

ABUNDANCE ASSET MANAGEMENT LP

**THIS MEMORANDUM IS FOR PROSPECTIVE LIMITED PARTNERS AND THEIR FINANCIAL AND/OR
LEGAL ADVISORS OR REPRESENTATIVES**

FOR MORE INFORMATION, PLEASE CONTACT:

ABUNDANCE ASSET MANAGEMENT LP

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The date of this Memorandum is August 21, 2023

Memorandum Copy No.: _____

This cover page is continued on the following pages.
ABUNDANCE ASSET MANAGEMENT LP

CONFIDENTIAL PRIVATE PLACEMENT MEMORANDUM

ABUNDANCE ASSET MANAGEMENT LP

Units of Limited Partnership Interest

\$50,000 per Unit

**Maximum Offering: \$10,000,000 (200 Units)¹
No Minimum Offering**

Minimum Subscription: 1 Unit (\$50,000)

ABUNDANCE ASSET MANAGEMENT LP, a Delaware limited partnership (“we”, “our”, “us”, or the “Fund”) is a private investment company formed to invest and trade in securities (the “Investment(s)”). Our overall objective is to realize cash flow and/or capital appreciation in connection with our Investments. The Fund will be using a custom options trading strategy that involves selling stock options. We will be trading **publicly available exchange-traded funds (“ETFs”)**. To facilitate the purchase and sale of shares, the Fund will utilize short, covered stock options and other derivatives on such ETFs. Cash will remain in a money market as a securitized asset. The Fund will not employ margin or borrowed money in its trading activities and will not engage in the short sale of individual securities. To achieve its investment objective, the Fund seeks to continuously grow income through the active trading of a portfolio of derivatives (including secured puts and calls) on publicly available ETFs, with the goal of progressively reducing cost basis and thereby enhancing the Fund’s effective dividend yield. The Fund’s primary objectives are to outperform the underlying ETFs and generate cash flow through the writing of secured puts and calls. There can be no assurance that these objectives will be achieved. (See “Risk Factors”)

We are organized as a “private investment company” pursuant to claimed exemptions from registration under Sections 3(c)(1) and/or 3(c)(7) of the Investment Company Act of 1940, as amended, and applicable state law. We are offering Units of Limited Partnership Interest (the “Units” or “Investing Units”) in the Fund to “accredited Investors” (“you”, “your”, or the Unit “Subscriber(s)”) in reliance upon exemptions from registration provided by Sections 4(a)(2), 4(a)(5) and/or Rule 506(c) of Regulation D of the Securities Act of 1933, as amended (the “Act”), and/or applicable state law (the “Offering”). This document is our confidential private placement memorandum (this “Memorandum”) which discloses risks and other factors that should be considered before investing in the Fund. This Offering is not available to the general public or to persons who do not meet the qualifications described in this Memorandum (See “Who May Invest”).

This investment involves a high degree of risk further described in the “Risk Factors” section of this Memorandum. Subscription of these securities should be considered only if you can afford a possible total loss of your investment. Neither the U.S. Securities and Exchange Commission (the “SEC”) nor any state securities commission has approved or disapproved of this Offering or determined if this Memorandum is truthful or complete. Any representation to the contrary is a criminal offense.

PRICE SALES COMMISSIONS / FINDER FEES (1) PROCEEDS TO FUND (2)(5)(6) Per Unit (1) \$50,000 \$0 \$50,000

¹ This offering is expandable up to \$100,000,000 (the “Expanded Maximum”) in the General Partner’s sole discretion without notice.

Total Minimum (3) N/A \$0 N/A Total Maximum (4)(6) \$10,000,000 \$0 \$10,000,000

FOOTNOTES TO TABLE (on previous page):

- (1) Units will be offered and sold by the Fund's management who will not receive remuneration for the sale of Units. However, in some instances sales commissions and/or finder fees may be payable to third parties who introduce and/or present the offering to investors. Only licensed FINRA registered brokers and their registered representatives may receive sales commissions. Only bona fide third-party finders may receive finder fees.
- (2) Net proceeds are calculated before deducting expenses associated with this Offering, such as legal, tax, accounting, due diligence, overhead, printing, mailing and other out of pocket expenses, some or all which may be paid to Affiliates of the Fund.
- (3) No minimum number of Units need to be sold for the Offering to proceed. Your funds will not be escrowed and will be available for immediate use by the Fund to pursue its objectives. Initial investors in the offering may bear a disproportionate portion of the risk that the Fund may be undercapitalized to fully execute upon its business plan (See "Risk Factors"), especially if only the expenses associated with the Offering are raised.
- (4) Minimum investment is \$50,000 (1 Unit). However, fewer Units may be sold in our sole and absolute discretion.
- (5) Costs of the Offering, including legal, marketing, accounting, and other Fund-related expenses, etc., may be paid and/or reimbursed to the General Partner or its Affiliates (See "Use of Proceeds" and "Compensation").
- (6) This offering is expandable up to \$100,000,000 (the "Expanded Maximum") in the General Partner's sole discretion without notice.

IMPORTANT NOTICE ABOUT INFORMATION PRESENTED IN THIS MEMORANDUM

No dealer, salesman or other person unaffiliated with the Fund has been authorized to give you any information or make any representations other than those contained in this Memorandum. If so given or made, you must not rely upon such information or representations as having been authorized by us.

The information contained in this Memorandum is confidential and is furnished for your use only as a potential Limited Partner. By receiving this Memorandum, you agree that you will not transmit, reproduce, or make available this Memorandum or any related exhibits or documents to any other person or entity. Any action to the contrary may place you in violation of various state and/or federal securities laws.

Our Units of Limited Partnership Interest involve significant risks due to, among other things, the nature of the Fund's objectives as described in this Memorandum. There can be no assurance that our objectives will be realized or that there will be any return of your invested capital. Investment in our Fund is suitable only for "accredited Investors". You should have the financial ability and willingness to accept the risks (including the risk of total loss of your investment and lack of liquidity) that are characteristic of the investments described herein. You should consult your financial advisors regarding the appropriateness of investing in speculative ventures such as ours.

The Units are subject to restrictions on transferability and resale and may not be transferred or resold except as permitted under the Securities Act of 1933 and applicable state securities laws, pursuant to registration or exemption therefrom. You should be aware that you may be required to bear the financial risks of this investment

for an indefinite period of time. The securities offered hereby involve a high degree of risk and should only be purchased if you can afford a total loss of your investment.

These securities have not been registered under the Securities Act of 1933 nor any other applicable securities law. These securities have not been approved or disapproved by the Securities and Exchange Commission or any state securities commission nor has the U.S. Securities and Exchange Commission (the "Commission") or any state securities commission passed upon the accuracy or truthfulness of this Memorandum. Any representation to the contrary is a criminal offense.

These securities can only be sold to "accredited Investors" ("you", "your", or the Unit "Subscriber(s)") in reliance upon exemptions from registration provided by Sections 4(a)(2), 4(a)(5) and/or Rule 506(c) of Regulation D of the Securities Act of 1933, as amended (the "Act"), and/or applicable state law. Accordingly, you must meet certain minimum qualifications pursuant such rules and statutes as they may be applicable.

This Memorandum does not constitute an offer to sell any Units in any jurisdiction or to any person to whom it is unlawful to make such an offer in such jurisdiction. An offer may be made only by an authorized representative of the Fund and/or its General Partner and must be accompanied by an original numbered and dated copy of this Memorandum.

The Units will be offered by officers, directors, or managers of the Fund's General Partner who will not receive compensation in connection with the sale of Units. See "Compensation" and "Conflicts of Interest".

FINRA-licensed brokers, dealers, and/or registered General Partners and others may participate where permitted by law on a "best efforts" basis. In the event finders or FINRA-registered representatives are employed, this Memorandum may be amended or supplemented accordingly.

Payment for the Units offered hereby should be made payable to the order of "ABUNDANCE ASSET MANAGEMENT LP".

This Memorandum does not constitute an offer or solicitation by anyone in any state in which such offer or solicitation is not authorized or in which the person making such offer or solicitation is not qualified to do so or to any person to whom it is unlawful to make such offer or solicitation.

THE INFORMATION CONTAINED IN THIS MEMORANDUM IS PRESENTED BY ABUNDANCE ASSET MANAGEMENT LP (THE "FUND") BASED UPON LIMITED AND INFORMAL INITIAL DUE DILIGENCE INQUIRIES CONDUCTED INTO THE ASSETS. DUE TO THE NATURE OF THE ASSETS, SUCH INFORMATION MAY NOT BE COMPLETE OR MATERIALLY ACCURATE AS OF THE DATE ON THE COVER OF THIS MEMORANDUM. CONSEQUENTLY, THIS MEMORANDUM IS SUBJECT TO FURTHER ADDENDA, SUPPLEMENTS, AND AMENDMENT OR RESTATEMENT AS WE BELIEVE MAY BE WARRANTED IN THE GENERAL PARTNER'S SOLE DISCRETION.

The SEC does not pass upon the merits of any securities offered or the terms of this Offering, nor does it pass upon the accuracy or completeness of or give its approval to any Offering memorandum or other selling literature. These securities are offered pursuant to claimed exemptions from registration with the SEC. However, the SEC has not made an independent determination that the securities offered hereunder are exempt from registration.

The Units purchased in this Offering may not be transferred in the absence of an effective registration statement unless the prospective transferee establishes, to the satisfaction of the Fund, that an exemption from registration is available.

The securities offered hereby have not been registered with nor approved or disapproved by the securities regulatory authority of any state, nor has any such authority passed upon or endorsed the merits of this Offering or the accuracy or adequacy of this Memorandum. Any representation to the contrary is unlawful.

Investment in these securities may not be suitable for you if you do not meet the suitability requirements established by the Fund or if you cannot afford a total loss of your investment.

U.S. federal, state, local and foreign tax treatment of the Fund may be extremely complex and may involve, among other things, significant issues as to the timing and character of the realization of income, gain and losses. Although this Memorandum touches briefly on tax considerations of investing, it does not set forth specific individual tax consequences that may be applicable to you. Accordingly, you are urged to consult your own tax advisor concerning the U.S. federal, state, local and foreign tax consequences of an investment in the Fund in light of your own particular situation. You are not to treat the contents of this Memorandum as advice relating to legal, taxation or investment matters. You are advised to consult your own professional advisors concerning your investment in the Fund.

We will make available to you and/or your advisors or representatives the opportunity to ask us questions and to receive answers concerning the terms and conditions of this Offering, and to obtain any additional information to the extent that we possess such information or can acquire it without unreasonable effort or expense, necessary to verify the accuracy of the information set forth in this Memorandum.

