



STRATEGIC HOLDINGS

Estimated income Fund I Equity:

October 2018

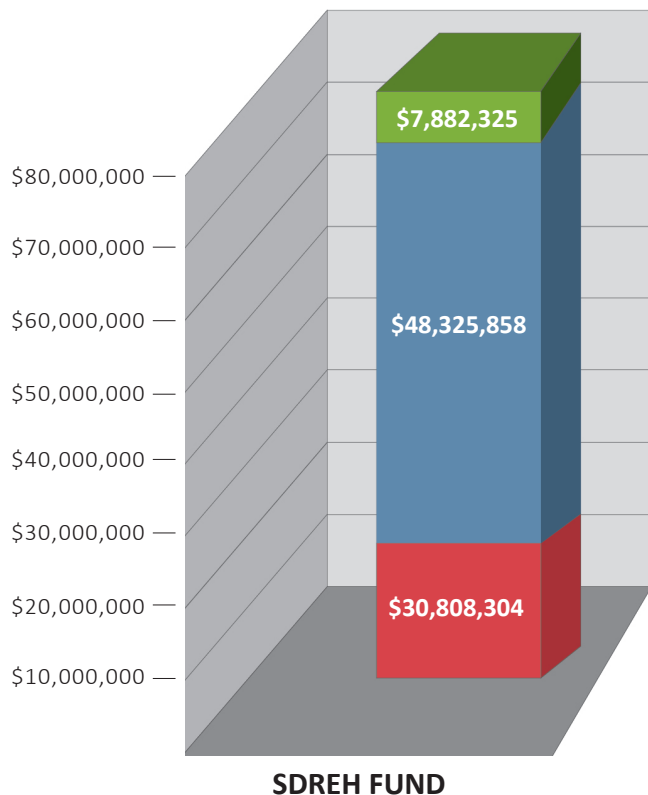
Month/Year	September 2018	October 2018
Est. Value of Fund	\$ 201,941,620	\$ 203,283,535
Third Party Debt	\$ 116,286,585	\$ 116,267,048
Est. Total Equity of Fund	\$ 85,655,035	\$ 87,016,487
Series 1 M (Equity Cushion)	\$ 6,855,534	\$ 7,882,325
Series 1D	\$ 3,642,363	\$ 3,642,363
Series 1C	\$ 21,873,095	\$ 21,873,095
Series 1B	\$ 22,845,400	\$ 22,810,400
Series 1A	\$ 30,438,643	\$ 30,808,304
Total Member Invested Capital	\$ 78,799,501	\$ 79,134,162

“As of October 25, 2018 our fund is estimated to be valued at \$203,283,535”

** Currently Open: **Series 1A** **

Strategic Diversified Real Estate Fund was originally designed as a tiered risk structure. The manager believes that this makes the LLC unique among real estate funds by its equity choices. We designed a 4 tiered series, (Series 1A, 1B, 1C and 1D) that pay a different targeted preferred rate based on the equity member’s position in the fund.

■ Series 1M ■ Series 1B, 1C, 1D ■ Series 1A



Our fund has a tiered risk structure. We have raised \$30,808,304 in Series 1A investor capital as of October 25, 2018. There is approximately \$48,325,858 of Series 1B, 1C, and 1D investor capital subordinate to Series 1A. Series 1M which is owned by Management currently has approximately \$7,882,325 of equity cushion and sits in the first loss position.

Series 1D Membership Interests have priority over the Series 1M Manager Interest owned by the Manager both in terms of liquidation and preferred return. Series 1D currently has \$3,642,363 of investor/member capital.

Series 1C membership interest has priority over the Series 1D and Series 1M Manager Interest both in terms of liquidation and preferred return. Series 1C currently has \$21,873,095 of investor/ member capital.

Series 1B membership interest has priority over the Series 1C, Series 1D, and Series 1M Manager Interest both in terms of liquidation and preferred return. Series 1B currently has \$22,810,400 of investor/member capital.

Series 1A membership interest has priority over the all the series: Series 1B, Series 1C, Series 1D, and Series 1M both in terms of liquidation and preferred return. Series 1A currently has \$30,808,304 of investor/ member capital.

The total investor/membership invested capital as of October 25, 2018 is \$79,134,162. In the event of liquidation, after all taxes and debt are paid, the Series 1A investors would be first in line to get paid their principal and interest. After the Series 1A members are made whole, Series 1B members would be next in line to get paid their principal and interest, and so forth.



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Investor Relations Phone Numbers

Patty Franklin: (805) 764-5128

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Our office will be closed on the below dates in observance of the Holidays:

Monday- **November 12th (Veterans Day - Observed)**

Thursday & Friday- **November 22nd & 23rd (Thanksgiving / Day after)**

Monday & Tuesday- **December 24th & 25th (Christmas Eve / Christmas Day)**

Monday & Tuesday- **December 29th & Jan 1 (New Year's Eve / New Year's Day)**

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Happy Holidays!

- From all of us at Strategic Holdings

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