



PROVING ACCREDITATION

VERIFYINVESTOR.COM & THIRD-PARTY VERIFICATION LETTER

BACKGROUND

We are offering an investment in a deal where we are following Regulation D 506(c). One of the key requirements of a 506(c) investment is that all investors must be “accredited”. If you are unfamiliar with this term, please click [here](#) for a definition.

VERIFYINVESTOR.COM

In addition, the sponsor of the investment has to take reasonable steps to verify that any investor in this deal is “accredited”.

In order to protect the investment and our investors, we will have an outside company called VerifyInvestor confirm accreditation for all investors, even those who have invested with us in the past.

When you complete paperwork on the Investor Dashboard to subscribe to the investment, the Investor Dashboard will provide a link to obtain a free verification from VerifyInvestor.com, so please do not submit to VerifyInvestor right now.

However, there are steps you can take in advance of subscribing to the deal so that the verification process with VerifyInvestor will move more quickly for you once you have the free link.

THIRD-PARTY VERIFICATION LETTER

Saves You Time

Although VerifyInvestor offers investors the opportunity to submit proof of accreditation (bank statements, tax returns, etc.), we have tested out this process and found that submitting a Third-Party Verification Letter to VerifyInvestor as proof of accreditation saved us time.

Definition

A Third-Party Verification Letter is a letter you can obtain from a licensed attorney, licensed accountant, registered broker-dealer, or a registered investment advisor that certifies that the investor (how you are taking title) is accredited. The letter must be dated within the past 3 months of the date you submit to VerifyInvestor.com during the subscription process.

Click [here](#) to pull up the Sample Third-Party Verification Letter that VerifyInvestor accepts.

Please be aware if the licensed or registered individual you are going to have complete the letter is not on a national database, VerifyInvestor may not accept the letter.

Obtain in Advance of Subscribing

In order to expedite your subscription process, we recommend you obtain a Third-Party Verification Letter in advance of subscribing for the deal.



CHOOSE TITLE BEFORE OBTAINING

Before you obtain a Third-Party Verification Letter, it is important you know how you will be taking title in the investment. You do not want to spend time getting a letter written up that will not help you with how you end up taking title when you subscribe to the investment.

Please read all of the instructions that follow so that you know what is required based on how you are taking title. There are 5 basic title types: Individual, Joint, Entity (i.e. LLC/Corporation), Trust, and Self-Directed IRA.

THIRD-PARTY VERIFICATION LETTER INSTRUCTIONS

- **If investing as an individual/separate property**, you will need to obtain one Third-Party Verification in your legal name (matching the way you are taking title) in the "Investor Name" field of the letter.
- **If investing jointly**, there are different rules with VerifyInvestor.com based on if you and your co-investor are legally married or not.
 - If married, you will need to obtain one Third-Party Verification Letter referencing your names as a married couple in the "Investor Name" field of the letter (i.e. John Smith and Jane Smith). Use the "Additional Notes" field in the Third Party Verification Letter to state that you and your co-investor are married, particularly if your last names do not match.
 - If unmarried, each individual will have to obtain their own Third-Party Verification Letter. Each letter should reference only one individual.
- **If investing with an entity**, it will be accredited in one of two ways: 1) the entity itself is accredited, or 2) the entity is accredited via the Natural Persons that make up the equity ownership of the entity.
 - If the entity itself is accredited (assets exceed \$5 MM), only one Third-Party Verification Letter referencing the legal name of the LLC/Corporation in the "Investor Name" field of the letter is required.
 - If the entity is accredited via the Natural Persons that make up the equity ownership, each person will need to obtain a Third-Party Verification Letter, making sure their legal name in the "Investor Name" field on the Third-Party Verification Letter matches their name on the LLC's Company Agreement or Corporation's legal documentation.
- **If investing with a trust**, it will be accredited in one of two ways: the trust itself is accredited, or the trust is accredited via the Natural Persons that make up the equity ownership of the Trust.
 - If the trust itself is accredited (assets exceed \$5 MM), only one Third-Party Verification Letter referencing the legal name of the Trust in the "Investor Name" field of the letter is required.
 - If the trust is accredited via the Natural Persons that make up the equity ownership, each person will need to obtain a Third-Party Verification Letter, making sure their legal name in the "Investor Name" field on the Third-Party Verification Letter matches their name on the trust agreement. For revocable trusts, the equity owners are typically the Grantors. For irrevocable trusts, the rules are more complicated, and you may need to reach out to VerifyInvestor's support to obtain guidance.
- **If investing with a self-directed IRA**, you will need to obtain one Third-Party Verification Letter in your own legal name in the "Investor Name" field of the letter (as if you were subscribing individually).
- **If investing with a Solo 401(k) or a Checkbook IRA LLC**, please refer to your legal documents. If an LLC was used for the retirement account setup, please follow the instructions above for "entities". If a trust was used for the retirement account setup, please follow the instructions above for "trusts".