IF YOU OR YOUR REPRESENTATIVE(S) DESIRE ADDITIONAL INFORMATION,

PLEASE CONTACT:

ABUNDANCE ASSET MANAGEMENT LP

16192 COASTAL HWY Lewes, DE 19958

Telephone: (780) 870-1169

E-mail: Chris@abundanceassetmanagement.com

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STATE NOTICES

THE PRESENCE OF A LEGEND FOR ANY GIVEN JURISDICTION REFLECTS ONLY THAT A LEGEND MAY BE REQUIRED BY THAT JURISDICTION AND SHOULD NEITHER BE CONSTRUED TO MEAN AN OFFER OR SALE MAY BE MADE IN ANY

PARTICULAR JURISDICTION NOR THAT THE FUND IS SUBJECT TO THE SECURITIES LAWS OF ANY NAMED JURISDICTION. IN THE EVENT ANY CITED STATE-SPECIFIC EXEMPTION IS UNAVAILABLE FOR THE OFFERING FOR WHATEVER REASON, THE ISSUER NEVERTHELESS CLAIMS EXEMPTION PURSUANT TO SECTION 18(b)(4)(D) OF THE SECURITIES ACT OF 1933, AS AMENDED.

FOR ALABAMA RESIDENTS: THESE SECURITIES ARE OFFERED PURSUANT TO A CLAIM OF EXEMPTION UNDER THE ALABAMA SECURITIES ACT. A REGISTRATION STATEMENT RELATING TO THESE SECURITIES HAS NOT BEEN FILED WITH THE ALABAMA SECURITIES COMMISSION. THE COMMISSION DOES NOT RECOMMEND OR ENDORSE THE PURCHASE OF ANY SECURITIES, NOR DOES IT PASS UPON THE ACCURACY OR COMPLETENESS OF THIS MEMORANDUM ANY REPRESENTATION TO THE CONTRARY IS A CRIMINAL OFFENSE. THE PURCHASE PRICE OF THE INTEREST ACQUIRED BY A NON-ACCREDITED INVESTOR RESIDING IN THE STATE OF ALABAMA MAY NOT EXCEED 20% OF THE PURCHASER'S NET WORTH.

FOR ALASKA RESIDENTS: THE SECURITIES OFFERED HAVE NOT BEEN REGISTERED WITH THE ADMINISTRATOR OF SECURITIES OF THE STATE OF ALASKA UNDER PROVISIONS OF 3 AAC 08.500-3 AAC 08,506. THE INVESTOR IS ADVISED THAT THE ADMINISTRATOR HAS NOT REVIEWED THIS DOCUMENT SINCE THE DOCUMENT IS NOT REQUIRED TO BE FILED WITH THE ADMINISTRATOR. THE FACT OF REGISTRATION DOES NOT MEAN THAT THE ADMINISTRATOR HAS PASSED IN ANY WAY UPON THE MERITS, RECOMMENDED, OR APPROVED THE SECURITIES. ANY REPRESENTATION TO THE CONTRARY IS A VIOLATION OF A.S. 45.55.170. THE INVESTOR MUST RELY ON THE INVESTOR'S OWN EXAMINATION OF THE PERSON OR ENTITY CREATING THE SECURITIES AND THE TERMS OF THE OFFERING, INCLUDING THE MERITS AND RISKS INVOLVED, IN MAKING AN INVESTMENT DECISION ON THESE SECURITIES.

FOR ARIZONA RESIDENTS: THE SECURITIES OFFERED HAVE NOT BEEN REGISTERED UNDER THE SECURITIES ACT OF ARIZONA, AS AMENDED, AND ARE OFFERED IN RELIANCE UPON AN EXEMPTION FROM REGISTRATION PURSUANT TO A.R.S. SECTION 44-1844(1). THE SECURITIES CANNOT BE RESOLD UNLESS REGISTERED UNDER THE ACT OR PURSUANT TO AN EXEMPTION FROM REGISTRATION.

FOR ARKANSAS RESIDENTS: THESE SECURITIES ARE OFFERED PURSUANT TO A CLAIM OF EXEMPTION UNDER SECTION 14(b)(14) OF THE ARKANSAS SECURITIES ACT AND SECTION 4(a)(2) OF THE SECURITIES ACT OF 1933. A REGISTRATION STATEMENT RELATING TO THESE SECURITIES HAS NOT BEEN FILED WITH THE ARKANSAS SECURITIES DEPARTMENT OR WITH THE SECURITIES AND EXCHANGE COMMISSION. NEITHER THE DEPARTMENT NOR THE COMMISSION HAS PASSED UPON THE VALUE OF THESE SECURITIES, MADE ANY RECOMMENDATIONS AS TO THEIR PURCHASE, APPROVED OR DISAPPROVED THE OFFERING, OR PASSED UPON THE ADEQUACY OR ACCURACY OF THIS MEMORANDUM. ANY REPRESENTATION TO THE CONTRARY IS UNLAWFUL. THE PURCHASE PRICE OF THE INTEREST ACQUIRED BY AN UNACCREDITED INVESTOR RESIDING IN THE STATE OF ARKANSAS MAY NOT EXCEED 20% OF THE PURCHASER'S NET WORTH.

FOR CALIFORNIA RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED OR QUALIFIED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, OR THE CALIFORNIA CORPORATE SECURITIES ACT, BY REASON OF SPECIFIC EXEMPTIONS THEREUNDER RELATING TO THE LIMITED AVAILABILITY OF THE OFFERING. THESE SECURITIES CANNOT BE SOLD, TRANSFERRED, OR OTHERWISE DISPOSED OF TO ANY PERSON OR ENTITY UNLESS THEY ARE SUBSEQUENTLY REGISTERED OR AN EXEMPTION FROM REGISTRATION IS AVAILABLE.

FOR COLORADO RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, OR THE COLORADO SECURITIES ACT, BY REASON OF SPECIFIC EXEMPTIONS THEREUNDER RELATING TO THE LIMITED AVAILABILITY OF THE OFFERING. THESE SECURITIES CANNOT BE SOLD, TRANSFERRED, OR OTHERWISE DISPOSED OF TO ANY PERSON OR ENTITY UNLESS THEY ARE SUBSEQUENTLY REGISTERED OR AN EXEMPTION FROM REGISTRATION IS AVAILABLE.

FOR CONNECTICUT RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER SECTION 36-485 OF THE CONNECTICUT UNIFORM SECURITIES ACT AND THEREFORE CANNOT BE RESOLD UNLESS THEY ARE REGISTERED UNDER SUCH ACT OR UNLESS AN EXEMPTION FROM REGISTRATION IS AVAILABLE.

FOR DELAWARE RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER THE DELAWARE SECURITIES ACT

AND ARE OFFERED PURSUANT TO A CLAIM OF EXEMPTION UNDER SECTION 7309(b)(9) OF THE DELAWARE SECURITIES ACT AND RULE 9(b)(9)(i) THEREUNDER. THESE SECURITIES CANNOT BE SOLD, TRANSFERRED, OR OTHERWISE DISPOSED OF TO ANY PERSON OR ENTITY UNLESS THEY ARE SUBSEQUENTLY REGISTERED UNDER THE ACT OR AN EXEMPTION FROM REGISTRATION IS AVAILABLE.

FOR DISTRICT OF COLUMBIA RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER THE DISTRICT OF COLUMBIA SECURITIES ACT SINCE SUCH ACT DOES NOT REQUIRE REGISTRATION OF SECURITIES ISSUES. THESE SECURITIES CANNOT BE SOLD, TRANSFERRED, OR OTHERWISE DISPOSED OF TO ANY PERSON OR ENTITY UNLESS THEY ARE SUBSEQUENTLY REGISTERED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, OR AN EXEMPTION FROM REGISTRATION IS AVAILABLE.

FOR FLORIDA RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, OR THE FLORIDA SECURITIES ACT, BY REASON OF SPECIFIC EXEMPTIONS THEREUNDER RELATING TO THE LIMITED AVAILABILITY OF THE OFFERING. THESE SECURITIES CANNOT BE SOLD, TRANSFERRED, OR OTHERWISE DISPOSED OF TO ANY PERSON OR ENTITY UNLESS THEY ARE SUBSEQUENTLY REGISTERED OR AN EXEMPTION FROM REGISTRATION IS AVAILABLE. THE SECURITIES REFERRED TO HEREIN WILL BE SOLD TO, AND ACQUIRED BY, THE HOLDER IN A TRANSACTION EXEMPT UNDER SECTION 517.061 OF THE FLORIDA SECURITIES ACT. THE SECURITIES HAVE NOT BEEN REGISTERED UNDER SAID ACT IN THE STATE OF FLORIDA. IN ADDITION, ALL FLORIDA RESIDENTS SHALL HAVE THE PRIVILEGE OF VOIDING THE PURCHASE WITHIN THREE (3) DAYS AFTER THE FIRST TENDER OF CONSIDERATION IS MADE BY SUCH PURCHASER TO THE ISSUER, AN AGENT OF THE ISSUER, OR AN ESCROW AGENT OR WITHIN 3 DAYS AFTER THE AVAILABILITY OF THAT PRIVILEGE IS COMMUNICATED TO SUCH PURCHASER, WHICHEVER OCCURS LATER.

FOR GEORGIA RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, OR SECTION 10-5-5 OF THE GEORGIA SECURITIES ACT OF 1973 AND ARE BEING SOLD IN RELIANCE UPON EXEMPTIONS THEREFROM. THESE SECURITIES CANNOT BE SOLD, TRANSFERRED, OR OTHERWISE DISPOSED OF TO ANY PERSON OR ENTITY UNLESS THEY ARE SUBSEQUENTLY REGISTERED OR AN EXEMPTION FROM REGISTRATION IS AVAILABLE. THE INVESTMENT IS SUITABLE IF IT DOES NOT EXCEED 20% OF THE INVESTOR'S NET WORTH.

FOR HAWAII RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, OR THE HAWAII UNIFORM SECURITIES ACT (MODIFIED), BY REASON OF SPECIFIC EXEMPTIONS THEREUNDER RELATING TO THE LIMITED AVAILABILITY OF THE OFFERING. THESE SECURITIES CANNOT BE SOLD, TRANSFERRED, OR OTHERWISE DISPOSED OF TO ANY PERSON OR ENTITY UNLESS THEY ARE SUBSEQUENTLY REGISTERED OR AN EXEMPTION FROM REGISTRATION IS AVAILABLE.

FOR IDAHO RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER THE IDAHO SECURITIES ACT (THE "ACT") AND MAY BE TRANSFERRED OR RESOLD BY RESIDENTS OF IDAHO ONLY IF REGISTERED PURSUANT TO THE PROVISIONS OF THE ACT OR IF AN EXEMPTION FROM REGISTRATION IS AVAILABLE. THE INVESTMENT IS SUITABLE IF IT DOES NOT EXCEED 10% OF THE INVESTOR'S NET WORTH.

