Fund GP.

The limited partners participating in WCP Funds and the WCP Fund Co-Invest Vehicles include a broad range of U.S. and non-U.S. individuals and institutional investors, including, among others, public pension, corporate pension, union pension, endowments, foundations, insurance companies, sovereign wealth funds, funds of funds, other investment entities, trusts, estates or other corporations or business entities.

For the WCP Employee/Affiliate Co-Invest Vehicles, limited partners are comprised of only senior management employees of WCP or affiliated persons of WCP and do not include non-affiliated third-party limited partners.

On occasion, in its sole discretion, WCP permits one or more (but not necessarily all) WCP Fund limited partners or affiliated persons and/or third parties to co-invest alongside a WCP Fund portfolio company. As referenced in Item 4 above, in certain cases co-investments have been structured either as (i) a WCP Fund Co-Invest Vehicle or (ii) a direct investment by certain investors into a portfolio company or its holding or operating company. When structured as a

WCP Fund Co-Invest Vehicle, WCP considers the investment to be a WCP Fund client, identifies the WCP Fund Co-Invest Vehicle in its Form ADV Part 1, Schedule D, Section 7.B.(1), obtains an audit or surprise custody audit for the WCP Fund Co-Invest Vehicle, reserves the option to assess a management fee and/or Carried Interest on such WCP Fund Co-Invest Vehicle and includes the amount of assets of the WCP Fund Co-Invest Vehicles in WCP's regulatory assets under management. In the case of direct co-investments, WCP does not consider the investment to be a WCP Fund Co-Invest Vehicle or a WCP Fund, does not act as the investment manager to the co-investment portion of the investment, does not charge management fees or Carried Interest to the investment, does not have custody of the investment or include the amount of assets of the direct co-investment in WCP's regulatory assets under management. In such direct co-investment opportunities, WCP will perform management, advisory and other services for the portfolio companies in which these co-investors invest alongside the WCP Funds, generally at no additional cost to such co-investors except portfolio company Service Fees and expenses.

Opportunities to participate in a co-investment are offered to affiliated persons and third parties and include, without limitation, management teams, limited partners, lenders, outside legal counsel, investment bankers, deal sources, placement agents, finders, other private equity or venture capital firms, Operating Partners, other persons or entities affiliated, associated or otherwise known to WCP or its personnel. Additionally, certain individuals who source transactions or provide financing on occasion have negotiated co-investment rights or co-investment priority rights as a component of their compensation or other arrangements with the relevant WCP Fund. Permission to co-invest will be based upon various factors, including the sophistication of the investor, the ability of the investor to fund and complete the investment on a timely basis, and for strategic or other reasons. When co-investment opportunities are permitted, it is possible that the size of the investment opportunity otherwise available to the WCP Fund(s) will be less than it would otherwise have been without the inclusion of such co-investors. WCP's exercise of discretion in allocating co-investment opportunities will not always result in proportional allocations among such co-investors and such allocations can be more or less advantageous to some co-investors relative to other co-investors. WCP is not obligated to make co-investment opportunities available to any particular limited partner. WCP generally will offer co-investment opportunities first to WCP Fund limited partners invested in the portfolio company through a WCP Fund. Historically, not all relevant WCP Fund limited partners offered a co-investment opportunity chose to participate.

Co-investments typically involve investment and disposal of interests in the applicable portfolio company at the same time and on the same terms as the WCP Fund making the investment. However, from time to time, for strategic and other reasons, a co-investor or co-investment vehicle purchases a portion of an investment from one or more WCP Funds after such WCP Fund(s) have consummated their investment in the portfolio company (also known as a post-closing sell-down or transfer). Any such purchase from a WCP Fund by a co-investor or co-investment vehicle generally occurs shortly after the WCP Fund's completion of the investment to avoid any changes in valuation of the investment.

In the event WCP is not successful in offering a co-investment opportunity to potential co-investors, in whole or in part, it is possible that a WCP Fund will consequently hold a greater concentration and have greater exposure in the related investment opportunity than was originally intended, which could make the WCP Fund more susceptible to fluctuations in value resulting

from adverse economic and/or business conditions with respect thereto and would result in a greater concentration of risk as a result. Thus, an investment that is not syndicated to co-investors as originally anticipated could result in a significant impact to a WCP Fund's overall investment returns.

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

WCP is a private investment firm that partners with management teams to acquire, improve and grow companies in the U.S. lower middle market primarily through control-oriented growth equity investments, strategic mergers and acquisitions (“M&A”), buyouts or recapitalizations. WCP's investment philosophy is to partner with industry-leading executives to develop well-run, scalable, high-growth platforms that address large, growing, inefficient and highly fragmented markets within the healthcare services and business and technology services sectors. WCP generally expects to invest \$50 million to \$150 million (including follow-on investments) of total equity in each platform investment and strives to employ a disciplined, standardized and process-driven investment strategy designed to generate superior risk-adjusted returns.

Investment Strategy

WCP's strategy is to build strategic assets and manage risk by identifying attractive industry niches, or sectors, proactively partnering with leading executives, and focusing on growth and operational improvements, while utilizing prudent leverage to enhance, rather than drive, returns. This strategy generally includes one or more of the following approaches: (i) Executive led – partnering with executives to identify, acquire and build platforms; (ii) Strategic M&A – accelerating growth and realizing synergies through follow-on acquisitions; or (iii) Growth Acceleration – pursuing organic growth initiatives to create value.

By focusing on lower middle-market companies as entry points for platform development, WCP has been able to acquire companies that it believes are well-positioned for transformational growth, but lacking adequate human and financial capital to create significant value. Depending on the unique circumstances of each platform investment, WCP typically seeks to invest a portion of the equity up front and reserves the remaining capital for follow-on investments over time as part of the company's growth strategy. By successfully transforming these smaller, less sophisticated companies into larger, better-run, higher growth platforms, WCP has benefited from the corresponding increase in scale and strategic significance upon exit.

From the point of idea generation through investment maturity, the Firm rigorously executes its disciplined, standardized and process-driven approach it believes can yield superior risk-adjusted returns. WCP's thesis-driven approach, human capital focus, proactive development efforts, and operational orientation have been consistent since its founding. Over time, the Firm has continuously improved the expression of this philosophy by adding significant resources, systems and processes to create the WCP Ecosystem, a growth-driven value creation engine.

The WCP Ecosystem is composed of four core elements: (i) Business Intelligence & Strategy, (ii) Human Capital, (iii) Business Development, and (iv) Portfolio Operations. These central functions are supported and deeply interconnected by a proprietary combination of data,

systems, and business process, and in conjunction with external resources, create a differentiated investment opportunity set and accelerate the pace of investment.

WCP believes that the Ecosystem creates a risk-adjusted and proactive set of circumstances for the Firm to create its own opportunities, irrespective of market conditions. The significant and highly intentional investments made into the WCP Ecosystem serve to support the Firm's elegantly simple, but exceedingly complex, approach to investment lifecycle value creation.

By utilizing the Ecosystem, WCP seeks to reduce the risks both in investment selection and the successful implementation of growth and operational initiatives. WCP typically invests a portion of its equity commitment up front and reserves the remaining capital for growth, deploying it over time for organic growth initiatives and follow-on acquisitions, provided that the investment thesis continues to hold true, thereby seeking to generate superior, risk-adjusted returns and consistently create value for its limited partners.

Risks of Investment

No investment is free of risk. Current and prospective WCP Fund limited partners are cautioned that investments in securities involve risk of loss, including the possibility of a complete loss of the amount invested, and that they should be prepared to bear these risks. WCP Funds and their limited partners bear the risk of loss that WCP's investment strategy entails. All current and prospective limited partners should be aware of certain risks involved with WCP's investment strategy and an investment in a WCP Fund. These risks, which are generally specified in the relevant Private Placement Memorandum, include, but are not limited to, the following:

Business Risks. Each WCP Fund's investment portfolio consists primarily of securities issued by privately held companies and operating results in a specified period will be difficult to predict. Such investments involve a high degree of business and financial risk that can result in substantial losses.

Investment in Junior Securities. The securities in which each WCP Fund invests may be among the most junior in a portfolio company's capital structure and, thus, subject to the greatest risk of loss. Generally, there will be no collateral to protect an investment once made.

Concentration of Investments. Each WCP Fund will participate in a limited number of investments and is expected to seek to make several investments in one industry or one industry segment or within a short period of time. As a result, the WCP Funds' investment portfolio could become highly concentrated, and the performance of a few holdings has the potential to substantially affect its aggregate return.

Lack of Sufficient Investment Opportunities. It is possible that a WCP Fund will never be fully invested if enough sufficiently attractive investments are not identified. The business of identifying and structuring private equity transactions is highly competitive and involves a high degree of uncertainty. However, limited partners will be required to pay management fees during each WCP Fund's commitment period based on the aggregate amount of their Commitments.

Illiquidity; Lack of Current Distributions. An investment in a WCP Fund should be viewed as an illiquid investment. It is uncertain as to when profits, if any, will be realized. Losses on

unsuccessful investments can 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 can 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, it is possible that there will be no current return on the investment. Furthermore, the expenses of operating each WCP Fund (including the management fee payable to the WCP Fund GP) can exceed income, thereby requiring the difference be paid from such WCP Fund's capital, including unfunded Commitments.

