I, Richard C. Bienapfl hereby certify that the financial statements and reports as of 1/31/2018 are true and correct, to the best of our ability, in accordance with section 8.07 of the Loan Agreement dated 6/1/2017.

Richard C. Bienapfl
Chief Operating Officer
Tapestry Tallahassee Walden, LLC
A limited liability company duly organized and
existing under the laws of the state of Delaware

Tapestry Walden Senior Living of Tallahassee
Tapestry Tallahassee Walden, LLC

Construction Status Report
February 25, 2018

The OAC (Owner/Contractor/Architect) and draw meeting was held the last week of the month on January 20, 2018.

In attendance were John Hosford Tapestry's owner's site representative, Greg LaSalle, Owner Representative, Ron Whalen, Kennedy Construction Project Manager, Kennedy Construction Superintendent, and Michael Knisely, architect.

The eastern section of the structure for the memory care living rooms are painted, electrical fixtures installed and casework is near completion. The project is on schedule to be delivered with a certificate of occupancy on 2/23/18. The west building addition exterior stucco is near completion. Rough plumbing and electrical work is complete, the elevator is on site and is being installed and sheetrock work has progressed significantly. Overall completion of the project is expected approximately May 1, 2018.

The project budget has included in it an Owner's Contingency of $575,000 plus a contractor's contingency of approximately $146,000. In addition was a contingency of $250,000 for liquidated damages should the project run over its contract completion date by more than 31 days which will now not be required as the project will be delivered within the required contract period. The Borrower has approved approximately $448,000 of change orders for unforeseen conditions from the Owner's Contingency, the contractor has absorbed about $95,000 of changes in their contingency. There are currently potential change orders of $70,000, leaving an overall balance of approximately $360,000 for any as yet unexpected costs or owner desired improvements It is anticipated that further unforeseen conditions are unlikely.

The construction draw was approved and paid as required under the construction contract.

Tapestry Tallahassee Walden, LLC
Balance Sheet
January 31, 2018

ASSETS

Current Assets		
Checking Account	$ 832.63	
Total Current Assets		832.63
Escrows and Reserves		
4005-Debt Service Reserve Fund	2,110,609.26	
4000-Bank Bond Fund	111.64	
4001-Cap Interest-Series A	704,529.92	
4002-Cap Interest-Series B	826,857.31	
4009-Issuance Cost Fund	223.07	
4003-Construction Fund	5,944,160.65	
4008-Operating Reserve Fund	2,799,947.08	
Total Escrows and Reserves		12,386,438.93
Fixed Assets		
Land and Building	5,511,357.27	
Total Fixed Assets		5,511,357.27
Other Assets		
Construction In Progress	10,020,666.64	
FF & E	291,143.44	
Bond Issuance Fee	650,000.00	
Bond Issuance Cost	531,985.57	
Total Other Assets		11,493,795.65
Total Assets		$ 29,392,424.48

LIABILITIES AND CAPITAL

Current Liabilities		
Adv from TWSHM	$ 1,000.00	
Accrued Interest	152,947.64	
Total Current Liabilities		153,947.64
Long-Term Liabilities		
Development Fee Payable	844,604.00	
Bonds Payable	26,000,000.00	
Total Long-Term Liabilities		26,844,604.00
Total Liabilities		26,998,551.64
Capital		
Member Contribution	2,350,000.00	
Retained Earnings	37,608.98	
Net Income	6,263.86	
Total Capital		2,393,872.84
Total Liabilities & Capital		$ 29,392,424.48

Tapestry Tallahassee Walden, LLC
Income Statement
For the One Month Ending January 31, 2018