FOR ILLINOIS RESIDENTS: THESE SECURITIES HAVE NOT BEEN APPROVED OR DISAPPROVED BY THE SECRETARY OF STATE OF ILLINOIS OR THE STATE OF ILLINOIS, NOR HAS THE SECRETARY OF STATE OF ILLINOIS OR THE STATE OF ILLINOIS PASSED UPON THE ACCURACY OR ADEQUACY OF THIS PROSPECTUS. ANY REPRESENTATION TO THE CONTRARY IS A CRIMINAL OFFENSE.

FOR INDIANA RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER SECTION 3 OF THE INDIANA BLUE SKY LAW AND ARE OFFERED PURSUANT TO AN EXEMPTION PURSUANT TO SECTION 23-2-1-2(b)(10) THEREOF AND MAY BE TRANSFERRED OR RESOLD ONLY IF SUBSEQUENTLY REGISTERED OR IF AN EXEMPTION FROM REGISTRATION IS AVAILABLE. INVESTORS SHOULD BE AWARE THAT THEY WILL BE REQUIRED TO BEAR THE FINANCIAL RISKS OF THIS INVESTMENT FOR AN INDEFINITE PERIOD OF TIME. INDIANA REQUIRES INVESTOR SUITABILITY STANDARDS OF A NET WORTH (EXCLUSIVE OF HOME, FURNISHINGS, AND AUTOMOBILES) OF THREE TIMES THE INVESTMENT BUT NOT LESS

THAN \$75,000 OR A NET WORTH (EXCLUSIVE OF HOME, FURNISHINGS, AND AUTOMOBILES) OF TWICE THE INVESTMENT BUT NOT LESS THAN \$30,000 AND GROSS INCOME OF \$30,000.

FOR IOWA RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER THE IOWA UNIFORM SECURITIES ACT (THE "ACT") AND ARE OFFERED PURSUANT TO A CLAIM OF EXEMPTION UNDER SECTION 502.203(9) OF THE ACT. THESE SECURITIES CANNOT BE SOLD, TRANSFERRED, OR OTHERWISE DISPOSED OF TO ANY PERSON OR ENTITY UNLESS THEY ARE SUBSEQUENTLY REGISTERED OR AN EXEMPTION FROM REGISTRATION IS AVAILABLE. INVESTORS SHOULD BE AWARE THAT THEY WILL BE REQUIRED TO BEAR THE FINANCIAL RISKS OF THIS INVESTMENT FOR AN INDEFINITE PERIOD OF TIME.

FOR KANSAS RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, OR THE KANSAS SECURITIES ACT, BY REASON OF SPECIFIC EXEMPTIONS THEREUNDER RELATING TO THE LIMITED AVAILABILITY OF THE OFFERING. THESE SECURITIES CANNOT BE SOLD, TRANSFERRED, OR OTHERWISE DISPOSED OF TO ANY PERSON OR ENTITY UNLESS THEY ARE SUBSEQUENTLY REGISTERED OR AN EXEMPTION FROM REGISTRATION IS AVAILABLE.

FOR KENTUCKY RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, OR THE SECURITIES ACT OF KENTUCKY, BY REASON OF SPECIFIC EXEMPTIONS THEREUNDER RELATING TO THE LIMITED AVAILABILITY OF THE OFFERING. THESE SECURITIES CANNOT BE SOLD, TRANSFERRED, OR OTHERWISE DISPOSED OF TO ANY PERSON OR ENTITY UNLESS THEY ARE SUBSEQUENTLY REGISTERED OR AN EXEMPTION FROM REGISTRATION IS AVAILABLE.

FOR LOUISIANA RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, OR THE LOUISIANA SECURITIES LAW, BY REASON OF SPECIFIC EXEMPTIONS THEREUNDER RELATING TO THE LIMITED AVAILABILITY OF THE OFFERING. THESE SECURITIES CANNOT BE SOLD, TRANSFERRED, OR OTHERWISE DISPOSED OF TO ANY PERSON OR ENTITY UNLESS THEY ARE SUBSEQUENTLY REGISTERED OR AN EXEMPTION FROM REGISTRATION IS AVAILABLE. THE INVESTMENT IS SUITABLE IF IT DOES NOT EXCEED 25% OF THE INVESTOR'S NET WORTH.

FOR MAINE RESIDENTS: THESE SECURITIES ARE BEING SOLD PURSUANT TO AN EXEMPTION FROM REGISTRATION WITH THE BANK SUPERINTENDENT OF THE STATE OF MAINE UNDER SECTION 10502(2)(R) OF TITLE 32 OF THE MAINE REVISED STATUTES. THESE SECURITIES MAY BE DEEMED RESTRICTED SECURITIES AND AS SUCH THE HOLDER MAY NOT BE ABLE TO RESELL THE SECURITIES UNLESS PURSUANT TO REGISTRATION UNDER STATE OR FEDERAL SECURITIES LAWS OR UNLESS AN EXEMPTION UNDER SUCH LAWS EXISTS.

FOR MARYLAND RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, OR THE MARYLAND SECURITIES ACT, BY REASON OF SPECIFIC EXEMPTIONS THEREUNDER RELATING TO THE LIMITED AVAILABILITY OF THE OFFERING. THESE SECURITIES CANNOT BE SOLD TRANSFERRED, OR OTHERWISE DISPOSED OF TO ANY PERSON OR ENTITY UNLESS THEY ARE SUBSEQUENTLY REGISTERED OR AN EXEMPTION FROM REGISTRATION IS AVAILABLE.

FOR MASSACHUSETTS RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, OR THE MASSACHUSETTS UNIFORM SECURITIES ACT, BY REASON OF SPECIFIC EXEMPTIONS THEREUNDER RELATING TO THE LIMITED AVAILABILITY OF THE OFFERING. THESE SECURITIES CANNOT BE SOLD, TRANSFERRED, OR OTHERWISE DISPOSED OF TO ANY PERSON OR ENTITY UNLESS THEY ARE SUBSEQUENTLY REGISTERED OR AN EXEMPTION FROM REGISTRATION IS AVAILABLE.

FOR MICHIGAN RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER SECTION 451.701 OF THE MICHIGAN UNIFORM SECURITIES ACT (THE "ACT") AND MAY BE TRANSFERRED OR RESOLD BY RESIDENTS OF MICHIGAN ONLY IF REGISTERED PURSUANT TO THE PROVISIONS OF THE ACT OR IF AN EXEMPTION FROM REGISTRATION IS AVAILABLE. THE INVESTMENT IS SUITABLE IF IT DOES NOT EXCEED 10% OF THE INVESTOR'S NET WORTH.

FOR MINNESOTA RESIDENTS: THE SECURITIES REPRESENTED BY THIS MEMORANDUM HAVE NOT BEEN REGISTERED UNDER CHAPTER 80A OF THE MINNESOTA SECURITIES LAWS AND MAY NOT BE SOLD, TRANSFERRED, OR OTHERWISE DISPOSED OF EXCEPT PURSUANT TO REGISTRATION, OR AN EXEMPTION THEREFROM.

FOR MISSISSIPPI RESIDENTS: THESE SECURITIES ARE OFFERED PURSUANT TO A CERTIFICATE OF REGISTRATION ISSUED BY THE SECRETARY OF STATE OF MISSISSIPPI PURSUANT TO RULE 477, WHICH PROVIDES A LIMITED REGISTRATION PROCEDURE FOR CERTAIN OFFERINGS. THE SECRETARY OF STATE DOES NOT RECOMMEND OR ENDORSE THE PURCHASE OF ANY SECURITIES, NOR DOES THE SECRETARY OF STATE PASS UPON THE TRUTH, MERITS OR COMPLETENESS OF ANY OFFERING MEMORANDUM FILED WITH THE SECRETARY OF STATE. ANY REPRESENTATION TO THE CONTRARY IS A CRIMINAL OFFENSE.

FOR MISSOURI RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, OR THE MISSOURI UNIFORM SECURITIES ACT, BY REASON OF SPECIFIC EXEMPTIONS THEREUNDER RELATING TO THE LIMITED AVAILABILITY OF THE OFFERING. THESE SECURITIES CANNOT BE SOLD, TRANSFERRED, OR OTHERWISE DISPOSED OF TO ANY PERSON OR ENTITY UNLESS THEY ARE SUBSEQUENTLY REGISTERED OR AN EXEMPTION FROM REGISTRATION IS AVAILABLE.

FOR MONTANA RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, OR THE SECURITIES ACT OF MONTANA, BY REASON OF SPECIFIC EXEMPTIONS THEREUNDER RELATING TO THE LIMITED AVAILABILITY OF THE OFFERING. THESE SECURITIES CANNOT BE SOLD, TRANSFERRED, OR OTHERWISE DISPOSED OF TO ANY PERSON OR ENTITY UNLESS THEY ARE SUBSEQUENTLY REGISTERED OR AN EXEMPTION FROM REGISTRATION IS AVAILABLE.

FOR NEBRASKA RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, OR THE SECURITIES ACT OF NEBRASKA, BY REASON OF SPECIFIC EXEMPTIONS THEREUNDER RELATING TO THE LIMITED AVAILABILITY OF THE OFFERING. THESE SECURITIES CANNOT BE SOLD, TRANSFERRED, OR OTHERWISE DISPOSED OF TO ANY PERSON OR ENTITY UNLESS THEY ARE SUBSEQUENTLY REGISTERED OR AN EXEMPTION FROM REGISTRATION IS AVAILABLE.

FOR NEVADA RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, OR THE NEVADA SECURITIES ACT, BY REASON OF SPECIFIC EXEMPTIONS THEREUNDER RELATING TO THE LIMITED AVAILABILITY OF THE OFFERING. THESE SECURITIES CANNOT BE SOLD, TRANSFERRED, OR OTHERWISE DISPOSED OF TO ANY PERSON OR ENTITY UNLESS THEY ARE SUBSEQUENTLY REGISTERED OR AN EXEMPTION FROM REGISTRATION IS AVAILABLE.

FOR NEW HAMPSHIRE RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, OR THE NEW HAMPSHIRE UNIFORM SECURITIES ACT, BY REASON OF SPECIFIC EXEMPTIONS THEREUNDER RELATING TO THE LIMITED AVAILABILITY OF THE OFFERING. THESE SECURITIES CANNOT BE SOLD, TRANSFERRED, OR OTHERWISE DISPOSED OF TO ANY PERSON OR ENTITY UNLESS THEY ARE SUBSEQUENTLY REGISTERED OR AN EXEMPTION FROM REGISTRATION IS AVAILABLE. THE INVESTMENT IS SUITABLE IF IT DOES NOT EXCEED 10% OF THE INVESTOR'S NET WORTH

FOR NEW JERSEY RESIDENTS: THE ATTORNEY GENERAL OF THE STATE OF NEW JERSEY HAS NOT PASSED ON OR ENDORSED THE MERITS OF THIS OFFERING. THE FILING OF THE WITHIN OFFERING WITH THE BUREAU OF SECURITIES DOES NOT CONSTITUTE APPROVAL OF THE ISSUE OR THE SALE THEREOF BY THE BUREAU OF SECURITIES OR THE DEPARTMENT OF LAW AND PUBLIC SAFETY OF THE STATE OF NEW JERSEY. ANY REPRESENTATION TO THE CONTRARY IS UNLAWFUL.