Leveraged Investments. The WCP Funds use leverage by having a portfolio company incur debt to finance a portion of its investment in such portfolio company, including in respect of companies not rated by credit agencies. Leverage generally magnifies both a WCP Fund's opportunities for gain and its risk of loss from a particular investment. The cost and availability of leverage is highly dependent on the state of the broader credit markets (and such credit markets can be impacted by regulatory restrictions and guidelines), which is difficult to accurately forecast, and at times, it can be difficult to obtain or maintain the desired degree of leverage. The use of leverage often imposes restrictive financial and operating covenants on a company, in addition to the burden of debt service, and can impair its ability to operate its business as desired and/or finance future operations and capital needs. The leveraged capital structure of portfolio companies will increase the exposure of the WCP Fund's investments to any deterioration in a company's condition or industry, competitive pressures, an adverse economic environment or rising interest rates and could accelerate and magnify declines in the value of the WCP Fund's investments in the leveraged portfolio companies in a down market. In the event a portfolio company cannot generate adequate cash flow to meet debt service, a WCP Fund may suffer a partial or total loss of capital invested in the portfolio company, which could adversely affect the returns of a WCP Fund. Furthermore, should the credit markets be limited or costly at the time WCP determines that it is desirable to sell all or a part of a portfolio company, it is possible the WCP Fund will not achieve an exit multiple or enterprise valuation consistent with its forecasts. Moreover, the companies in which the WCP Fund will invest generally will not be rated by a credit rating agency.

WCP Fund Level Borrowing. The WCP Funds from time to time borrow funds or enter into other financing arrangements for various reasons, including to pay Partnership Expenses, to pay management fees, to make or facilitate new or follow-on investments (including borrowings pending receipt of capital contributions from limited partners), to cover any shortfall resulting from a limited partner's default or exclusion. If a WCP Fund borrows in lieu of calling capital to fund the acquisition of an investment, the borrowing generally would be used for all limited partners in such WCP Fund on a pro-rata basis, often including the WCP Fund GPs. In addition, credit facilities for certain WCP Funds are available to provide borrowed funds directly to the portfolio companies of such WCP Funds, in which case such borrowed funds would be guaranteed by such WCP Funds, as they would be for any other borrowing by the WCP Fund for any other purpose.

To the extent a WCP Fund uses borrowed funds in advance or in lieu of capital contributions or a portfolio company borrows funds directly through the WCP Fund facility, the WCP Fund's limited partners generally make later capital contributions, but the WCP Fund will bear all of (or, in the case of a direct borrowing by a portfolio company, a portion of) the expense of interest on such borrowed funds. In addition, a WCP Fund's use of borrowed funds will impact the calculation of net performance metrics (to the extent that they measure limited partner cash

flows) and has the potential to make net IRR calculations higher than they otherwise would be without WCP Fund-level borrowing, as these calculations generally depend on the amount and timing of capital contributions. The WCP Funds typically pay interest on amounts borrowed under the credit facility and customarily pay a one-time fee for establishing the credit facility as well as certain other one-time and recurring fees and expenses. While a WCP Fund will bear the expense of borrowed funds, such borrowings can also increase the carried interest received by the WCP Fund GPs by decreasing the amount of distributions from the WCP Fund that are required to be made to WCP Fund limited partners in satisfaction of any preferred return. The WCP Fund GPs therefore have a conflict of interest in deciding whether to borrow funds because a WCP Fund GP has the potential to receive disproportionate benefits from such borrowings.

Borrowing by a WCP Fund will generally be secured by either capital commitments made by limited partners to such WCP Fund (capital commitment line) and/or by the WCP Fund's assets (net asset value line). In the case of a capital commitment line, documentation relating to such borrowing can provide that during the continuance of a default under such borrowing, the interests of the limited partners can be subordinated to such WCP Fund-level borrowing, and the lenders have the ability to call capital directly from the limited partners. Moreover, tax-exempt limited partners should note that the use of borrowings by a WCP Fund has the potential to cause the realization of UBTI.

Bridge Financing. From time to time, a WCP Fund draws on its line of credit to bridge financing to a parallel investment vehicle, such as to a WCP Co-Invest Vehicle, or to a portfolio company. In such circumstances, the parallel investment vehicle or portfolio company is not a guarantor on the line of credit although it did receive the benefit of the loan. The parallel investment vehicle or portfolio company must repay the loan and all interest and fees on the loan and the WCP Fund does not incur any expenses associated with use of the WCP Fund's line of credit. Additionally, in the event WCP or a WCP Fund GP lends a WCP Fund capital through a short-term loan facility to bridge an investment pending the receipt of capital contributions from the WCP Fund investors, subject to the WCP Fund's Governing Documents, the WCP Fund GP is permitted to charge such WCP Fund (including the WCP Fund limited partners) interest costs incurred in connection with such loan for the time period between the receipt of capital from such loan to the date on which the loan is paid off by such WCP Fund.

Limited Transferability of Fund Interests. There is no public market for the WCP Funds' limited partner interests, and none is expected to develop. There are substantial restrictions upon the transferability of WCP Fund limited partner interests under each WCP Fund's Partnership Agreement and applicable securities laws. In general, withdrawals of WCP Fund limited partner interests are not permitted. In addition, WCP Fund limited partner interests are not redeemable.

Restricted Nature of Investment Positions. Generally, there will be no readily available market for a substantial number of the WCP Fund's investments, and hence, most of the WCP Fund's investments will be difficult to value. Certain investments may be distributed in-kind to the limited partners. After a distribution of securities is made to limited partners, many limited partners may decide to liquidate such securities within a short period of time, which could have an adverse impact on the price of such securities. The price at which such securities are sold by limited partners can be lower than the value of such securities determined pursuant to each WCP

Fund agreement, including the value used to determine the amount of Carried Interest available to the WCP Fund GP with respect to such investment.

Reliance on WCP Fund GP and Portfolio Company Management. The WCP Funds are dependent on the WCP Fund GPs. Control over the operation of the WCP Funds is vested with the WCP Fund GPs, and a WCP Fund's future profitability will depend largely upon the business and investment acumen of the WCP investment professionals. The loss or reduction of service of one or more of the WCP investment professionals could have an adverse effect on a WCP Fund's ability to realize its investment objectives. In addition, the WCP investment professionals currently, and are expected to in the future, manage other investment funds and the WCP investment professionals will likely devote substantial amounts of their time to the investment activities of such other funds, which can pose conflicts of interest in the allocation of the time of the WCP investment professionals. Limited partners generally have no right or power to take part in the management of a WCP Fund, and as a result, the investment performance of the WCP Funds will depend on the actions of the WCP Fund GPs. In addition, certain changes in the WCP Fund GPs or circumstances relating to the WCP Fund GPs can have an adverse effect on the WCP Funds or one or more of its portfolio companies including potential acceleration of debt facilities. Although the WCP Fund GPs monitor the performance of each WCP Fund investment, it will primarily be the responsibility of each portfolio company's management team to operate such portfolio company on a day-to-day basis. Although the WCP Funds generally intend to invest in companies with strong management or recruit strong management to such companies, there can be no assurance that the management of such companies will be able or willing to successfully operate a company in accordance with each WCP Fund's objectives.

Projections. The WCP Funds use financial projections to help analyze a potential investment, future capital raises and financing for portfolio companies or other transactions. Projected operating results of a portfolio company in which the WCP Funds invest normally will be based primarily on financial projections prepared by such portfolio company's management, with adjustments to such projections made by the relevant WCP Fund GP in its discretion. In all cases, projections are only estimates of future results that are based upon information received from the portfolio company and third parties and assumptions made at the time the projections are developed. The inaccuracy of certain assumptions, the failure to satisfy certain financial requirements and the occurrence of other unforeseen events could impair the ability of a portfolio company to realize projected values. There can be no assurance that the results set forth in the projections will be attained, and actual results can be significantly different from the projections. Also, general economic factors, which are not predictable, can have a material effect on the reliability of projections.

Need for Follow-On Investments. Following its initial investment in a given portfolio company, the WCP Funds typically commit additional funds to such portfolio company to increase their investment in a successful portfolio company (whether for opportunistic reasons, to fund the needs of the business, as an equity cure under applicable debt documents or for other reasons). There is no assurance that the WCP Funds will make follow-on investments or that the WCP Funds will have sufficient funds to make all or any of such investments. Any decision by a WCP Fund not to make follow-on investments or its inability to make such investments can have a substantial negative effect on a portfolio company in need of such an investment (including an event of default under applicable debt documents in the event an equity cure cannot be made). Additionally, failure

to make such follow-on investments can result in a lost opportunity for a WCP Fund to increase its participation in a successful portfolio company or the dilution of a WCP Fund's ownership in a portfolio company if a third party invests in such portfolio company.

Significant Adverse Consequences for Default. The WCP Fund Governing Documents provide for significant adverse consequences in the event a limited partner defaults on its Commitment or any other payment obligation. In addition to losing its right to potential distributions from the WCP Fund, a defaulting limited partner may be forced to transfer its interest in the WCP Fund for an amount that is less than the fair market value of such interest and to be paid over a period of up to ten years, without interest.

Public Company Holdings. The WCP Funds' investment portfolio on occasion contains securities and debt issued by publicly held companies. Such investments subject the WCP Funds to risks that differ in type or degree from those involved with investments in privately held companies. Such risks include less control in the management of such companies, greater volatility in the valuation of such companies, increased obligations to disclose information regarding such companies, limitations on the ability of the WCP Funds to dispose of such securities and debt at certain times, increased likelihood of shareholder litigation and insider trading allegations against such companies' executives and board members, including the WCP investment professionals, and increased costs associated with each of the aforementioned risks.

Material Non-Public Information. On occasion, it is possible there will be instances in which WCP will have access to material, non-public information that is relevant to an investment decision to be made by a WCP Fund. Consequently, a WCP Fund can be restricted from initiating a transaction or selling an investment which, if such information had not been known to it, was undertaken on account of applicable securities laws or WCP's internal policies. Due to these restrictions, it is possible that a WCP Fund will not be able to make an investment that it otherwise might have made or sell an investment that it otherwise might have sold.

Non-Controlling Investments. The WCP Funds are permitted to hold meaningful minority stakes in privately held companies and in some cases may have limited minority protection rights. In addition, during the process of exiting investments, the WCP Funds at times may hold minority equity stakes of any size such as might occur if portfolio companies are taken public. As is the case with minority holdings in general, such minority stakes that a WCP Fund will have neither the control characteristics of majority stakes nor the valuation premiums accorded majority or controlling stakes. Where a WCP Fund holds a minority stake, it will likely be more difficult for the WCP Fund to liquidate its interests than it would be had the WCP Fund owned a controlling interest in such company. Even if a WCP Fund has contractual rights to seek liquidity of its minority interests in such companies, it can be very difficult to sell such interests or seek a sale of such company upon terms acceptable to the WCP Fund, especially in cases where the interests of the other investors in such company have different business and investment objectives and goals.