	Current Month		Year to Date	
Revenues				
Sales Income	$ 0.00	0.00	$ 0.00	0.00
Interest Income	0.00	0.00	0.00	0.00
Other Income	0.00	0.00	0.00	0.00
Sales Discounts	0.00	0.00	0.00	0.00
Interest Income	6,263.86	100.00	6,263.86	100.00
Total Revenues	6,263.86	100.00	6,263.86	100.00
Cost of Sales				
Labor Costs	0.00	0.00	0.00	0.00
Labor Burden	0.00	0.00	0.00	0.00
Materials Costs	0.00	0.00	0.00	0.00
Equipment Costs	0.00	0.00	0.00	0.00
Subcontract Costs	0.00	0.00	0.00	0.00
Cost of Sales-Salary & Wage	0.00	0.00	0.00	0.00
Inventory Adjustments	0.00	0.00	0.00	0.00
Total Cost of Sales	0.00	0.00	0.00	0.00
Gross Profit	6,263.86	100.00	6,263.86	100.00
Expenses				
0100 - Construction Services	0.00	0.00	0.00	0.00
0300 - Permit	0.00	0.00	0.00	0.00
2201 - Architect	0.00	0.00	0.00	0.00
2202 - Civil Engineering	0.00	0.00	0.00	0.00
2203 - Structural Engineering	0.00	0.00	0.00	0.00
2204 - Other Consultants	0.00	0.00	0.00	0.00
2502 - Construction Monitor	0.00	0.00	0.00	0.00
2503 - Design Engineering	0.00	0.00	0.00	0.00
2509 - Pre-Con Reimburseables	0.00	0.00	0.00	0.00
2510 - Owner Reimbursement	0.00	0.00	0.00	0.00
2512-On Site Project Rep	0.00	0.00	0.00	0.00
2513-On Site PR Expense	0.00	0.00	0.00	0.00
5501 - Market Study	0.00	0.00	0.00	0.00
5507 - Legal	0.00	0.00	0.00	0.00
5508 - Appraisal	0.00	0.00	0.00	0.00
5517 - Finance App Fee	0.00	0.00	0.00	0.00
5601-Entitlements, Zoning City	0.00	0.00	0.00	0.00
5705 - Owner Council	0.00	0.00	0.00	0.00
5708 - Legal-Equity Phase	0.00	0.00	0.00	0.00
5711 - Legal	0.00	0.00	0.00	0.00
5713 - Oganizational Exp	0.00	0.00	0.00	0.00
Wages Expense	0.00	0.00	0.00	0.00
Applied Labor Burden	0.00	0.00	0.00	0.00
Employee Benefit Programs Exp	0.00	0.00	0.00	0.00
Payroll Tax Expense	0.00	0.00	0.00	0.00
Management Fee	0.00	0.00	0.00	0.00
Bad Debt Expense	0.00	0.00	0.00	0.00
Income Tax Expense	0.00	0.00	0.00	0.00
Other Taxes Expense	0.00	0.00	0.00	0.00
Rent or Lease Expense	0.00	0.00	0.00	0.00
Maintenance & Repairs Expense	0.00	0.00	0.00	0.00
Licenses and Permits Expense	0.00	0.00	0.00	0.00
Postage and Freight Expense	0.00	0.00	0.00	0.00
Travel Expense	0.00	0.00	0.00	0.00
Office Supplies Expense	0.00	0.00	0.00	0.00

Tapestry Tallahassee Walden, LLC
Income Statement
For the One Month Ending January 31, 2018

	Current Month		Year to Date	
Telephone Expense	0.00	0.00	0.00	0.00
7101 - Land	0.00	0.00	0.00	0.00
7106 - Entitlement Fees	0.00	0.00	0.00	0.00
Utilities Expense	0.00	0.00	0.00	0.00
Service Charge Expense	0.00	0.00	0.00	0.00
US Bank Fees	0.00	0.00	0.00	0.00
Insurance Expense	0.00	0.00	0.00	0.00
Depreciation Expense	0.00	0.00	0.00	0.00
Gain/Loss - Sale of Assets Exp	0.00	0.00	0.00	0.00
Interest Expense	0.00	0.00	0.00	0.00
Total Expenses	0.00	0.00	0.00	0.00
Net Income	$ 6,263.86	100.00	$ 6,263.86	100.00

UNAUDITED

Tapestry Tallahassee Walden, LLC
Statement of Cash Flow
For the one Month Ended January 31, 2018