FOR NEW MEXICO RESIDENTS: THESE SECURITIES HAVE NOT BEEN APPROVED OR DISAPPROVED BY THE SECURITIES BUREAU OF THE NEW MEXICO DEPARTMENT OF REGULATION AND LICENSING, NOR HAS THE SECURITIES BUREAU PASSED UPON THE ACCURACY OR ADEQUACY OF THIS PROSPECTUS. ANY REPRESENTATION TO THE CONTRARY IS A CRIMINAL OFFENSE.

FOR NEW YORK RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, OR THE NEW YORK FRAUDULENT PRACTICES (“MARTIN”) ACT, BY REASON OF SPECIFIC EXEMPTIONS THEREUNDER RELATING TO THE LIMITED AVAILABILITY OF THE OFFERING. THESE SECURITIES CANNOT BE SOLD, TRANSFERRED, OR OTHERWISE DISPOSED OF TO ANY PERSON OR ENTITY UNLESS SUBSEQUENTLY REGISTERED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, OR THE NEW YORK FRAUDULENT PRACTICES (“MARTIN”) ACT, IF SUCH REGISTRATION IS REQUIRED. THIS PRIVATE OFFERING MEMORANDUM HAS NOT BEEN FILED WITH OR REVIEWED BY THE ATTORNEY GENERAL PRIOR TO ITS ISSUANCE AND USE. THE ATTORNEY GENERAL OF THE STATE OF NEW YORK HAS NOT PASSED ON OR ENDORSED THE MERITS OF THIS OFFERING. ANY REPRESENTATION TO THE CONTRARY IS UNLAWFUL. PURCHASE OF THESE SECURITIES INVOLVES A HIGH DEGREE OF RISK. THIS PRIVATE OFFERING MEMORANDUM DOES NOT CONTAIN AN UNTRUE STATEMENT OF A MATERIAL FACT OR OMIT TO STATE A MATERIAL FACT NECESSARY TO MAKE THE STATEMENTS MADE, IN THE LIGHT OF THE CIRCUMSTANCES UNDER WHICH THEY WERE MADE, NOT MISLEADING. IT CONTAINS A FAIR SUMMARY OF THE MATERIAL TERMS OF DOCUMENTS PURPORTED TO BE SUMMARIZED HEREIN.

FOR NORTH CAROLINA RESIDENTS: THESE SECURITIES ARE OFFERED PURSUANT TO A CLAIM OF EXEMPTION UNDER THE NORTH CAROLINA SECURITIES ACT. THE NORTH CAROLINA SECURITIES ADMINISTRATOR NEITHER RECOMMENDS NOR ENDORSES THE PURCHASE OF ANY SECURITY, NOR HAS THE ADMINISTRATOR PASSED UPON THE ACCURACY OR ADEQUACY OF THE INFORMATION PROVIDED HEREIN. ANY REPRESENTATION TO THE CONTRARY IS A CRIMINAL OFFENSE. THE INVESTMENT IS SUITABLE IF IT DOES NOT EXCEED 10% OF THE INVESTOR’S NET WORTH.

FOR NORTH DAKOTA RESIDENTS: THESE SECURITIES HAVE NOT BEEN APPROVED OR DISAPPROVED BY THE SECURITIES COMMISSIONER OF THE STATE OF NORTH DAKOTA, NOR HAS THE COMMISSIONER PASSED UPON THE ACCURACY OR ADEQUACY OF THIS PROSPECTUS. ANY REPRESENTATION TO THE CONTRARY IS A CRIMINAL OFFENSE.

FOR OHIO RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, OR THE OHIO SECURITIES ACT, BY REASON OF SPECIFIC EXEMPTIONS THEREUNDER RELATING TO THE LIMITED AVAILABILITY OF THE OFFERING. THESE SECURITIES CANNOT BE SOLD, TRANSFERRED, OR OTHERWISE DISPOSED OF TO ANY PERSON OR ENTITY UNLESS THEY ARE SUBSEQUENTLY REGISTERED OR AN EXEMPTION FROM REGISTRATION IS AVAILABLE.

FOR OKLAHOMA RESIDENTS: THE SECURITIES REPRESENTED BY THIS CERTIFICATE HAVE NOT BEEN REGISTERED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, OR THE OKLAHOMA SECURITIES ACT. THE SECURITIES HAVE BEEN ACQUIRED FOR INVESTMENT AND MAY NOT BE SOLD OR TRANSFERRED FOR VALUE IN THE ABSENCE OF AN EFFECTIVE REGISTRATION OF THEM UNDER THE SECURITIES ACT OF 1933, AS AMENDED AND/OR THE OKLAHOMA SECURITIES ACT, OR AN OPINION OF COUNSEL SATISFACTORY TO THE ISSUER THAT SUCH REGISTRATION IS NOT REQUIRED UNDER SUCH ACT OR ACTS.

FOR OREGON RESIDENTS: THE SECURITIES OFFERED HAVE NOT BEEN REGISTERED WITH THE CORPORATION COMMISSIONER OF THE STATE OF OREGON UNDER PROVISIONS OF O.A.R. 815 DIVISION 36. THE INVESTOR IS ADVISED THAT THE COMMISSIONER HAS NOT REVIEWED THIS DOCUMENT SINCE THE DOCUMENT IS NOT REQUIRED TO BE FILED WITH THE COMMISSIONER. THE INVESTOR MUST RELY ON THE INVESTOR’S OWN EXAMINATION OF THE COMPANY CREATING THE SECURITIES AND THE TERMS OF THE OFFERING, INCLUDING THE MERITS AND RISKS INVOLVED IN MAKING AN INVESTMENT DECISION ON THESE SECURITIES.

FOR PENNSYLVANIA RESIDENTS: THE SECURITIES OFFERED HEREBY HAVE NOT BEEN REGISTERED UNDER SECTION 201 OF THE PENNSYLVANIA SECURITIES ACT OF 1972 (THE “ACT”) AND MAY BE RESOLD BY RESIDENTS OF PENNSYLVANIA ONLY IF REGISTERED PURSUANT TO THE PROVISIONS OF THAT ACT OR IF AN EXEMPTION FROM REGISTRATION IS

AVAILABLE. EACH PERSON WHO ACCEPTS AN OFFER TO PURCHASE SECURITIES EXEMPTED FROM REGISTRATION BY SECTION 203(d), (f), (p), or (r), DIRECTLY FROM AN ISSUER OR AFFILIATE OF AN ISSUER, SHALL HAVE THE RIGHT TO WITHDRAW HIS ACCEPTANCE WITHOUT INCURRING ANY LIABILITY TO THE SELLER, UNDERWRITER (IF ANY), OR ANY OTHER PERSON WITHIN TWO BUSINESS DAYS FROM THE DATE OF RECEIPT BY THE ISSUER OF HIS WRITTEN BINDING CONTRACT OF PURCHASE OR, IN THE CASE OF A TRANSACTION IN WHICH THERE IS NO WRITTEN BINDING CONTRACT OF PURCHASE, WITHIN TWO BUSINESS DAYS AFTER HE MAKES THE INITIAL PAYMENT FOR THE SECURITIES BEING OFFERED. NEITHER THE PENNSYLVANIA SECURITIES COMMISSION NOR ANY OTHER AGENCY HAS PASSED ON OR ENDORSED THE MERITS OF THIS OFFERING, AND ANY REPRESENTATION TO THE CONTRARY IS UNLAWFUL. PENNSYLVANIA SUBSCRIBERS MAY NOT SELL THEIR SECURITIES INTERESTS FOR ONE YEAR FROM THE DATE OF PURCHASE IF SUCH A SALE WOULD VIOLATE SECTION 203(d) OF THE PENNSYLVANIA SECURITIES ACT.

FOR RHODE ISLAND RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, OR THE BLUE SKY LAW OF RHODE ISLAND, BY REASON OF SPECIFIC EXEMPTIONS THEREUNDER RELATING TO THE LIMITED AVAILABILITY OF THE OFFERING. THESE SECURITIES CANNOT BE SOLD, TRANSFERRED, OR OTHERWISE DISPOSED OF TO ANY PERSON OR ENTITY UNLESS THEY ARE SUBSEQUENTLY REGISTERED OR AN EXEMPTION FROM REGISTRATION IS AVAILABLE.

FOR SOUTH CAROLINA RESIDENTS: IN MAKING AN INVESTMENT DECISION INVESTORS MUST RELY ON THEIR OWN EXAMINATION OF THE PERSON OR ENTITY CREATING THE SECURITIES AND TERMS OF THE OFFERING, INCLUDING THE MERITS AND RISKS INVOLVED. THESE SECURITIES HAVE NOT BEEN RECOMMENDED BY ANY FEDERAL OR STATE SECURITIES COMMISSION OR REGULATORY AUTHORITY. FURTHERMORE, THE FOREGOING AUTHORITIES HAVE NOT CONFIRMED THE ACCURACY OR DETERMINED THE ADEQUACY OF THIS DOCUMENT. ANY REPRESENTATION TO THE CONTRARY IS A CRIMINAL OFFENSE. THESE SECURITIES ARE SUBJECT TO RESTRICTIONS ON TRANSFERABILITY AND RESALE AND MAY NOT BE TRANSFERRED OR RESOLD EXCEPT AS PERMITTED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, AND THE APPLICABLE STATE SECURITIES LAWS, PURSUANT TO REGISTRATION OR EXEMPTION THEREFROM. INVESTORS SHOULD BE AWARE THAT THEY WILL BE REQUIRED TO BEAR THE FINANCIAL RISKS OF THIS INVESTMENT FOR AN INDEFINITE PERIOD OF TIME.