Director Liability. A WCP Fund will often obtain the right to appoint one or more representatives to the board of directors (or similar governing body) of the portfolio companies in which it invests. Serving on the board of directors (or similar governing body) of a portfolio company exposes a WCP Fund's representatives, and ultimately the WCP Fund, to potential liability. Not all portfolio companies are able to obtain insurance with respect to such liability,

and it is possible that the insurance that portfolio companies do obtain will be insufficient to adequately protect officers and directors from such liability. In addition, litigation may ensue, which can be time consuming for such persons and can divert the attention of such persons from a WCP Fund's investment activities.

Litigation. In the ordinary course of its business, the WCP Funds may be subject to litigation from time to time. The outcome of such proceedings can materially adversely affect the value of a WCP Fund and can continue without resolution for long periods of time. Any litigation can consume substantial amounts of the WCP Fund GP's and the WCP investment professionals' time and attention which can be disproportionate to the amounts at stake in the litigation.

Board of Advisors. The WCP Fund GP will appoint one or more limited partner representatives to the Board of Advisors. The relevant WCP Fund Governing Documents will provide that to the fullest extent permitted by applicable law, none of the Board of Advisors members shall owe any fiduciary duties to the WCP Fund or any other partner. In addition, representatives of the Board of Advisors on occasion have various business and other relationships with the Firm and its partners, employees and affiliates. These relationships carry the potential to influence their decisions as members of the Board of Advisors.

Uncertain Economic, Social and Political Environment. Consumer, corporate and financial confidence can be adversely affected by current or future tensions around the world, fear of terrorist activity and/or military conflicts, localized or global financial crises or other sources of political, social or economic unrest. Such erosion of confidence can lead to or extend a localized or global economic downturn. A climate of uncertainty can reduce the availability of potential investment opportunities, and increases the difficulty of modeling market conditions, potentially reducing the accuracy of financial projections. In addition, limited availability of credit for consumers, homeowners and businesses, including credit used to acquire businesses, in an uncertain environment or economic downturn can have an adverse effect on the economy generally and on the ability of the WCP Funds and their portfolio companies to execute their respective strategies and to receive an attractive multiple of earnings on the disposition of businesses. This can slow the rate of future investments by the WCP Funds and result in longer holding periods for investments. Furthermore, such uncertainty or general economic downturn can have an adverse effect upon the WCP Fund's portfolio companies.

Market Conditions. Any change in the economic environment, including a slow-down in economic growth and/or changes in interest rates or foreign exchange rates, could have a negative impact on the performance and/or valuation of the portfolio companies. The WCP Fund's performance can be affected by deterioration in the capital markets and by market events which, among other things, can impact the public market comparable earnings multiples used to value privately held portfolio companies and investors' risk-free rate of return. Movements in foreign exchange rates can adversely affect the value of investments in portfolio companies and the WCP Fund's performance. Volatility and illiquidity in the financial sector can have an adverse effect on the ability of a WCP Fund to sell and/or partially dispose of its portfolio company investments. Such adverse effects can include the requirement of the WCP Fund to pay break-up, termination or other fees and expenses in the event such WCP Fund is not able to close a transaction (whether due to the lenders' unwillingness to provide previously committed financing or otherwise) and/or the inability of the WCP Fund to dispose of investments at prices that the WCP Fund GP believes

reflect the fair value of such investments. The impact of market and other economic events can also affect a WCP Fund's ability to raise funding to support its investment objective.

Economic Disruptions Due to Public Health Emergencies. Pandemics and other widespread public health emergencies, such as, and including but not limited to the recent global spread of COVID-19 (the "coronavirus") have shown an ability to result in a broad-based economic decline and significant market volatility. In particular, the ongoing coronavirus outbreak has resulted in numerous deaths, adversely impacted global commercial activity and contributed to significant volatility in certain equity and debt markets. Pandemics represent economic threats that are subject to frequent and rapid change and therefore present material uncertainty and risk with respect to the WCP Funds' performance and financial results. In an attempt to decrease the global impact of such pandemics, many countries, states and municipalities have instituted quarantines, prohibitions on travel and the closure of offices, businesses, schools, retail stores and other public venues. Different countries, states and municipalities have instituted different levels of such security measures and have had varying levels of success in implementing such restrictions. This has resulted in sometimes stark geographic differences in economic activity as well as safety standards. Businesses have also implemented similar precautionary measures, notably including a significant shift to work-from-home and restrictions on business travel. The extent of the impact of any public health emergency on the WCP Funds' and its portfolio investments' operational and financial performance will depend on many factors, including the duration and scope of such public health emergency, the extent of any related travel advisories and restrictions implemented, the impact of such public health emergency on overall supply and demand, goods and services, investor liquidity, consumer confidence and levels of economic activity and the extent of its disruption to important global, regional and local supply chains and economic markets, how quickly vaccines can be rolled out and whether such vaccines will provide lasting benefits or if it will require annual inoculations, and governmental, regulatory and private sector safety precautions, all of which are highly uncertain and cannot be predicted.

Aside from the broad effects on the economy, the coronavirus has had specific implications for the Firm's operations and activities of its personnel, which range from employees needing to work from home to more significant impacts such as illness, restrictions on non-essential travel, difficulty hosting meetings and absence from portfolio company board meetings. The Firm instituted procedures, as it deemed appropriate, to deal with operational impacts from the coronavirus. Many of these procedures mirrored procedures contained in the Firm's Business Continuity Plan for dealing with other significant business disruption events. As the length of the current coronavirus pandemic has been extended, the Firm may consider additional or modified safeguards in the event employees are required to or request to work from home for an extended period of time.

Additionally, although the WCP Funds generally invest on a long-term basis in privately held companies that are less correlated to broader market forces, the impact of a global economic slowdown, such as from a pandemic, has the potential to impact the WCP Funds' performance and/or financial results by negatively effecting the Firm's ability to, among other things, source new investments, diligence such potential investments, exit current investments (or exit them at the valuations previously expected) or obtain financing. Depending on the specific industries in which the WCP Funds' portfolio companies operate and where their supply and distribution chains are

located, it is possible that the coronavirus could have an outsized impact on individual portfolio companies.

In addition to the potential impact on the Firm's operations and the overall profitability of a WCP Fund, the Firm's portfolio companies may face their own challenges in dealing with a pandemic. These include, but are not limited to, the possibility that employees will have to work remotely or that their supply chain will be disrupted. The Firm has assisted portfolio companies with implementing procedures to mitigate the impact of the coronavirus; however, there can be no assurance that such measures will be effective or that even if effective, that such portfolio company will not sustain significant financial losses. Depending on the length and severity of the pandemic, it is possible that Firm personnel will spend a significant amount of time and attention addressing implications from the coronavirus, including minimizing the impact at the Firm, the WCP Funds or a specific portfolio company.

Environmental, Social and Governance Matters. WCP recognizes that, for many limited partners, environmental, social or governance ("ESG") concerns and the societal impact of their portfolios is an important consideration which cannot be viewed in isolation from overall investment performance. Therefore, the Firm will take certain ESG considerations into account in its investment decision process (including the decision to buy, sell or hold an investment) and will, in appropriate circumstances, incorporate similar considerations into the Firm's ongoing management decisions with respect to each portfolio company. There is a risk that the WCP Funds will underperform other funds that do not take ESG-related factors into account or conversely, could underperform specialized funds that are largely or exclusively focused on sustainable investing principles.

Ability to Finance and Consummate Investments. The WCP Fund's ability to generate attractive investment returns can be adversely affected to the extent such WCP Fund is unable to obtain favorable financing terms for its investments. Moreover, to the extent that marketplace events are not temporary and continue, they can have an adverse impact on the availability of credit to businesses generally and could lead to an overall weakening of the U.S. and global economies. Such marketplace events also can restrict the ability of a WCP Fund to realize its investments at favorable times or for favorable prices.

Commitment by GP Investment Group. The members of the WCP Fund GP Investment Group, as defined in such WCP Fund Governing Documents, are permitted to vary their level of co-investment relative to such WCP Fund's level of investment in individual portfolio companies, subject to certain limitations, including a requirement that each such co-investment be at least a certain percentage of, and shall not exceed a maximum percentage of, the total investment, unless such WCP Fund Board of Advisors otherwise consents to a percentage that is greater than the maximum percentage. The WCP Fund GPs expect that any such variance in the level of co-investment will result from changes in the liquidity and the investment resources available to such members, as opposed to the prospects or other characteristics of any particular investment. Also, the level of co-investment can only be increased once in a calendar year and can only be decreased, but in any event not less than the minimum percentage, with the consent of the relevant WCP Fund Board of Advisors.

Certain Consultants. As mentioned above in Item 5, the WCP Fund GPs have established, on behalf of the WCP Funds and/or the portfolio companies, as applicable, an Operations Group, and have retained Third-Party Professionals in connection with services provided to the portfolio companies. Although the WCP Fund GPs intend to retain the Operations Group with a view to reducing costs to portfolio companies (and, ultimately, the WCP Fund) and/or improving portfolio company performance, it is possible that a number of factors can result in limited or no cost savings from such retention. In addition, the WCP Fund GPs intend to retain only such members of the Operations Group which it believes provide a level of service at a value generally consistent with other relevant market alternatives. However, there can be no assurance that no other service provider is more qualified to provide the applicable services or could provide such services at lesser cost.

Dynamic Investment Strategy. While WCP seeks attractive returns for the WCP Funds primarily through making control-oriented, growth equity investments as described in the relevant Governing Documents, WCP is permitted under the Governing Documents to pursue additional investment strategies and to modify or depart from its initial investment strategy, investment process and investment techniques as deemed appropriate. While unlikely, WCP is permitted to pursue investments outside of the industries and sectors in which investments were previously made or in which WCP has internal operational experience.