	Current Month	Year to Date
Cash Flows from operating activities		
Net Income	$ 6,263.86	$ 6,263.86
Adjustments to reconcile net income to net cash provided by operating activities		
Accum. Depreciation - Prop&Eqt	0.00	0.00
0100 - Construction Services	0.00	0.00
0300 - Permit	0.00	0.00
Accounts Receivable	0.00	0.00
Allowance for Doubtful Account	0.00	0.00
Inventory	0.00	0.00
Materials-Unused & Unassigned	0.00	0.00
2201 - Architect	0.00	0.00
2202 - Civil Engineering	0.00	0.00
2203 - Structural Engineering	0.00	0.00
2204 - Other Consultants	0.00	0.00
2401 - Environmental	0.00	0.00
2401 - Environmental	0.00	0.00
2502 - Construction Monitor	0.00	0.00
2503 - Design Engineering	0.00	0.00
2509 - Pre-Con Reimburseables	0.00	0.00
2510 - Owner Reimbursement	0.00	0.00
2512-On Site Project Rep	0.00	0.00
2513-On Site PR Expense	0.00	0.00
5501 - Market Study	0.00	0.00
5507 - Legal	0.00	0.00
5508 - Appraisal	0.00	0.00
5517 - Finance App Fee	0.00	0.00
5601-Entitlements_Zoning City	0.00	0.00
5705 - Owner Council	0.00	0.00
5705 - Legal Equity Phase	0.00	0.00
5711 - Legal	0.00	0.00
5713 - Oganizational Exp	0.00	0.00
7101 - Land	0.00	0.00
7106 - Entitlement Fees	0.00	0.00
Adv from TWSHM	0.00	0.00
Adv from United Equities	0.00	0.00
Due to TNHHI	0.00	0.00
Accounts Payable	0.00	0.00
Sales Tax Payable	0.00	0.00
Deductions Payable	0.00	0.00
Federal Payroll Taxes Payable	0.00	0.00
FUTA Payable	0.00	0.00
State Payroll Taxes Payable	0.00	0.00
SUTA Payable	0.00	0.00
Local Taxes Payable	0.00	0.00
Income Taxes Payable	0.00	0.00
Customer Deposits	0.00	0.00
Current Portion Long-Term Debt	0.00	0.00
Accrued Interest	60,436.53	60,436.53
Total Adjustments	60,436.53	60,436.53
Net Cash provided by Operations	66,700.39	66,700.39
Cash Flows from investing activities		
Used For		

Unaudited - For Internal Use Only.

Tapestry Tallahassee Walden, LLC
Statement of Cash Flow
For the one Month Ended January 31, 2018

	Current Month	Year to Date
Construction In Progress	(1,153,332.84)	(1,153,332.84)
Floater	0.00	0.00
FF & E	0.00	0.00
Bond Issuance Fee	0.00	0.00
Bond Issuance Cost	0.00	0.00
Land and Building	0.00	0.00
Land	0.00	0.00
4005-Debt Service Reserve Fund	(895.87)	(895.87)
4000-Bank Bond Fund	(0.14)	(0.14)
4004-Revenue Fund	0.00	0.00
4001-Cap Interest-Series A	(616.38)	(616.38)
4002-Cap Interest-Series B	(390.24)	(390.24)
4009-Issuance Cost Fund	(0.09)	(0.09)
4003-Construction Fund	(293,148.72)	(293,148.72)
4008-Operating Reserve Fund	(1,212.51)	(1,212.51)
4007-Issuer Fee Account	0.00	0.00
4006-Adminstration Fund	0.00	0.00
Property and Equipment	0.00	0.00
Land	0.00	0.00
Net cash used in investing	(1,449,596.79)	(1,449,596.79)
Cash Flows from financing activities		
Proceeds From		
Development Fee Payable	0.00	0.00
Bonds Payable	0.00	0.00
Member Contribution	0.00	0.00
Member's Contribution	0.00	0.00
Member's Draw	0.00	0.00
Used For		
Development Fee Payable	0.00	0.00
Bonds Payable	0.00	0.00
Member Contribution	0.00	0.00
Member's Contribution	0.00	0.00
Member's Draw	0.00	0.00
Net cash used in financing	0.00	0.00
Net increase <decrease> in cash	$ (1,382,896.40)	$ (1,382,896.40)
Summary		
Cash Balance at End of Period	$ 832.63	$ 832.63
Cash Balance at Beg of Period	(831.63)	(831.63)
Net Increase <Decrease> in Cash	$ 1.00	$ 1.00