FOR SOUTH DAKOTA RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER CHAPTER 47-31 OF THE SOUTH DAKOTA SECURITIES LAWS AND MAY NOT BE SOLD, TRANSFERRED, OR OTHERWISE DISPOSED OF FOR VALUE EXCEPT PURSUANT TO REGISTRATION, EXEMPTION THEREFROM, OR OPERATION OF LAW. EACH SOUTH DAKOTA RESIDENT PURCHASING ONE OR MORE WHOLE OR FRACTIONAL SECURITIES MUST WARRANT THAT HE HAS EITHER (1) A MINIMUM NET WORTH (EXCLUSIVE OF HOME, FURNISHINGS AND AUTOMOBILES) OF \$30,000 AND A MINIMUM ANNUAL GROSS INCOME OF \$30,000 OR (2) A MINIMUM NET WORTH (EXCLUSIVE OF HOME, FURNISHINGS AND AUTOMOBILES) OF \$75,000. ADDITIONALLY, EACH INVESTOR WHO IS NOT AN ACCREDITED INVESTOR OR WHO IS AN ACCREDITED INVESTOR SOLELY BY REASON OF HIS NET WORTH, INCOME OR AMOUNT OF INVESTMENT, SHALL NOT MAKE AN INVESTMENT IN THE PROGRAM IN EXCESS OF 20% OF HIS NET WORTH (EXCLUSIVE OF HOME, FURNISHINGS AND AUTOMOBILES).

FOR TENNESSEE RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, OR THE TENNESSEE SECURITIES ACT OF 1800, BY REASON OF SPECIFIC EXEMPTIONS THEREUNDER RELATING TO THE LIMITED AVAILABILITY OF THE OFFERING. THESE SECURITIES CANNOT BE SOLD, TRANSFERRED, OR OTHERWISE DISPOSED OF TO ANY PERSON OR ENTITY UNLESS THEY ARE SUBSEQUENTLY REGISTERED OR AN EXEMPTION FROM REGISTRATION IS AVAILABLE.

FOR TEXAS RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, OR THE TEXAS SECURITIES ACT, BY REASON OF SPECIFIC EXEMPTIONS THEREUNDER RELATING TO THE LIMITED AVAILABILITY OF THE OFFERING. THESE SECURITIES CANNOT BE SOLD, TRANSFERRED, OR OTHERWISE DISPOSED OF TO ANY PERSON OR ENTITY UNLESS THEY ARE SUBSEQUENTLY REGISTERED OR AN EXEMPTION FROM REGISTRATION IS AVAILABLE. THE INVESTMENT IS SUITABLE IF IT DOES NOT EXCEED 10% OF THE INVESTOR'S NET WORTH.

FOR UTAH RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, OR THE UTAH UNIFORM SECURITIES ACT, BY REASON OF SPECIFIC EXEMPTIONS THEREUNDER RELATING TO THE LIMITED AVAILABILITY OF THE OFFERING. THESE SECURITIES CANNOT BE SOLD, TRANSFERRED, OR OTHERWISE DISPOSED OF TO ANY PERSON OR ENTITY UNLESS THEY ARE SUBSEQUENTLY REGISTERED OR AN EXEMPTION FROM REGISTRATION IS AVAILABLE.

FOR VERMONT RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, OR THE VERMONT SECURITIES ACT, BY REASON OF SPECIFIC EXEMPTIONS THEREUNDER RELATING TO THE LIMITED AVAILABILITY OF THE OFFERING. THESE SECURITIES CANNOT BE SOLD, TRANSFERRED, OR OTHERWISE DISPOSED OF TO ANY PERSON OR ENTITY UNLESS THEY ARE SUBSEQUENTLY REGISTERED OR AN EXEMPTION FROM REGISTRATION IS AVAILABLE.

FOR VIRGINIA RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, OR THE VIRGINIA SECURITIES ACT, BY REASON OF SPECIFIC EXEMPTIONS THEREUNDER RELATING TO THE LIMITED AVAILABILITY OF THE OFFERING. THESE SECURITIES CANNOT BE SOLD, TRANSFERRED, OR OTHERWISE DISPOSED OF TO ANY PERSON OR ENTITY UNLESS THEY ARE SUBSEQUENTLY REGISTERED OR AN EXEMPTION FROM REGISTRATION IS AVAILABLE.

FOR WASHINGTON RESIDENTS: THIS OFFERING HAS NOT BEEN REVIEWED OR APPROVED BY THE WASHINGTON SECURITIES ADMINISTRATOR, AND THE SECURITIES OFFERED HAVE NOT BEEN REGISTERED UNDER THE SECURITIES ACT (THE "ACT") OF WASHINGTON CHAPTER 21.20 RCW AND MAY BE TRANSFERRED OR RESOLD BY RESIDENTS OF WASHINGTON ONLY IF REGISTERED PURSUANT TO THE PROVISIONS OF THE ACT OR IF AN EXEMPTION FROM REGISTRATION IS AVAILABLE. THE INVESTOR MUST RELY ON THE INVESTOR'S OWN EXAMINATION OF THE PERSON OR ENTITY CREATING THE SECURITIES AND THE TERMS OF THE OFFERING, INCLUDING THE MERITS AND RISKS INVOLVED, IN MAKING AN INVESTMENT DECISION ON THESE SECURITIES.

FOR WEST VIRGINIA RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, OR THE WEST VIRGINIA UNIFORM SECURITIES ACT, BY REASON OF SPECIFIC EXEMPTIONS THEREUNDER RELATING TO THE LIMITED AVAILABILITY OF THE OFFERING. THESE SECURITIES CANNOT BE SOLD, TRANSFERRED, OR OTHERWISE DISPOSED OF TO, ANY PERSON OR ENTITY UNLESS THEY ARE SUBSEQUENTLY REGISTERED OR AN EXEMPTION FROM REGISTRATION IS AVAILABLE.

FOR WISCONSIN RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, OR THE WISCONSIN UNIFORM SECURITIES LAW, BY REASON OF SPECIFIC EXEMPTIONS THEREUNDER RELATING TO THE LIMITED AVAILABILITY OF THE OFFERING. THESE SECURITIES CANNOT BE SOLD, TRANSFERRED, OR OTHERWISE DISPOSED OF TO ANY PERSON OR ENTITY UNLESS THEY ARE SUBSEQUENTLY REGISTERED OR AN EXEMPTION FROM REGISTRATION IS AVAILABLE.

FOR WYOMING RESIDENTS: THESE SECURITIES HAVE NOT BEEN REGISTERED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, OR THE WYOMING UNIFORM SECURITIES ACT, BY REASON OF SPECIFIC EXEMPTIONS THEREUNDER RELATING TO THE LIMITED AVAILABILITY OF THE OFFERING. THESE SECURITIES CANNOT BE SOLD, TRANSFERRED, OR OTHERWISE DISPOSED OF TO ANY PERSON OR ENTITY UNLESS THEY ARE SUBSEQUENTLY REGISTERED OR AN EXEMPTION FROM REGISTRATION IS AVAILABLE. WYOMING REQUIRES INVESTOR SUITABILITY STANDARDS OF A \$250,000 NET WORTH (EXCLUSIVE OF HOME, FURNISHINGS, AND AUTOMOBILES), AND AN INVESTMENT THAT DOES NOT EXCEED 20% OF THE INVESTOR'S NET WORTH.

FOR RESIDENTS OF ALL OTHER JURISDICTIONS: THESE SECURITIES HAVE NOT BEEN RECOMMENDED BY ANY FEDERAL, STATE, OR PROVINCIAL SECURITIES COMMISSION OR REGULATORY AUTHORITY. FURTHERMORE, THE FOREGOING AUTHORITIES HAVE NOT CONFIRMED THE ACCURACY OR DETERMINED THE ADEQUACY OF THIS DOCUMENT. ANY REPRESENTATION TO THE CONTRARY MAY BE A CRIMINAL OFFENSE.

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ABUNDANCE ASSET MANAGEMENT LP

CONFIDENTIAL PRIVATE PLACEMENT MEMORANDUM

WHO MAY INVEST

A purchase of the Units in this Offering involves a high degree of risk and is suitable for you only if you have adequate resources and if you understand the long-term nature and risk factors associated with investing in a speculative private investment company such as we are. You must be able to bear the economic risk of this investment for an indefinite period of time and can, at the present time, afford to lose your entire investment.

To subscribe you must complete in full and sign the Confidential Suitability Questionnaire (the "Questionnaire") attached to this Memorandum. The purpose of the Questionnaire is to provide us with sufficient information that we may assess our compliance with exemptions from registration provided by Sections 4(a)(2), 4(a)(5) and/or Rule 506(c) of Regulation D of the Securities Act of 1933, as amended (the "Act"), and/or applicable state law, as well as your suitability to invest in the Units being offered. Also, such information is used to determine our compliance with the provisions of the Investment Company Act of 1940, as amended, if applicable. You must demonstrate your suitability by completing the Questionnaire accurately and truthfully in your legal name. All information provided in the Questionnaire shall be considered confidential, subject to the conditions noted therein.

General Suitability Standards

Regulations promulgated under the Act, and the securities laws of various states in which this Offering may be made, require that you have such knowledge and experience in financial and business matters that you are capable of evaluating the merits and risks of an investment in the Fund or that you retain the services of a representative to advise you in evaluating the merits and risks of an investment in the Fund.

Accordingly, you will be required to represent in writing all of the following:

1. You are acquiring the Units for investment, for your own account, and not with a view to resale or distribution;
2. Your overall commitment to investments which are not readily marketable is not disproportionate to your net worth, and your investment in the Units will not cause such overall commitment to become excessive;
3. You have thoroughly evaluated the merits and risks of investing in the Units; and
4. You are an “accredited investor” as defined in Rule 501(a) of the Act.

You are an “accredited investor” if you are either

- (i) a natural person whose individual net worth (not including the value of your primary residence), or joint net worth with your spouse, presently exceeds \$1,000,000;
- (ii) a natural person who had an individual income in excess of \$200,000 in each of the two most recent years or joint income with your spouse in excess of \$300,000 in each of those years and you reasonably expect reaching the same income level in the current year;
- (iii) a corporation, partnership, trust, limited liability company, or other entity in which all of the equity owners are “accredited investors”;
- (iv) a trust with total Assets in excess of \$5,000,000 and was not formed for the specific purpose of acquiring Fund Units, the General Partner of which has such knowledge and experience in financial and business matters that it is capable of evaluating the merits and risks of investing in Fund Units;
- (v) a bank, savings and loan association or other financial institution, a registered securities broker or securities dealer, or an insurance company;
- (vi) a registered investment company or business development company, a licensed Small Business Investment Fund, or a private business development company;
- (vii) a state-sponsored pension plan with total Assets in excess of \$5,000,000;
- (viii) an employee benefit plan which either (a) has a fiduciary that is a bank, savings and loan association, insurance company, or registered investment adviser; (b) has total Assets in excess of \$5,000,000; or (c) is a self-directed plan and investment decisions are made solely by persons that are “accredited

investors”;

(ix) a non-profit organization described in section 501(c)(3) of the Internal Revenue Code that was not formed for the specific purpose of acquiring Fund Units having total Assets in excess of \$5,000,000; or

(x) a director, executive officer, or manager of the Fund or a director, executive officer, or manager of our General Partner.