Valuation of Assets. There is not expected to be an actively traded market for most of the securities owned by the WCP Funds. When estimating fair value, WCP will apply a methodology it determines to be appropriate based on accounting guidelines and the applicable nature, facts and circumstances of the respective investments. However, the process of valuing securities for which reliable market quotations are not available is based on inherent uncertainties and the resulting values may differ from values that would have been determined had an active market existed for such securities and may differ from the prices at which such securities ultimately may be sold. WCP has established a valuation policy that it intends to follow when performing portfolio company valuations, and such policy does not generally require WCP to retain the services of a third-party valuation consultant to review or assist in performing portfolio company valuations. The exercise of discretion in valuation by WCP may give rise to conflicts of interest, including in connection with determining the amount and timing of distributions of Carried Interest and the calculation of management fees.

In addition, the Firm regularly reports to WCP Fund limited partners, prospective limited partners and the investor community more generally, metrics of each WCP Fund's performance, such as rates of return and multiples-of-money, whose calculation depends on the value of the Funds' investments, including unrealized investments. These reports are an indication of the overall health of a WCP Fund and are important to the Firm's efforts to attract limited partners to the Firm and any current or future WCP Fund. An objective of WCP's valuation methodologies and procedures is to eliminate any influence these incentives have on fair value determinations.

Co-Investments. On occasion and in their sole discretion, the WCP Fund GPs provide or commit to provide co-investment opportunities to one or more limited partners and/or other persons, in each case on terms to be determined by the WCP Fund GPs in their sole discretion. Conflicts of interest can arise in the allocation of such co-investment opportunities. The allocation of co-investment opportunities, which can be made to one or more persons for any number of

reasons as determined by the WCP Fund GPs in their sole discretion, will not always be in the best interests of the WCP Funds or any individual limited partner. In exercising their sole discretion in connection with such co-investment opportunities, the WCP Fund GPs will consider some or all of a wide range of factors, which will generally include the likelihood that an investor will invest in a future fund sponsored by the WCP Fund GPs or its affiliates. The WCP Funds are permitted to co-invest with third parties through partnerships, joint ventures or other entities or arrangements. Such investments can involve risks not present in investments where a third party is not involved, including the possibility that a third-party co-venturer or partner will at any time have economic or business interests or goals that are inconsistent with those of the WCP Funds, or will be in a position to take action contrary to the investment objectives of the WCP Funds. In addition, the WCP Funds can in certain circumstances be liable for actions of its third-party co-venturer or partner.

Contingent Liabilities Upon Disposition. In connection with the disposition of an investment, the relevant WCP Fund and the WCP Fund GP may be required to make (and/or be responsible for another person's or entity's breach of) representations and warranties, e.g., about the business and financial affairs of the applicable portfolio company, the condition of its assets and the extent of its liabilities, in each case generally in the nature of representations and warranties typically made in connection with the sale of similar businesses, and may be responsible for the content of disclosure documents under applicable securities laws. They may also be required to indemnify the purchasers of such investment or underwriters to the extent that any such representations or disclosure documents are inaccurate. These arrangements can result in contingent liabilities, which would be borne by the WCP Fund and, ultimately, its limited partners.

Risks in Effecting Operating Improvements. In some cases, the success of the WCP Fund's investment strategy will depend, in part, on the ability of such WCP Fund to effect improvements in the operations of a portfolio company. The activity of identifying and implementing operating improvements at portfolio companies entails a high degree of uncertainty. In addition, executing operational improvements can divert the attention of key personnel and disrupt normal business. There can be no assurance that the WCP Fund will be able to successfully identify and implement such improvements.

Cybersecurity Risk. Cybersecurity incidents and cyber-attacks, both generally and within the financial services industry, have been occurring globally at a more frequent and secure level and will likely continue to increase in frequency in the future. The WCP Funds, their portfolio companies, their service providers and other market participants depend on information technology and communications systems to conduct business functions. These systems are subject to a number of different threats or risks that could adversely affect the WCP Funds and their portfolio companies, despite the efforts of service providers to adopt technologies, processes and practices intended to mitigate these risks and protect the security of their computer systems, software, networks and other technology assets, as well as the confidentiality, integrity and availability of information belonging to the WCP Funds and their portfolio companies. For example, unauthorized third parties may attempt to improperly access, modify, disrupt the operations of, or prevent access to the systems of the WCP Funds, their portfolio companies, their service providers, counterparties or data within these systems. Third parties may also attempt to fraudulently induce employees, customers, third-party service providers or other users of such systems to disclose sensitive information to gain access to the confidential data. Data taken in

such breaches may be used by criminals in identity theft, to commit insider trading, in obtaining loans or payments under false identities and other crimes that could affect the limited partners directly as well as affect the value of assets in which a Fund invests. A successful penetration or circumvention of the security of such systems could result in the loss or theft of data or funds, the inability to access electronic systems, loss or theft of proprietary information or corporate data, physical damage to a computer or network system or costs associated with system repairs. Such incidents could cause the WCP Funds or their portfolio companies to incur regulatory penalties, reputational damage, additional compliance costs or financial loss.

Conflicts of Interest

The Private Placement Memorandum for each WCP Fund details what WCP believes to be the most significant conflicts of interest associated with an investment in the WCP Funds. Some of these conflicts are summarized below; however, this summary does not attempt to describe all of the conflicts of interest associated with an investment in the WCP Funds. Current and prospective limited partners should carefully consider the conflicts of interest herein as well as those outlined in the relevant Private Placement Memorandum, prior to investing in any WCP Fund.

Limited partners should note that there could be occasions when WCP and WCP Fund GPs encounter potential conflicts of interest in connection with a WCP Fund or WCP Co-Invest Vehicle. If any matter arises that WCP determines in its good faith constitutes an actual conflict of interest, WCP will take such actions as it deems necessary or appropriate, within the context of such WCP Fund's or WCP Co-Invest Vehicle's Governing Documents, to address or mitigate the conflict. These actions can include disposing of the asset giving rise to the conflict, consulting outside counsel, bringing the matter before the relevant WCP Fund's Board of Advisors or appointing an independent fiduciary.

Allocation of Investment Opportunities. WCP currently manages Fund III, Fund IV and Fund V concurrently; WCP Funds with open commitment periods can compete with each other for potential investment opportunities. When WCP directs certain investment opportunities to a particular WCP Fund(s), it will take into consideration whether the investment opportunity is within a WCP Fund's commitment period and the remaining level of the WCP Fund's Commitments, as well as the WCP Fund's investment restrictions and objectives, strategy, risk profile, time horizon, life cycle and applicable regulatory restrictions. WCP maintains a policy on the allocation of investment opportunities which dictates that allocations be made in a manner that WCP believes is fair and equitable. Generally, however, only one WCP Fund is open for new investments at a time.

Limited Partner Transfer of Interest. In certain cases, WCP will have an opportunity (but, subject to any applicable restrictions or procedures in the relevant governing documents, no obligation) to identify one or more secondary transferees of interest in a WCP Fund. In the case of ordinary transfers, WCP will not receive compensation for identifying such transferees and will use its discretion to select such transferees based on eligibility and other factors, and unless required by the relevant Governing Documents, will determine in its sole discretion whether the opportunity to receive a transfer of WCP Fund interests should be offered to one or more existing WCP Fund limited partners.

In 2019, as part of a transfer of a limited partner's interests in Fund III and Fund IV, a purchasing limited partner made a primary commitment to the WCP Fund being raised at that time, Fund V. The sale was run by the selling limited partner's independent third-party placement agent and the values for the transferred interests were determined in a competitive process between the selling limited partner and the purchasing limited partner. The purchasing limited partner paid the selling limited partner directly for the value of the transferred interests. Similarly, all fees and expenses related to the transfer were paid by the selling limited partner directly to the independent third-party placement agent. No WCP entities, including WCP Fund III and Fund IV, received fees or paid expenses related to this transfer. The WCP GPs consented to the transfers on behalf of WCP Fund III and WCP Fund IV. In regard to the purchasing limited partner's primary commitment to WCP Fund V, a placement fee was paid by WCP to the placement agent.

Time and Attention. Under the terms of the WCP Funds' Governing Documents, WCP investment professionals are permitted to spend a portion of their business time and attention pursuing investment opportunities that do not fall within the investment objectives of the WCP Funds. In addition, WCP's Founder and Managing Partner has made investments in a personal capacity and continues to pursue investments that the WCP Fund GPs determine do not meet the investment criteria of the WCP Funds, including investments in real estate and related assets, investments in non-U.S. companies, non-controlling investments and investments that do not meet the WCP Fund's industry, risk or return criteria.

Service Fees. Pursuant to professional services or advisory agreements between WCP and WCP Fund portfolio companies, WCP is entitled to Service Fees. Such Service Fee amounts will be in addition to any management fees or Carried Interest paid by a WCP Fund, but are subject to the management fee offset provisions of the applicable WCP Fund's Governing Documents. In addition, a portfolio company typically will pay or reimburse WCP, current or former Third-Party Professionals, the Operations Group or its members or service providers retained at WCP's discretion for fees and/or expenses (including without limitation travel expenses) incurred by these providers in connection with the performance of services for such portfolio company. Payments for such services (and in certain circumstances, reimbursements for expenses) subjects WCP and its affiliates to conflicts of interest because the WCP Funds generally do not have an interest or share in all of these payments or reimbursements. WCP determines the amount of these payments and reimbursements for such services in its own discretion. These payments can be substantial and WCP does not necessarily seek out the lowest cost options when incurring (or causing a WCP Fund or its portfolio companies to incur) such expenses.

