

April 16, 2019

RE: KD Commerce, LLC | Loan 4404

Dear Investor,

We are writing to provide an update on the above-referenced investment. The borrower and the HOA met in March for the first mediation session with the State, as discussed in the update sent on March 6, 2019 (below). During that session, the mediator asked the borrower to submit updated architectural plans to the HOA for approval. The plans were submitted as requested, but rejected by the HOA. A second mediation session has been requested to determine why the plans were rejected and attempt to resolve the ongoing issue between the borrower and the HOA.

We will continue to keep you updated on the status of mediation; however, until the dispute is resolved the borrower is unable to proceed with the sale of the property.

If you have any questions, please contact your Investment Representative.

Sincerely,

Ignite Funding