These general standards represent various minimum requirements and do not necessarily mean that these securities are a suitable investment for you even if you meet these requirements.

The Questionnaire that accompanies this Memorandum is designed to elicit information necessary to enable us to determine your suitability and to assure that we comply with applicable state and federal securities laws. The information supplied in the Questionnaire will be reviewed to determine your suitability in light of the above-stated standards. We have the right to refuse your subscription if we believe, in our sole discretion, that you do not meet the applicable suitability standards or that the Units may otherwise be an unsuitable investment for you. We also have the right to refuse your subscription for any or no reason.

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ABUNDANCE ASSET MANAGEMENT LP

CONFIDENTIAL PRIVATE PLACEMENT MEMORANDUM

PRINCIPAL FEATURES†
OF
ABUNDANCE ASSET MANAGEMENT LP

UNITS OF LIMITED PARTNERSHIP INTEREST

†NOTE: This term sheet is a summary of the principal terms and conditions for investment in the Units of Limited Partnership Interest (the “Units”) of ABUNDANCE ASSET MANAGEMENT LP (“we”, “our”, “us”, or “the Fund”). The terms and conditions set forth hereafter are qualified in their entirety by their more thorough treatment in the Memorandum. PLEASE READ THE MEMORANDUM.

Our Objectives	<p>ABUNDANCE ASSET MANAGEMENT LP, a Delaware limited partnership (“we”, “our”, “us”, or the “Fund”) is a private investment company formed to invest and trade in securities (the “Investment(s)”). Our overall objective is to realize cash flow and/or capital appreciation in connection with our Investments. The Fund will be using a custom options trading strategy that involves selling stock options. We will be trading publicly available exchange-traded funds (“ETFs”). To facilitate the purchase and sale of shares, the Fund will utilize short, covered stock options and other derivatives on such ETFs. Cash will remain in a money market as a securitized asset. The Fund will not employ margin or borrowed money in its trading activities and will not engage in the short sale of individual securities. To achieve its investment objective, the Fund seeks to continuously grow income through the active trading of a portfolio of derivatives (including secured puts and calls) on publicly available ETFs, with the goal of progressively reducing cost basis and thereby enhancing the Fund’s effective dividend yield. The Fund’s primary objectives are to outperform the underlying ETFs and generate cash flow through the writing of secured puts and calls. There can be no assurance that these objectives will be achieved. (See “Risk Factors”)</p>
Risk Factors	<p>The Units being offered should be considered a speculative investment that involves a high degree of risk. Therefore, you should thoroughly consider all of the risk factors discussed in the Memorandum (See “Risk Factors”).</p>
Units of Limited Partnership Interest	<p>We are offering for sale up to 200 Units of Limited Partnership Interest (the “Units”) at \$50,000 per Unit, targeting \$10,000,000.²</p> <p>“Unit” means a Limited Partnership Interest in the Fund purchased by an investor. Purchasers of Units in this offering are referred to as “Limited Partners”. This interest is the right and obligation to share in a proportional part of the Fund’s distributions, revenue, income, expenses, Assets and liabilities in accordance with the Fund’s Limited Partnership Agreement, less the General Partner’s Asset Management Fee (See “Compensation”) and less transaction costs, operational expenses, and other costs associated with the Fund’s business.</p>
Structure / Capitalization	<p>We are a new limited partnership (LP) formed under the laws of the State of Delaware, United States of America. Our Limited Partnership Agreement provides for the issuance of Units of Limited Partnership Interest to capitalize the Fund.</p>
Duration; Term	<p>The Fund shall continue for a term of five (5) years or later time, at the Managers discretion. The Manager and our General Partner may determine to liquidate our</p>

²This offering is expandable up to \$100,000,000 (the “Expanded Maximum”) in the General Partner’s sole discretion without notice.

	<p>Investment(s) through a sale or other monetizing event in our General Partner’s sole discretion (the “Term”) at a date earlier than five (5) years should it be in the best interest of the fund.</p>
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<p>Distribution Policy; Preferred Return</p>	<p>The General Partner intends to invest and reinvest the Fund’s available capital, revenues and profits into Investment(s) and only make distributions at the end of the Term less the General Partner’s Asset Management Fee and less transaction costs, operational expenses, and other costs associated with the Fund’s business, in accordance with our Limited Partnership Agreement as follows:</p> <ul style="list-style-type: none"> ● 100% to the Limited Partners until they have realized distributions equal to a cumulative, non-compounded rate of 8% per annum (the “Preferred Return”) on their capital contributions to the Fund; ● Thereafter, any excess shall be distributed 80% to the Limited Partners and 20% to the General Partner. ● The “Loss Carryforward” provision as laid out in the (“Definitions”) will be applied in full to the distributions of the Limited Partners.
<p>Capital Commitments</p>	<p>We will offer Units in minimum denominations of USD \$50,000, targeting up to USD \$10,000,000.³</p>
<p>Management</p>	<p>We will be managed by our General Partner, Abundance Asset Management LLC, a Delaware limited liability company controlled and managed by Chris Perkins and Dylan Clark (See “Management”). We may also employ the services of any or all of the following in order to achieve our objectives: software engineers, scientists, analysts, general partners, accountants, attorneys, risk managers, statisticians, computer technicians, investment banking consultants, etc. Some or all of such persons may be Affiliates. Such persons will assist in identifying, analyzing, acquiring, timing, selling, and/or structuring the Fund’s Investment(s), advising on and implementing exit alternatives, etc. (See “Management”).</p>
<p>Compensation</p>	<p>For administering and operating the Fund, our General Partner shall be paid an Asset Management Fee. See “Compensation” and the Fund’s Limited Partnership Agreement.</p>
<p>Distributions</p>	<p>Distributions, if and when made by the Fund, will be made at the end of the Term or more frequently if possible at the sole discretion of the General Partner. Distributions will only be made after receipt of funds derived from revenues, capital or other disposition of our Investment(s) in accordance with our Limited Partnership Agreement, the form of which is attached as an Exhibit to this Memorandum. The Fund may also make in-kind pro-rata distributions (i.e., direct equity ownership in the Investment(s)) in accordance with the Limited Partnership Agreement if feasible in the General Partner’s sole discretion.</p>
<p>Voting Rights</p>	<p>Limited Partners have no voting rights. Control over the affairs of the Fund is vested with the General Partner.</p>

³ This offering is expandable up to \$100,000,000 (the “Expanded Maximum”) in the General Partner’s sole discretion without notice.

Placement	The placement is targeting up to \$10,000,000 ⁴ in Units of Limited Partnership Interest initially at \$50,000 per Unit. No minimum number of Units must be subscribed in order for this Offering to proceed. The number of Limited Partners in the Fund will be limited to a maximum of 99 Persons to ensure availability of exemption under the Investment Company Act of 1940, as amended (after application of a look-through rule to investors that are partnerships, LLCs, grantor trusts, or S-corporations). Each Fund investor will be required to agree that they will not make a market in the Fund's Units and that they will not transfer their interest in the Fund on an established securities market, a secondary market or the substantial equivalent thereof.
Minimum Investment	The minimum investment in the Fund is a commitment of 1 Unit (\$50,000) per investor, although the Fund may, in the General Partner's sole discretion, accept lesser amounts from qualified persons.
Monthly Closings	Certified or cleared funds together with applications to subscribe for Units of Limited Partnership Interest must be received by the Fund by 5:00 PM Central Time on the fifteenth business day of each calendar month to be considered for acceptance by the Fund. Subscriptions received after this time may be considered for acceptance at the close of the last business day of the following calendar month or such other date as may be established by the Fund in the General Partner's sole discretion.
U.S. Federal Income Taxation	We will elect to be treated as a partnership for U.S. federal income tax purposes. As such, the Fund will not be subject to U.S. federal income taxation on income and gain realized from its investments. Each Unit investor that is a U.S. citizen, resident, corporation, or partnership will be required to take into account, in determining their own income tax liability, their allocable share of our income, gains, losses, deductions, and credits, whether or not such items are actually received by the Limited Partner.
Transfer of Units	Unit investors may not transfer Units without the prior written consent of the Fund.
Redemption	In the General Partner's sole discretion, the Fund may elect to redeem Units that have been held by a Limited Partner for at least 12 months or due to demonstrated hardship. In the case of any redemption of Units prior to the Lock-up Period, an "Early Redemption Penalty" equal to 30% of the Subscription price shall be charged and assessed to the Limited Partner's Units unless waived or reduced by the General Partner in their sole discretion. Notwithstanding this policy, Units may be redeemed on any terms as may be deemed mutually acceptable between the Limited Partner and the General Partner. The Fund also may redeem the Units of any investor at any time to ensure compliance with securities laws or for any or no reason. Under no circumstances will any redemptions be possible if the VIX (CBOE Volatility index) is showing a value of 30 or greater. The effective date of a Limited Partner's subscription shall be deemed to be the first day of the month following the date of subscription. In the event of ordinary redemptions after the twelve-month lockup period, such redemptions may be made only on the last business day of a calendar month and shall require 90-days advance notice from the effective date of the redeeming Limited Partner's subscription. In the event of a full redemption after the twelve-month lockup period, the General Partner shall withhold from redemption 10% of the value of the redeeming Limited account as an audit holdback to enable the General Partner to properly

⁴This offering is expandable up to \$100,000,000 (the "Expanded Maximum") in the General Partner's sole discretion without notice.

	calculate the value of the Limited Partner's account. The audit holdback shall be released to the Limited Partner within 90 days from end of Company's fiscal year.
Establishment Expenses	Out of the proceeds of the offering we will pay for and/or reimburse the General Partner for the establishment costs of the Fund and the associated costs of the placing of the Units and preparation of the Memorandum.
Operating Expenses	<p>Out of the proceeds of this offering we will also pay expenses in connection with the operation of the Fund, including fees of its functionaries and management, accounting, legal, and other professional costs and out-of-pocket expenses some or all of which may be paid to Affiliates.</p> <p>The Fund will make, on a best efforts basis, to not assess these expenses until such time as the fund has reached an amount of capital as to which not negatively impact the Limited Partners in a disastrous manner. At the time of this document the General Partner has deemed that amount to be five-million (\$5,000,000) however the General Partner reserves the right to increase or decrease that amount at its sole discretion</p>
Reports	Investors may expect to receive regular reports and accounts of our activities promptly after these are available and will be notified of important developments concerning the Fund.
Lock-up Period	The Lock-up Period is defined by a term limit of twelve (12) months after a Limited Partner purchases Units

FOR MORE INFORMATION, PLEASE CONTACT:

ABUNDANCE ASSET MANAGEMENT LP
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SOURCES OF INFORMATION

This Memorandum contains summaries of and references to certain documents and other information which are believed to be accurate and reliable. Much is based upon informal due diligence inquiries into the Assets based upon limited market data. Consequently, such information may not be complete or may be outdated as of the date of this Memorandum. All referenced documentation or other information will be made available for your inspection or your duly authorized financial consultants and advisors. All documents in our possession relating to our objectives may be made available to you or your representatives at our offices in Saskatoon, Saskatchewan, or via electronic file sharing in our General Partner's sole discretion. The Fund's management is available by telephone or by appointment to provide answers to your questions. NO REPRESENTATIVE HAS BEEN AUTHORIZED TO GIVE YOU ANY INFORMATION OTHER THAN THAT SET FORTH IN THIS MEMORANDUM.