Expense Allocation. Subject to any relevant restrictions or other limitations contained in the Governing Documents of each WCP Fund, WCP will allocate expenses in a manner that it believes in its good faith is fair and equitable under the circumstances and considering such factors as it deems relevant, but in its sole discretion. In exercising such discretion, WCP is faced with a variety of potential conflicts of interest. As a general matter, expenses incurred on behalf of multiple WCP Funds will be allocated among such WCP Funds. The allocations of such expenses are not always proportional. A conflict of interest arises in WCP's determination whether certain expenses that are incurred in connection with the operation of the WCP Funds meet the definition of WCP Fund Partnership Expenses for which the WCP Funds are responsible, or whether such expenses should be borne by WCP. The WCP Funds will be reliant on the determinations of WCP in this regard. From time to time, it is possible that subsequent review of allocations will result in

an identification of expenses that should have been allocated in a different manner, in which case measures would be undertaken to correct such circumstance, which might include a reversal of the original expense allocations, if possible, or such other equitable adjustment believed by WCP to be the most appropriate corrective measure.

Some expenses can be incurred on behalf of one WCP Fund which have the potential to benefit other WCP Funds. For example, information WCP obtains in connection with a WCP Fund's research, due diligence and investment activities will be valuable to other WCP Funds. Additionally, tools and resources developed at WCP's expense will be the intellectual property of WCP and not the WCP Fund.

Industry Relationships. WCP's partners, principals, employees, former employees and Third-Party Professionals, serve on the boards of WCP Fund portfolio companies and/or as executive officers. Serving in such capacities can give rise to conflicts of interest to the extent that fiduciary duties to a portfolio company as a director or executive officer conflict with the interests of a WCP Fund. In addition, conflicts can arise from WCP affiliated persons investing in the WCP Funds and WCP Co-Invest Vehicles and/or receiving profits from the WCP Funds and WCP Co-Invest Vehicles versus investing directly in portfolio companies and being entitled to a portion of profits pursuant to a portfolio company incentive equity and/or option plan. In general, however, because the WCP Funds are typically significant shareholders of such portfolio companies, it is expected that the interests of WCP and such portfolio companies generally will be aligned.

WCP has appointed other third parties to sit on a portfolio company board. Any compensation received for such board service is considered compensation to the third parties and not Service Fee payments to the WCP Fund GP; therefore, such compensation does not offset management fees payable by limited partners.

WCP expects, from time to time, to employ personnel with pre-existing ownership interests in, or who were employed by portfolio companies owned by, the WCP Funds; conversely, former personnel or executives of WCP can serve in significant management roles at portfolio companies or at service providers recommended by WCP. Similarly, WCP and/or its personnel maintain relationships with (or invest in) financial institutions, service providers and other market participants, including managers of private funds, law firms, banks and broker-dealers. Certain of these persons or entities will invest (or will be affiliated with a limited partner) in, engage in transactions with and/or provide services (including services at reduced rates) to, WCP and/or the WCP Funds. WCP will have a conflict of interest with the WCP Funds in recommending the retention or continuation of a third-party service provider to the WCP Funds or a portfolio company owned by the WCP Funds if such recommendation, for example, is motivated by a belief that the service provider or its affiliate(s) will continue to invest in one or more funds WCP advises, will provide WCP information about markets and industries in which WCP operates (or is contemplating operations) or will provide other services that are beneficial to WCP. It is possible that WCP will have a conflict of interest in making such recommendations, in that it has an incentive to maintain goodwill between itself and the existing and prospective portfolio companies for the Funds and that the products or services recommended may not necessarily be the best available to the portfolio companies held by the WCP Funds.

Over the life of the Fund, WCP generally expects to exercise its discretion to recommend to the WCP Funds or to a portfolio company thereof that it contracts for services with various service providers, potentially including, among others: (i) WCP (or an affiliate, which can include other portfolio companies of the WCP Funds) and at rates determined or substantively influenced by WCP; (ii) an entity with which WCP or its affiliates or current or former members of their personnel has a relationship or from which such person derives a financial or other benefit; or (iii) a limited partner or its affiliates. This subjects WCP to potential conflicts of interest because although it intends to select service providers that it believes are aligned with its operational strategies and that will enhance portfolio company performance, WCP can have an incentive to recommend the related or other person because of its financial or business interest. Additionally, there is a possibility that WCP, because of such incentive or for other reasons (including whether the use of such persons could establish, recognize, strengthen or cultivate relationships that have the potential to provide longer term benefits to WCP or the WCP Funds), will favor such retention or continuation even if a better price and/or quality of service provider could be obtained from another person. Whether or not WCP has a relationship with or receives financial or other benefit from recommending a particular service provider, there can be no assurance that no other service provider is more qualified to provide the applicable services or could provide such services at lesser cost.

Board of Advisors. Each of the WCP Funds has a Board of Advisors, which is established under the respective WCP Fund's Governing Documents. Each WCP Fund's Board of Advisors is comprised of select limited partners and/or outside advisers of such limited partners of each WCP Fund. A conflict of interest exists in that not all limited partners are asked to join a WCP Fund's Board of Advisors.

Conflicting Limited Partner Interests. Each WCP Fund's or WCP Co-Invest Vehicle's limited partners include persons or entities that reside in various jurisdictions, including the U.S. and other countries, who are expected to have conflicting investment, tax and other interests with respect to their investments in each WCP Fund and WCP Co-Invest Vehicle. The conflicting interests of individual limited partners can relate to or arise from, among other things, the nature of investments made by each WCP Fund or WCP Co-Invest Vehicle, the structuring of the acquisition of portfolio companies and the timing of disposition of investments. Such structuring of portfolio companies can result in different returns being realized by different limited partners. As a consequence, conflicts of interest can arise in connection with decisions made by WCP that is more beneficial for one limited partner than another limited partner, especially with respect to limited partners' individual tax situations. WCP considers the investment and tax objectives of each WCP Fund and WCP Co-Invest Vehicle as a whole and not the individual investment, tax or other objectives of any particular limited partner.

Transactions with WCP Fund Limited Partners. WCP sometimes enters into transactions with certain WCP Fund limited partners such as, for example, limited partners who are also business partners, such as insurance agents, investment banks, broker-dealers, legal counsel or others who provide services to the Firm, its clients or current or prospective portfolio companies. The terms of these transactions are believed to be at market rates; however, WCP is subject to a conflict of interest when determining such terms because WCP may benefit from retaining such limited partners' investment in the WCP Funds.

Reimbursement for Operations Group Services. For some of its Funds, WCP is entitled to reimbursement for certain Operations Group Services, including sales, marketing, technology, portfolio company industry compliance, human resources, human capital management, acquisition integration/rationalization and/or other operational services or other due diligence or similar services. Such reimbursements will be provided at market rates, which WCP will determine based on its consideration of a number of factors, which are generally expected to include WCP's experience with non-affiliated service providers as well as benchmarking data and other methodologies determined by WCP to be appropriate under the circumstances. While WCP generally intends to obtain benchmarking data regarding the rates charged or quoted by third parties for similar services, it is possible that relevant comparisons will not be available for a number of reasons, including, without limitation, as a result of a lack of a substantial market of providers or users of such services or the confidential and/or bespoke nature of such services. Therefore, it is possible that such market comparisons will not result in precise market prices for comparable services.

Intangible Benefits. WCP and its employees receive certain intangible and/or other benefits or perquisites arising or resulting from their activities on behalf of a WCP Fund, including benefits and other discounts provided from service providers. For example, airline travel or hotel stays incurred as Partnership Expenses often result in "miles" or "points" or credit in loyalty/status programs to WCP and/or its employees, and such rewards or amounts will exclusively benefit WCP and/or such employees and will not be subject to the offset arrangements or otherwise shared with such WCP Fund, its limited partners, or the portfolio companies.

Conflicts Related to the Interpretation of Governing Documents and Other Legal Requirements. The Governing Documents of each WCP Fund and related documents are detailed agreements that establish complex arrangements among WCP, the WCP Fund limited partners, the WCP Fund, the WCP Fund GP and other entities and individuals. Questions arise under these agreements regarding the parties' rights and obligations in certain situations, some of which will not have been contemplated at the time of the agreements' drafting and execution. In these instances, the operative provisions of the agreements, if any, can be broad, general, ambiguous or conflicting, and permit more than one reasonable interpretation. At times there will not be a provision directly applicable to the situation. While WCP will construe the relevant agreements in good faith and in a manner consistent with its legal obligations (and, when appropriate, in consultation with external legal counsel), the interpretations WCP adopts will not necessarily be, and need not be, the interpretations that are the most favorable to the WCP Funds or their limited partners.

Conflicts Related to the Withholding of Certain Information. The Governing Documents of the WCP Funds generally permit the applicable WCP Funds GP to withhold information from designated limited partners in such WCP Fund under specified circumstances. For instance, information will at times be withheld from limited partners that are subject to Freedom of Information Act or other similar confidentiality concerns or requirements.

Cross Fund Transactions. In infrequent circumstances, WCP effects a cross transaction between WCP Funds. Such cross fund transactions create a conflict of interest because by not exposing such buy and sell transactions to market forces, it is possible that a WCP Fund will not receive the best price possible or that WCP will have an incentive to improve the performance of

one WCP Fund by selling underperforming assets to another WCP Fund in order, for example, to earn fees. WCP attempts to mitigate such conflicts of interest by receiving Board of Advisor consent, a fairness opinion, a legal opinion or engaging a placement agent or investment banker, each as appropriate.

ITEM 9 DISCIPLINARY INFORMATION

Like other registered investment advisers, WCP is required to disclose all material facts regarding any legal or disciplinary events that would materially impact a limited partner's evaluation of WCP or the integrity of WCP's management. No events have occurred at WCP that are applicable to this Item.

On occasion, in the ordinary course of its business, WCP, the WCP Funds, or the WCP Funds' portfolio companies (or their respective directors, and executive officers) are named as defendants in a legal action. Although there can be no assurance of the outcome of such legal actions, WCP does not believe that any current legal proceedings or claims to which WCP, the WCP Funds, or the WCP Funds' portfolio companies (or their respective directors, and executive officers) are a party, if any, would individually or in the aggregate materially affect a limited partner's or prospective limited partner's evaluation of WCP or the integrity of WCP's management.

