Deferred Developer Fee Statement

Please allow this statement to define the terms and conditions of the deferred developer fee that will be a source utilized in the development of Pulaski Place. The project expects to have $255,689 in deferred developer fee.

Terms for the deferred developer fee:

1. Deferred developer fee will come from cash flow. The cash flow waterfall will be as follows:
   1. to pay any current and accrued but unpaid Asset Management Fee
   2. to repay any unpaid loans made by the Investor Limited Partner, State Investor Limited Partner or the Investor Limited Partner to the Limited Partnership
   3. to the Investor Limited Partner or State Investor Limited Partner for any Tax Credit adjusters or any other guaranty obligations
   4. to pay any DDF (plus any accrued interest)
2. Interest accrued on the deferred developer fee will be 2%
3. All deferred developer fee shall be paid back prior to the end of the initial compliance period.