REPRESENTATIONS

This Memorandum has been prepared to provide you with information concerning the risk factors, terms and proposed activities of the Fund and to help you make an informed decision before subscribing for Units of Limited Partnership Interest. However, neither the delivery of this Memorandum to you nor any sales made hereunder shall create any implication that there has been no change in our affairs since the date on the cover of this Memorandum.

This Memorandum does not constitute an offer or solicitation to anyone in any state or jurisdiction in which such an offer or solicitation is not authorized. Any reproduction or distribution of this Memorandum in whole or in part or the divulgence of any of its contents without our prior written consent is strictly prohibited. By accepting delivery hereof, you agree to return this Memorandum and all associated documents to the address on the cover unless you purchase Units.

This Offering is being conducted on a "best efforts" basis. No minimum number of Units need to be subscribed for prior to our use of the proceeds of this Offering. We reserve the right to offer any Units not purchased through this Offering to Affiliates, employees, principals, industry participants, private partners, or to others. We reserve the right to terminate and withdraw this Offering without notice at any time.

This Offering is only available to "accredited Investors" ("you", "your", or the Unit "Subscriber(s)") in reliance upon exemptions from registration provided by Sections 4(a)(2), 4(a)(5) and/or Rule 506(c) of Regulation D of the Securities Act of 1933, as amended (the "Act"), and/or applicable state law. This Offering is not available to the general public or to persons who do not meet the qualifications described in this Memorandum (See "Who May Invest") and no offers may be made in states or jurisdictions that do not recognize the foregoing exemptions.

The Units are considered "restricted securities" as such term is defined under federal and state securities laws, and cannot be subsequently sold or transferred without registration or reliance, to the satisfaction of counsel for the Fund, that an exemption from registration is available. You should be aware that no market for the Units presently exists and there can be no assurance that a market will ever materialize.

To the extent such statutes are applicable to us or to our activities, we are claiming exemptions and/or exclusion from registration under the Investment Company Act of 1940, as amended, the Investment Advisers Act of 1940, as amended, and applicable state law.

We are not currently subject to ongoing information disclosure requirements of the Securities and Exchange Act of 1934, as amended, and most likely will not be subject to such requirements after the completion of this Offering. Accordingly, we are not required to provide annual reports although we plan to keep Limited Partners apprised of our activities and progress from time to time.

Throughout this Memorandum reference is made to certain information not contained in this document. If you wish to read the referenced material, we will attempt to provide it for you so long as procuring such information is not unduly expensive or burdensome. Please call us at (780) 870-1169 or e-mail us to inquire about referenced information.

RISK FACTORS

GENERAL RISK CONSIDERATIONS

AN INVESTMENT IN THE UNITS INVOLVES NUMEROUS RISKS THAT PROSPECTIVE SUBSCRIBERS SHOULD CAREFULLY CONSIDER BEFORE INVESTING. THESE RISKS ARE DESCRIBED IN DETAIL IN THIS RISK FACTORS SECTION AND ELSEWHERE IN THIS MEMORANDUM. AMONG OTHER THINGS, PROSPECTIVE SUBSCRIBERS SHOULD BE AWARE THAT:

- THE FUND IS INVOLVED IN THE BUSINESS OF INVESTING IN SECURITIES, WHICH IS INHERENTLY RISKY AND SPECULATIVE. SEE "BUSINESS RISKS" BELOW.
- AN LIMITED PARTNER'S ABILITY TO REALIZE A RETURN ON THEIR INVESTMENT WILL BE WHOLLY DEPENDENT ON THE CONTINUING AVAILABILITY OF OUR GENERAL PARTNER TO MANAGE THE FUND.
- OUR GENERAL PARTNER WILL BE PAID A FEE TO ADMINISTER THE FUND THAT WILL NOT DEPEND UPON THE SUCCESS OF THE GENERAL PARTNER'S INVESTMENT STRATEGIES OR UPON THE PERFORMANCE OF THE FUND.
- OUR GENERAL PARTNER'S INTEREST IN THE FUND, AND ENTITLEMENT TO SHARE IN 20% OF THE FUND'S PROFITS IN EXCESS OF THE PRIORITY RETURN, HAS BEEN ACQUIRED WITH NOMINAL CONSIDERATION.
- THERE CAN BE NO ASSURANCE THAT YOU WILL REALIZE THE PRIORITY RETURN OR ANY RETURN ON OR OF YOUR CAPITAL INVESTMENT IN THE FUND.
- IN ORDER TO PROVIDE LIMITED PARTNERS WITH A RETURN ON THEIR INVESTMENT THAT IS COMPARABLE TO OR BETTER THAN THE RETURN LIMITED PARTNERS MAY BE ABLE TO RECEIVE ON ALTERNATIVE INVESTMENTS (INCLUDING SOME INVESTMENTS THAT MAY BE LESS RISKY THAN AN INVESTMENT IN THE UNITS), THE FUND MUST OUTPERFORM THOSE ALTERNATIVE INVESTMENTS BY A SIGNIFICANT DEGREE IN ORDER TO ABSORB THE ADVISORY FEES PAYABLE TO THE GENERAL PARTNER AND ADMINISTRATIVE MANAGEMENT FEES PAYABLE TO OUR GENERAL PARTNER.
- NEITHER THE FUND NOR OUR GENERAL PARTNER WILL BE SUBJECT FOR THE FORESEEABLE FUTURE TO REGULATION OR SUPERVISION BY THE SEC OR ANY U.S. STATE'S SECURITIES AUTHORITIES AND WILL NOT BE SUBJECT TO LAWS AND REGULATIONS THAT ARE DESIGNED TO PROTECT YOU.
- IF THE FUND REALIZES GAINS OR INCOME, WE EXPECT THAT A PORTION OF THOSE GAINS OR INCOME WILL BE ALLOCATED TO YOU. HOWEVER, YOU MAY NOT RECEIVE SUFFICIENT DISTRIBUTIONS FROM THE FUND WITH WHICH TO PAY ANY INCOME TAX YOU MAY OWE; RATHER, YOU MAY BE REQUIRED TO PAY THAT INCOME TAX OUT-OF-POCKET FROM YOUR SEPARATE ASSETS OR SEPARATE INCOME.
- PARTNERS ARE EFFECTIVELY PREVENTED FROM SELLING THEIR UNITS OR WITHDRAWING FROM THE FUND DURING ITS TERM. A PARTNER'S RIGHT TO WITHDRAW THEIR INVESTMENT IS PROHIBITED EXCEPT IN VERY LIMITED CIRCUMSTANCES.

BUSINESS RISKS

Market Risks

The Fund will be exposed to all of the risks of investing in securities, including the risk that significant changes in the securities markets may adversely affect performance of the Fund. Therefore, there is a risk that Limited Partners may not profit from their investment or that they may lose some or all of their investment.

Changes in Economic Climate.

Changes in economic conditions, including, for example, interest rates, inflation rates, industry conditions, competition, technological developments, trade relationships, political and diplomatic events and trends, tax laws, epidemics, pandemics and other health emergencies, and innumerable other factors, can affect substantially and adversely the business and prospects of the Fund. None of these conditions will be within the control of our General Partner or General Partner.

Fund's Investment Activities.

The Fund's investment activities involve a significant degree of risk. The performance of any investment is subject to numerous factors which are neither within the control of nor predictable by our General Partner. Such factors include a wide range of economic, political, competitive and other conditions (including acts of war or terrorism) which may affect investments in general or specific industries or companies. In recent years, the securities markets have become increasingly volatile, which may adversely affect the ability of the Fund to realize profits. As a result of the nature of the Fund's investing activities, it is possible that the Fund's performance may fluctuate substantially from period to period.

No Restrictions on Concentrations of Investments.

Aside from the General Partner's intent to recommend against the Fund concentrating its investment in a single security (other than cash and cash equivalents) greater than 80% of the Fund's net capital at any given time, there are virtually no restrictions on the amount of Fund assets that can be invested in any particular geography, industry or issuer, and at times, the Fund's assets may be disproportionately concentrated in certain countries, industrial sectors, or even individual issuers. Accordingly, the Fund may be subject to more rapid change in value than would be the case if the General Partner were required to maintain a wide diversification among investment areas, securities and types of securities and other instruments.

Lack of Liquidity of Fund Assets.

Fund assets may, at any given time, consist of significant amounts of securities and other financial instruments or obligations which are thinly-traded or for which no market exists and/or which are restricted as to their transferability under applicable securities laws. The sale of any such investments may be possible only at substantial discounts and it may be extremely difficult to accurately value any such investments.

Investments in Non-U.S. Securities.

The Fund may invest in foreign securities, which may give rise to risks relating to political, social and economic developments abroad, as well as risks resulting from the differences between the regulations to which U.S. and foreign issuers and markets are subject. These risks may include any or all of the following:

- Political, social or financial instability, acts of war or terrorism, the seizure of assets by foreign governments, withholding taxes on dividends and interest, high or confiscatory tax levels, and limitations on the use or transfer of Fund assets.
- Enforcing legal rights in some foreign countries is difficult, costly and slow, and there are sometimes special problems enforcing claims against foreign governments.
- Foreign securities often trade in currencies other than the U.S. dollar, and the Fund may directly hold foreign currencies and purchase and sell foreign currencies through forward exchange contracts. Changes in currency exchange rates will affect the Fund's net asset value, the value of dividends and interest earned, and gains and losses realized on the sale of securities.
- Non-U.S. securities markets may be less liquid, more volatile and less closely supervised by the applicable government than markets in the United States.
- Foreign countries often lack uniform accounting, auditing and financial reporting standards, and there may be less public information about the operations of foreign companies, foreign governments and other foreign entities.

Leverage.

We will not use leverage or borrowed funds, however, we may use certain types of options, such as puts, calls and warrants, which may be purchased for a fraction of the price of the underlying securities while giving the purchaser the full benefit of movement in the market of those underlying securities. While such strategies and techniques increase the opportunity to achieve higher returns on the amounts invested, they also increase the risk of loss. The level of interest rates generally, and the rates at which such funds may be borrowed in particular, could affect the financial performance of the Fund. If the interest expense on borrowings were to exceed the net return on the portfolio securities purchased with borrowed funds, the Fund's use of leverage would result in a lower rate of return than if the Fund were not leveraged.