ITEM 10 OTHER FINANCIAL INDUSTRY ACTIVITIES AND AFFILIATIONS

WCP is affiliated with the WCP Fund GPs who are registered with the SEC under the Advisers Act pursuant to WCP's registration in accordance with SEC guidance. These affiliated investment advisers operate as a single investment advisory business together with WCP and serve as managers or general partners of the WCP Funds and WCP Co-Invest Vehicles and share common owners, officers, partners, employees, consultants or persons occupying similar positions. These WCP Fund GPs do not have employees of their own.

WCP is not actively engaged in a business other than (i) giving investment advice to its clients, the WCP Funds and WCP Co-Invest Vehicles, and (ii) managing the portfolio companies owned by the WCP Funds and WCP Co-Invest Vehicles. Neither WCP nor any of its management persons is registered or has an application pending to register as a broker-dealer, futures commission merchant, commodity pool operator, commodity trading adviser or associated person of the foregoing, and WCP does not anticipate the need for such registrations in the future.

WCP has no arrangements with a related person who is a broker-dealer, investment company, other investment adviser, financial planning firm, commodity pool operator, commodity trading adviser or futures commission merchant, banking or thrift institution, accounting firm, law firm, insurance company or agency, pension consultant, real estate broker or dealer, or an entity that creates or packages limited partnerships that are material to its investment advisory services, the WCP Funds and WCP Co-Invest Vehicles or their limited partners.

WCP has and will continue to develop relationships with professionals who provide services it does not provide, including: legal, accounting, banking, investment banking, tax preparation, insurance brokerage and other services. Some of these professionals provide services to WCP employees, the WCP Funds and/or their portfolio companies. Additionally, some of these professionals are limited partners in the WCP Funds or investors in the portfolio companies, either personally or through their companies.

From time to time, WCP receives training, information, promotional material, meals, entertainment, gifts or other perquisites from vendors and others with whom it conducts business or to whom it makes referrals. At no time will WCP accept any benefits, entertainment, gifts or other arrangements that are conditioned on directing individual WCP Fund transactions to a specific investment, product or provider or that WCP believes would create an impermissible conflict of interest. Similarly, WCP employees have in the past, and expect to in the future, to speak at conferences and programs for potential limited partners interested in investing in private funds and other industry events that are sponsored by various investment bankers, broker-dealers or others. Through such capital introduction and other industry events, prospective limited partners have the opportunity to meet with WCP. Neither WCP nor any WCP Fund compensates these investment bankers, broker-dealers or others for investments ultimately made by prospective limited partners attending such events other than registration, sponsorship, membership or other similar fees paid to attend such events.

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

Code of Ethics

As fiduciaries, WCP and its partners, principals and employees (“**WCP Supervised Persons**”) have certain legal obligations to put the WCP Funds and WCP Co-Invest Vehicles and their limited partners’ interests ahead of their own. WCP has adopted a Code of Ethics and Securities Trading Policy (“**Code of Ethics**”) which (i) sets forth WCP’s standards of business conduct and responsibilities to the WCP Funds and WCP Co-Invest Vehicles that are expected of WCP Supervised Persons and (ii) addresses conflicts that arise from personal trading. WCP’s Code of Ethics includes provisions relating to standards of business conduct, a prohibition on insider trading, trading rules for personal trading by WCP Supervised Persons, reporting of personal securities transactions, procedures designed to prevent and detect insider trading, restrictions on accepting and giving significant gifts, and reporting of certain gifts and business entertainment items. All WCP Supervised Persons are required to acknowledge and agree to be bound by the terms of the Code of Ethics initially upon hire and annually, or at such time the Code of Ethics is materially amended.

Current or prospective WCP Fund and WCP Co-Invest Vehicle limited partners can obtain at no charge, a copy of WCP’s Code of Ethics by contacting Investor Relations at (312) 676-8400 or investorrelations@waudcapital.com.

Participation or Interest in Client Transactions

It is WCP's policy that it will not effect any principal or agency cross securities transactions for the WCP Funds or WCP Co-Invest Vehicles without first obtaining the relevant Board of Advisors and/or WCP Fund GP approval.

Principal transactions are generally defined as transactions where an adviser, acting as principal for its own account, knowingly buys from or sells a security to an advisory client. This also applies to any affiliates or controlling persons of the adviser (i.e., an owner, employee or affiliate of the adviser). Cross trades between funds can also be deemed to be principal transactions if the adviser (and/or its affiliates, owners, or controlling persons) own, in the aggregate, 25% or more of either fund. In the context of WCP's business, a principal transaction would most likely refer to the practice of a WCP Fund GP or its members warehousing an investment for the formation of a future WCP Fund or WCP or a WCP Fund GP purchasing the interest of an existing WCP Fund limited partner. Agency cross transactions occur when an adviser or an affiliate arranges a transaction (i.e., acts as broker) between two or more different funds or accounts that are managed by that same adviser or an affiliate. Agency cross transactions can also arise where an adviser is dually registered as a broker-dealer or has an affiliated broker-dealer. An adviser is not "acting as a broker" if the adviser receives no compensation (other than the advisory fee earned in the ordinary course of managing the assets) for effecting the transaction and therefore is not considered to be conducting an agency cross transaction under Section 206(3) of the Advisers Act. In the context of WCP's business, an agency cross transaction could occur when selling a portfolio company, investment or other asset from one Fund to another.

In the event WCP were to recommend a principal transaction or agency cross transaction, it would only be after: (i) the Firm has determined the transaction to be in the best interest of participating WCP Funds or WCP Co-Invest Vehicles; (ii) the transaction is permitted by the relevant Governing Documents; (iii) proper disclosure is given to the limited partners or Board of Advisors or WCP Fund GP, as appropriate; (iv) if necessary, consent is obtained from the appropriate parties; and (v) the Firm ensures that best execution is achieved for the transaction.

WCP senior management employees and WCP affiliated investors have made significant investments in the WCP Funds and WCP Co-Invest Vehicles as permitted by the relevant Governing Documents. WCP believes that because of the nature of its business, the participation of WCP employees and affiliated investors in these WCP Funds and WCP Co-invest Vehicles will not interfere with the making or the implementing of decisions that are in the best interest of limited partners; WCP employees and affiliated investors share in the same deals as other limited partners of the WCP Funds and WCP Fund Co-Invest Vehicles and generally receive distributions proportionally with such limited partners.

Personal Trading

In certain cases, WCP's business may provide WCP and its employees with access to material non-public (insider) information. The Code of Ethics includes a prohibition on insider trading and outlines strict policies that dictate how any such information is treated.

WCP Supervised Persons are prohibited from trading, either personally or on behalf of others, in securities while in possession of material non-public information regarding publicly traded securities or communicating material non-public information about such securities to others. WCP Supervised Persons are required to receive pre-approval for all personal securities transactions in reportable securities, including trading in restricted list securities, initial public offerings and limited offerings. WCP has contracted with a compliance software system to assist in monitoring personal trading by WCP Supervised Persons in their own accounts or accounts in which they are deemed to have a direct or indirect beneficial interest.

ITEM 12 BROKERAGE PRACTICES

WCP focuses on securities transactions of private companies for the WCP Funds and WCP Co-Invest Vehicles and generally buys and sells WCP Fund portfolio companies through privately-negotiated transactions. With regard to these private investments, WCP on occasion retains the services of one or more broker-dealers or investment banks, the cost of which is typically borne indirectly by the WCP Funds and WCP Co-Invest Vehicles through the capitalization of deal expenses in the funds flow upon the closing of an acquisition or disposition. In selecting a broker-dealer or investment banker in connection with the purchase and sale of a private or public securities transaction, WCP considers a variety of factors, including but not limited to: (i) capabilities with respect to the types of transactions being contemplated; (ii) commissions or fees charged; (iii) reputation of the firm being considered; and (iv) responsiveness to requests for information. Although WCP generally will seek competitive commission rates for such services, the market for such brokerage transaction services involves subjective evaluations and the WCP Fund and WCP Co-Invest Vehicle will not necessarily pay the lowest commission or fee for such services.

WCP on occasion has sold publicly-held securities and has distributed publicly-held securities to limited partners in a WCP Fund and WCP Co-Invest Vehicle, including through a broker-dealer, when a public trading market exists as a result of a take public transaction. In circumstances when WCP has a public company security in its portfolio and determines in its discretion that it is in the best interest of the WCP Fund(s) to obtain liquidity in such security, the WCP Fund(s) limited partners will receive cash or be given an option to receive an in-kind distribution of stock as a result of such liquidation. The WCP Fund GPs and WCP Employee/Affiliate Co-Invest Vehicles, however, can elect to sell their shares or distribute their shares in-kind, or in the case of the WCP Employee/Affiliate Co-Invest Vehicles, shares can also be retained. Although WCP does not frequently engage in public securities transactions, to the extent it does, WCP follows the brokerage practices described above.

ITEM 13 REVIEW OF ACCOUNTS

The investment portfolios of the WCP Funds are generally private, illiquid and long-term in nature, and accordingly WCP's review of them is not directed toward a short-term decision to dispose of securities. WCP closely monitors the portfolio companies of the WCP Funds and

maintains an ongoing oversight position in such portfolio companies. The portfolios are reviewed by a team of investment professionals on a regular basis. The team generally includes a lead partner and other WCP investment professional assigned to the portfolio company. In addition, WCP's Investment Committee regularly reviews the investment portfolio of each WCP Fund.

Mark Flower, Chief Financial Officer and Chief Compliance Officer, reviews the accounts of each of the WCP Funds and WCP Co-Invest Vehicles on a quarterly basis. Mr. Flower also reviews the WCP Funds' and WCP Co-Invest Vehicles' performance and activity whenever a determination is made as to a distribution. WCP furnishes its limited partners with unaudited financial statements for the first three quarters of each fiscal year within 45 days of each quarter's close and an annual audited financial statement prepared in accordance with United States generally accepted accounting principles ("GAAP") as promulgated by the Financial Accounting Standards Board ("FASB"), accompanied by the report of the independent certified public accountant, within 90 days of the fiscal year end. In addition, WCP also provides a summary statement of changes in individual limited partners' capital accounts to each limited partner quarterly. All reports are sent to limited partners in writing and are delivered electronically.

In the course of conducting due diligence or otherwise, limited partners periodically request information pertaining to the WCP investments. WCP responds to these requests, and in answering these requests provides information that is not generally made available to other limited partners who have not requested such information; WCP has no duty to, and does not intend to, ensure all limited partners seek, obtain or possess the same information regarding a WCP Fund, WCP Co-Invest Vehicle or the WCP portfolio companies. Additionally, upon request, certain limited partners receive additional information and reporting that other limited partners do not receive. The fact that WCP provides such information upon request to one or more limited partners does not obligate WCP to affirmatively provide such information to all limited partners.

ITEM 14 CLIENT REFERRALS AND OTHER COMPENSATION

As described in Item 5 above, WCP and WCP Fund GPs provide certain management and other services to portfolio companies of the WCP Funds and receive Service Fees as compensation from the portfolio companies in connection with such services. These fees are paid pursuant to separate agreements entered into with the portfolio companies to provide certain consulting services that WCP believes will ultimately enhance the value of the companies and benefit the WCP Funds and their limited partners. These types of fee arrangements present potential conflicts of interest and provide WCP with an incentive to recommend investments based on compensation received rather than the best interests of the WCP Funds. To help mitigate this potential conflict of interest, an allocable portion of such benefits received by WCP or its employees in connection with services rendered to portfolio companies or transactions of the WCP Fund are offset in part against management fees payable by the WCP Funds, to the extent described in Item 5 above and detailed in each WCP Fund's Governing Documents.

From time to time, when raising capital for a new Fund, WCP enters into solicitation agreements pursuant to which it compensates a third party for limited partner referrals that result in the provision of investment advisory services by WCP when a prospective limited partner

invests in a WCP Fund. Placement agents introducing limited partners to WCP receive compensation from WCP, such as a retainer and/or a percentage of introduced Commitments. Placement agent fees are payable by the Funds and offset dollar-for-dollar against the management fee, although related expenses incurred pursuant to the relevant placement agent or similar agreement, including but not limited to placement agent travel, meal and entertainment expenses, typically are borne by the relevant Fund as part of its organizational expenses. All placement agents engaged by WCP are registered broker-dealers.

ITEM 15 CUSTODY

The Investment Advisers Act of 1940 Rule 206(4)-2 (the “Custody Rule”) requires that pooled investment vehicles advised by an investment adviser either (i) undergo an annual GAAP financial statement audit and deliver a copy of such audit to underlying limited partners within 120 days of fiscal year end or (ii) be subject to a surprise custody examination, in each case by a Public Company Accounting Oversight Board (“PCAOB”)-registered and examined auditing firm. By WCP’s ability to deduct fees and/or expenses from limited partners’ accounts, WCP is deemed to have custody over all WCP Funds and WCP Co-Invest Vehicles. In order to comply with the Custody Rule, WCP has elected to undergo either annual financial audits or surprise custody examinations for its investment vehicles. The WCP Funds are subject to an annual financial statement audit by an independent public accountant registered with and subject to examination by the PCAOB in accordance with GAAP as promulgated in the U.S., a copy of which is delivered to the relevant WCP Fund and its limited partners within the SEC-required 120 days of the relevant fiscal year end (or earlier as agreed to in the relevant Governing Documents). In addition, upon the final liquidation of a WCP Fund, WCP will obtain a final audit and distribute audited financial statements prepared in accordance with GAAP with respect to such WCP Fund to all underlying limited partners promptly upon completion of the audit. Limited partners are encouraged to carefully review all such financial statements.

The WCP Co-Invest Vehicles generally are not subject to an annual financial statement audit; and instead, these vehicles abide by the surprise custody examination and related requirements of the Custody Rule, Rule 206(4)-2. For these WCP Co-Invest Vehicles subject to a surprise custody examination, WCP ensures ADV-E’s are timely filed.

WCP does not accept physical custody of WCP Fund or WCP Co-Invest Vehicle money or securities (other than certain privately offered securities to the extent permitted by the Advisers Act). Rather WCP maintains custody of all such assets in separate accounts in the name of each of the WCP Funds and WCP Co-Invest Vehicles with qualified custodians. WCP receives at least quarterly statements from all qualified custodians on behalf of the WCP Funds and WCP Co-Invest Vehicles. For the WCP Co-Invest Vehicles subject to a surprise custody examination, the applicable custodian sends at least quarterly custody statements directly to the limited partners in each WCP Co-Invest Vehicle confirming the cash and securities held on behalf of such WCP Co-Invest Vehicle.

On a quarterly basis, WCP sends to all limited partners (i) financial statements of the applicable WCP Fund or WCP Co-Invest Vehicle, (ii) a summary statement of changes in

individual limited partners' capital accounts and (iii) an update on each WCP Fund's and WCP Co-Invest Vehicle's portfolio company holdings. For the WCP Co-Invest Vehicles subject to a surprise custody examination, the limited partners are encouraged to compare the quarterly financial statements they receive from WCP to the custody statements received directly from the qualified custodians, noting that such custody statements only identify the overall investments of the WCP Co-Invest Vehicle and not the investments of each individual limited partner in such WCP Co-Invest Vehicle.

ITEM 16 INVESTMENT DISCRETION

WCP and the WCP Fund GPs have discretionary authority based upon the respective Governing Documents with each of the WCP Funds and WCP Co-Invest Vehicles to buy and sell investments on behalf of the WCP Funds or WCP Co-Invest Vehicles and to determine the amount of such investment to be bought and sold. The terms upon which WCP serves as an investment adviser of a WCP Fund or WCP Co-Invest Vehicle are established at the time each such WCP Fund or WCP Co-Invest Vehicle is established. WCP assumes this discretionary authority pursuant to the terms of the applicable Partnership Agreement and powers of attorney executed by the limited partners of WCP Funds. A limited partner is required to execute a subscription agreement and a Partnership Agreement with a WCP Fund or WCP Fund Co-Invest Vehicle to become a limited partner of such WCP Fund or WCP Fund Co-Invest Vehicle. WCP is not permitted to transact any business with a limited partner until these documents are executed. Once a limited partner has executed a subscription agreement and a Partnership Agreement, with limited exceptions such as certain conflicts of interest as discussed elsewhere in this Brochure, WCP is not required to contact the limited partner for approval prior to the purchase or sale of securities for the WCP Funds or WCP Fund Co-Invest Vehicles.

As a general policy, neither WCP nor the WCP Fund GPs allow limited partners to place limitations on their investment authority other than as agreed to in the Partnership Agreement. Pursuant to the terms of the applicable Partnership Agreement, however, WCP has entered into side letters with certain limited partners whereby the terms applicable to such limited partner's investment in one or more WCP Fund is altered or varied. The terms as set forth in the relevant WCP Fund Governing Documents restrict WCP's advice concerning investments in certain securities or types of securities, diversification, geographies and leverage. WCP's authority to trade securities can also be limited by certain federal securities and tax laws that require diversification of investments and favor the holding of investments once made.

ITEM 17 VOTING CLIENT SECURITIES

WCP has adopted the WCP Proxy Voting Policies and Procedures (the "**Proxy Policy**") pursuant to Rule 206(4)-6 of the Advisers Act to address how it votes publicly-traded security proxies for the WCP Funds and WCP Co-Invest Vehicles. WCP's Proxy Policy seeks to ensure that it votes proxies in the best interest of the WCP Funds and WCP Co-Invest Vehicles, including where there are material conflicts of interest in voting proxies.

While WCP does have occasions to vote publicly-traded proxies on behalf of the WCP Funds and WCP Co-Invest Vehicles, the vast majority of WCP's portfolio companies are private and thus the majority of proxies received by WCP are written shareholder consents or other similar instruments. WCP believes that its interests are generally aligned with those of WCP Funds' and WCP Co-Invest Vehicles' limited partners through the WCP senior management employees' and WCP affiliated persons' beneficial ownership interests in the WCP Funds and WCP Co-Invest Vehicles. WCP does not consider service on portfolio company boards by WCP and its affiliated persons or the receipt of Service Fees to create a material conflict of interest in voting private proxies with respect to such companies.

Currently, certain WCP Funds and WCP Employee/Affiliate Co-Invest Vehicles own shares in a public company, and when a public security proxy is distributed for vote in this or any other future public portfolio company holding, WCP votes and will continue to vote the proxy consistent with the best interests of its limited partners. Pursuant to its Proxy Policy, WCP generally votes public proxies in accordance with management's recommendations unless WCP determines that voting in such a manner is in conflict with the best interests of the WCP Funds and WCP Co-Invest Vehicles and their limited partners. In these cases, WCP will evaluate and vote the publicly-traded security proxies on a case-by-case basis.

For both private shareholder consent votes and public security proxy votes, in the event of a conflict of interest which is not material, WCP will generally vote such proxy notwithstanding the existence of the conflict. If it is determined that the conflict of interest is material, WCP will resolve the conflict in one of several possible ways, such as by consulting the relevant WCP Fund's Board of Advisors to recommend a vote with respect to such proxy. In general, limited partners cannot request that WCP vote in a particular way on any specific proposal.

Current or prospective WCP Fund and WCP Co-Invest Vehicle limited partners can obtain at no charge, a copy of WCP's complete Proxy Policy or information regarding how WCP voted publicly-traded security proxies for particular portfolio companies by contacting Investor Relations at (312) 676-8400 or investorrelations@waudcapital.com.

ITEM 18 FINANCIAL INFORMATION

Registered investment advisers are required in this item to provide certain financial information or disclosures about their financial condition. WCP has no financial commitment that impairs its ability to meet its contractual and fiduciary commitments to limited partners, has not been the subject of a bankruptcy proceeding and does not require prepayment of more than \$1,200 in management fees per WCP Fund or WCP Fund Co-Invest Vehicle six months or more in advance.

FORM ADV PART 2B: BROCHURE SUPPLEMENT



WAUD CAPITAL PARTNERS, L.L.C.

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March 31, 2021

This Brochure Supplement (“**Supplement**”) provides information about Waud Capital Partners, L.L.C. that supplements the Brochure. You should have received a copy of the Brochure. Please contact Investor Relations at (312) 676-8400 or investorrelations@waudcapital.com if you did not receive the Brochure or if you have any questions about the contents of this Supplement.

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

REEVE B. WAUD

Year of Birth: 1963

Founder and Managing Partner

Waud Capital Partners, L.L.C.

300 North LaSalle Street, Suite 4900

Chicago, Illinois 60654

(312) 676-8400

ITEM 2 EDUCATION BACKGROUND AND BUSINESS EXPERIENCE

Mr. Waud is the Founder and Managing Partner of Waud Capital Partners. Over his 30-year plus private equity career, he has acquired more than 325 companies. Prior to founding WCP in 1993, Mr. Waud was an investment professional at Golder, Thoma & Cressey (“GTC”), a private equity investment group based in Chicago. At GTC, Mr. Waud had investment responsibility for a wide range of portfolio companies that were built through more than one hundred acquisitions. Before joining GTC, Mr. Waud was in the Corporate Finance Group of Salomon Brothers Inc and was a founding member of its Venture Capital Group.

Mr. Waud holds a B.A. in Economics from Middlebury College and an M.B.A. from the Kellogg School of Management at Northwestern University.

ITEM 3 DISCIPLINARY INFORMATION

Mr. Waud has never been the object of any legal or disciplinary event, proceeding or action.

ITEM 4 OTHER BUSINESS ACTIVITIES

Mr. Waud is Chairman of Acadia Healthcare Company (NASDAQ: ACHC), Chairman of Heart + Paw, and is on the Board of The GI Alliance. Acadia Healthcare Company was previously a portfolio company of the WCP Funds until August 2017. Heart + Paw and The GI Alliance are currently portfolio companies of the WCP Funds. Mr. Waud’s appointment on such boards has been designated in the best interest of the WCP Funds and their respective limited partners. Serving on portfolio company boards could lead to potential conflicts of interest. For example, a conflict of interest can arise between Mr. Waud’s fiduciary duties to the portfolio company on which he serves and his duty to WCP, as decisions that are in the portfolio company’s best interest will not necessarily be in WCP’s best interests. As the WCP Funds will be significant shareholders of such companies, it is expected that such interests will generally be aligned; however, appropriate measures have been taken whereby Mr. Waud may recuse himself in such circumstances from the decision-making process.

Mr. Waud is a Member of the Northwestern Memorial HealthCare Finance Committee and serves on the Board of Northwestern Memorial Foundation. Mr. Waud is also a Trustee and Member of the Finance Committee and Photography Committee of the Art Institute of Chicago; serves on the Executive Committee and is a Member of the Board of The Economic Club of Chicago; and is Chairman of the Illinois State Police Merit Board, which has oversight responsibility for the State Police. These activities are charitable in nature and do not create a potential conflict of interest with WCP Funds, limited partners or portfolio companies.

Outside of his roles with WCP, Mr. Waud is engaged in the operation and management of certain family investment entities. WCP does not believe that these activities create a conflict of interest with WCP Funds, their limited partners or portfolio companies as these investment entities do not invest in similar investments as the WCP Funds.

ITEM 5 **ADDITIONAL COMPENSATION**

Mr. Waud does not receive an economic benefit for providing advisory services, other than his ownership interest in the management company, his portion of carried interest and his direct investment interest in the Funds managed by WCP.

ITEM 6 **SUPERVISION**

Mr. Waud is supervised with respect to compliance matters by WCP's Chief Compliance Officer, Mark Flower, (312) 676-8425. For investment matters, the relevant Investment Committee of each WCP Fund is responsible for approving and monitoring all investments.

Matthew W. Clary

Year of Birth: 1961

Partner

Waud Capital Partners, L.L.C.

300 North LaSalle Street, Suite 4900

Chicago, Illinois 60654

(312) 676-8400

ITEM 2 EDUCATION BACKGROUND AND BUSINESS EXPERIENCE

Mr. Clary joined WCP in 2004 and has been active in principal investing since 1992. He was previously a Partner at Banc of America Capital Investors.

Mr. Clary holds a B.A. in Economics from the University of Washington and an M.B.A. from the Kellogg School of Management at Northwestern University.

ITEM 3 DISCIPLINARY INFORMATION

Mr. Clary has never been the object of any legal or disciplinary event, proceeding or action.

ITEM 4 OTHER BUSINESS ACTIVITIES

Mr. Clary has served on the board of more than 20 private and public companies during his private equity career. He is currently on the Board of The CE Shop, Apotheco, Cordant Health Solutions, iOFFICE, Pharmacy Partners, PSI Services, and Sphere Payments and Chairman of Integrated Practice Solutions and CyberGrants. The aforementioned companies are portfolio companies of the WCP Funds and Mr. Clary's appointment on such boards has been designated in the best interest of the WCP Funds and their respective limited partners. Serving on portfolio company boards could lead to potential conflicts of interest. For example, a conflict of interest can arise between Mr. Clary's fiduciary duties to the portfolio company on which he serves and his duty to WCP, as decisions that are in the portfolio company's best interest will not necessarily be in WCP's best interests. As the WCP Funds will be significant shareholders of such companies, it is expected that such interests will generally be aligned; however, appropriate measures have been taken whereby Mr. Clary may recuse himself in such circumstances from the decision-making process.

ITEM 5 ADDITIONAL COMPENSATION

Mr. Clary does not receive an economic benefit for providing advisory services, other than the regular salary and bonus paid by WCP, his portion of carried interest and his direct investment interest in the Funds managed by WCP.

ITEM 6 SUPERVISION

Mr. Clary is supervised with respect to compliance matters by WCP's Chief Compliance Officer, Mark Flower, (312) 676-8425. For investment matters, the relevant Investment Committee of each WCP Fund is responsible for approving and monitoring all investments.

DAVID O. NEIGHBOURS

Year of Birth: 1976

Partner

Waud Capital Partners, L.L.C.

300 North LaSalle Street, Suite 4900

Chicago, Illinois 60654

(312) 676-8400

ITEM 2 EDUCATION BACKGROUND AND BUSINESS EXPERIENCE

Mr. Neighbours joined WCP in 2003. Prior to joining the firm, he worked at Citigroup Investments in the private equity group and prior to that at Salomon Smith Barney in the investment banking division.

Mr. Neighbours holds a B.B.A. in Finance from the University of Notre Dame.

ITEM 3 DISCIPLINARY INFORMATION

Mr. Neighbours has never been the object of any legal or disciplinary event, proceeding or action.

ITEM 4 OTHER BUSINESS ACTIVITIES

Mr. Neighbours is Chairman of Adult & Pediatric Dermatology, Ivy Rehab and The GI Alliance. Mr. Neighbours' appointment on such boards has been designated in the best interest of the WCP Funds and their respective limited partners. Serving on a portfolio company board could lead to potential conflicts of interest. For example, a conflict of interest can arise between Mr. Neighbours' fiduciary duties to the portfolio company on which he serves and his duty to WCP, as decisions that are in the portfolio company's best interest will not necessarily be in WCP's best interests. As the WCP Funds will be significant shareholders of such companies, it is expected that such interests will generally be aligned; however, appropriate measures have been taken whereby Mr. Neighbours may recuse himself in such circumstances from the decision-making process.

In addition to his activities at WCP, Mr. Neighbours is a Trustee and member of the Executive Committee of Lake Forest Country Day School and a Member of the Men's Golf Committee of the Lurie Children's Hospital Annual Pro-Am. Mr. Neighbours was a Founding Officer of the Healthcare Private Equity Association, a non-profit trade association that represents the U.S. healthcare private equity industry. These activities are charitable in nature and do not create a potential conflict of interest with WCP Funds, limited partners or portfolio companies.

ITEM 5 ADDITIONAL COMPENSATION

Mr. Neighbours does not receive an economic benefit for providing advisory services, other than the regular salary and bonus paid by WCP, his portion of carried interest and his direct investment interest in the Funds managed by WCP.

ITEM 6 **SUPERVISION**

Mr. Neighbours is supervised with respect to compliance matters by WCP's Chief Compliance Officer, Mark Flower, (312) 676-8425. For investment matters, the relevant Investment Committee of each WCP Fund is responsible for approving and monitoring all investments.

MARK D. FLOWER

Year of Birth: 1964
Chief Financial Officer and Chief Compliance Officer
Waud Capital Partners, L.L.C.
300 North LaSalle Street, Suite 4900
Chicago, Illinois 60654
(312) 676-8425

ITEM 2 EDUCATION BACKGROUND AND BUSINESS EXPERIENCE

Mr. Flower joined WCP in 2004. He was previously the CFO and Treasurer at Vector Fund Management. He began his career at Arthur Andersen and later worked in accounting and finance positions with Kemper Financial Services, Kemper Asset Management and Iowa Grain.

Mr. Flower holds a B.B.A. in Accounting from the University of Wisconsin and has a CPA designation from the state of Illinois.

ITEM 3 DISCIPLINARY INFORMATION

Mr. Flower has never been the object of any legal or disciplinary event, proceeding or action.

ITEM 4 OTHER BUSINESS ACTIVITIES

Mr. Flower is not actively engaged in any outside business activities or occupation for compensation that could potentially create a conflict of interest with clients.

ITEM 5 ADDITIONAL COMPENSATION

Mr. Flower does not receive an economic benefit for providing advisory services, other than the regular salary and bonus paid by WCP, his portion of carried interest and his direct investment interest in the Funds managed by WCP.

ITEM 6 SUPERVISION

Mr. Flower is supervised by WCP's Managing Partner, Reeve Waud, (312) 676-8400.