Redemption of Units.

Except in very limited circumstances, Limited Partners do not have the right to withdraw their investment or redeem their Units in the Fund. Substantial Redemptions, if permitted, within a short period of time could have a significant adverse effect on the performance of the Fund because such Redemptions could require the Fund to liquidate securities positions more rapidly than would otherwise be desirable, possibly reducing the value of the Fund's assets and/or disrupting the General Partner's investment strategy. Reduction in the size of the Fund could make it more difficult to generate a positive return or to recoup losses due to, among other things, reductions in the Fund's ability to take advantage of particular investment opportunities or decreases in the ratio of its income to its expenses. Under no circumstances will any redemptions be possible if the VIX (CBOE Volatility index) is showing a value of 30 or greater. The effective date of a Limited Partner's subscription shall be deemed to be the first day of the month following the date of subscription. In the event of ordinary redemptions after the twelve-month lockup period, such redemptions may be made only on the last business day of a calendar month and shall require 90-days advance notice from the effective date of the redeeming Limited Partner's subscription. In the event of a full redemption after the twelve-month lockup period, the General Partner shall withhold from redemption 10% of the value of the redeeming Limited account as an audit holdback to enable the General Partner to properly calculate the value of the Limited Partner's account. The audit holdback shall be released to the Limited Partner within 90 days from end of Company's fiscal year.

RISKS OF INVESTING IN SECURITIES

In addition to the risks described herein, to the extent that the General Partner invests the Fund's assets in publicly-traded mutual funds or hedge funds, all of the risks attendant to an investment in those funds, including risks similar to those described herein, will be applicable to an investment in the Fund and Limited Partners may not have information sufficient for them to understand and evaluate those underlying risks.

RISKS OF THE FUND

No Operating History.

The Fund was recently formed and has not yet, as of the date on the cover of this Memorandum, had any operations. Therefore, there is limited information upon which prospective subscribers may evaluate the Fund's future performance.

Reliance on General Partner and General Partner.

The Fund will rely on our General Partner for administrative services and on the General Partner for investment advice and recommendations. Should the principal or control person of such entities, Mr. Perkins, die, become incapacitated or otherwise cease to perform services for the Fund, a substitute General Partner and General Partner can be retained to perform the services previously performed by entities wholly owned and operated by Mr. Perkins. There can be no assurance that the Fund could be successfully operated without the services of Mr. Perkins and the entities he controls. The loss of Mr. Perkins's services or inability to find a comparable replacement may have a material adverse effect on the performance of the Fund and on the Fund's results of operations.

No Participation in Management.

The management of the Fund's operations is vested solely in our General Partner. Aside from limited rights of consent and voting in limited circumstances, the Limited Partners have no right to take part in the conduct or control of the business of the Fund. In connection with the management of the Fund's business, our General Partner will devote only such time to Fund matters as it, in its sole discretion, deems appropriate.

Limited Rights of Limited Partners.

The Fund is a limited partnership governed by the Delaware Revised Limited Partnership Act, as amended (the "LP Act"), and persons who become Limited Partners of the Fund have only those rights that are provided to them in the Limited Partnership Agreement of Abundance Asset Management, L.P. (the "Partnership Agreement"). These rights are substantially different from and substantially more limited than the rights of shareholders in a corporation and the rights that may otherwise be available under the LP Act. For example, the Limited Partners do not have the right to remove a General Partner or elect a different General Partner except in very limited circumstances. See our Partnership Agreement.

Limitation of Liability and Indemnification of our General Partner.

Under the LP Act, a manager is accountable to the Limited Partners as a fiduciary and, consequently, is required to exercise good faith and integrity in handling Fund affairs. The Partnership Agreement provides that our General Partner shall be treated as a manager under the LP Act and shall be indemnified against and shall not be liable for, any loss or liability incurred in connection with the affairs of the Fund, so long as such loss or liability arose from acts performed in good faith and not involving gross negligence or willful misconduct. Therefore, a Limited Partner may have a more limited right of action against a General Partner than a Limited Partner would have had absent these provisions in the Partnership Agreement.

Conflicts of Interest.

The General Partner is accountable to the Fund as a fiduciary and, consequently, must exercise good faith and integrity in handling the business of the Fund. Nevertheless, in the conduct of such business, conflicts may arise between the interests of the Fund, the interests of our General Partner and the interests of the Limited Partners.

Lack of Registration.

The Units have not been registered under the Securities Act or under the securities or “blue sky” laws of any state and, therefore, are subject to transfer restrictions. In connection with the purchase of Units, a Subscriber must represent that he, she or it is purchasing the Units for investment purposes only and not with a view toward resale or distribution. Neither the Fund nor our General Partner have any plans nor have assumed any obligation to register these Units. Accordingly, the Units may not be transferred without an opinion of counsel acceptable to the Fund that the transfer will not involve a violation of the registration requirements of the Securities Act. These restrictions on transfer are in addition to those found in the Partnership Agreement.

Absence of U.S. Regulatory Oversight.

While the Fund is similar to an investment company, it does not intend to register as such under the Investment Company Act in reliance upon certain exemptions available to private investment companies. Accordingly, substantially all of the provisions of the Investment Company Act that are designed to protect holders of an investment company’s shares will be inapplicable to the Fund, and the protections provided by the Investment Company Act will not be available to Limited Partners of the Fund. These regulatory considerations could change in the future.

Limited Distributions.

The General Partner, in its discretion, intends but is not required to make limited annual cash distributions to the Limited Partners and intends to reinvest all surplus Fund income and gain, if any. Cash that might otherwise be available for distribution will also be reduced by payment of Fund obligations, payment of Fund expenses (including fees payable and expense reimbursements to our General Partner) and establishment of appropriate reserves. However, if the Fund is profitable, Limited Partners in all likelihood will be credited with Fund net income and will incur the consequent income tax liability (to the extent that they are subject to income tax) but may not receive distributions sufficient to pay such tax liability.

Illiquidity.

Because Units may be withdrawn only under very limited circumstances under the terms of the Partnership Agreement, they are an illiquid investment and involve a high degree of risk. An investment in the Units should be considered only by a person who can afford the loss of all or a substantial part of their investment.

Absence of Public Market.

There is no public market for the Units, and there is no assurance that a market for the Units will ever develop. The Units are not being registered under the Securities Act or the securities laws of any state and may not be sold, transferred, pledged or hypothecated except in accordance with the registration requirements of federal and state securities laws and regulations or exemptions from these laws and regulations.

Claims of Creditors.

In the event of dissolution or termination of the Fund, the proceeds, if any, realized from the liquidation of assets will be distributed to Limited Partners only after satisfaction of the claims of creditors. Accordingly, the ability of Limited Partners to recover all or any portion of their investment upon dissolution or termination will depend upon the amount of funds realized by the Fund and the claims of creditors to be satisfied therefrom.

TAX RISKS

There are various federal income tax risks associated with an investment in the Fund. Set forth below is a brief discussion of some of these tax risks. Each Limited Partner is strongly urged to consult his, her, or its own tax advisor concerning the effects of federal, state and local income tax laws on an investment in the Units and on his, her, or its individual tax situation. You should review the section of this Memorandum entitled "TAX DISCUSSION" for a more complete discussion of certain of the tax risks inherent in owning Units.

Fund Status.

The Fund will be treated as a partnership for federal tax purposes. As a partnership, the Fund's income, gains, losses, deductions, and credits will generally not be subject to federal income taxation at the company level. Rather, items of income, gain, loss, deduction, and credit generally will be allocated to the Partners on a pro rata basis, pass through to the Partners on a pro rata basis, and be subject to federal income tax on the Partners' federal income tax returns.

Limited Partners' Tax Liability May Exceed Distributions.

A Limited Partner's tax liability may exceed the amount of cash distributed by the Fund to the Limited Partner. A Limited Partner's allocable share of the Fund's taxable income or gain, which may be subject to federal income tax, may not be the same as the amount of cash distributions received by the Limited Partner from the Fund. If and when the Fund has taxable income or gain, a Limited Partner's allocable share of the income or gain may exceed the amount of cash distributions made to the Limited Partner by the Fund. The amount of cash distributed to the Limited Partner, if any, may not be sufficient to pay the federal income tax due on the Limited Partner's allocable share of the Fund's income or gain. A Limited Partner could be required to use funds from other sources to satisfy their federal tax liability. The distribution of cash to Limited Partners is within our General Partner's discretion. **WHILE OUR GENERAL PARTNER INTENDS TO MAKE LIMITED ANNUAL CASH DISTRIBUTIONS IN ITS SOLE DISCRETION, NO SUCH CASH DISTRIBUTIONS ARE REQUIRED TO BE MADE.**

Possible Legislative Tax Changes.

The tax laws and their interpretations are constantly changing. Proposals are continually made to amend such laws, and such proposals vary widely in their scope and effect. Any future changes in the applicable tax laws could have a material adverse effect on an investment in the Fund and may apply retroactively. This is an area of rapid and unpredictable change, and subscribers are urged to consult their own tax advisors as to current developments. The statements in this Memorandum as to federal tax aspects are based on the provisions of the Internal Revenue Code of 1986, as amended (the "Code") and existing administrative and judicial interpretations thereunder. Legislative, administrative or judicial changes could occur which would modify those statements. Any changes could be retroactive with respect to transactions completed prior to the effective date of the changes. Consequently, no assurance can be given that the federal income tax consequences to the Limited Partners of an investment in the Fund will not be altered in the future. The form of any changes that may be proposed or adopted in the future, the date as of which those changes would be effective, if adopted, and the effects of the changes upon the Fund are not currently determinable.

Risk of Audit.

The Fund could be audited by local, state and/or federal taxing authorities. Tax returns filed by the Fund may be subject to audit by local, state and/or federal taxing authorities, including state departments of revenue and the Internal Revenue Service. An audit of the Fund's returns could lead to adjustments that increase a Limited Partner's allocable share of income or gain, or decrease a Limited Partner's allocable share of losses, deductions or credits. Any such audit could lead to an audit of a Limited Partner's individual tax return in which items unrelated to the Fund could be challenged. In addition, if local, state, and/or federal taxing authorities successfully challenge the Fund's tax treatment of one or more items, the Limited Partners may be liable for penalties and interest, as well as additional tax.

Disposition of an Interest in the Fund.

If the Fund sells an interest in the Fund, any gain or loss will be allocated to the Limited Partners on a pro rata basis and subject to taxation. Any Limited Partner who sells their Units will recognize taxable gain to the extent that the cash and fair market value of any other property received by the Limited Partner upon the sale of the Units, and the indebtedness allocable to the Limited Partner's Units, exceeds the Limited Partner's tax basis for the Units sold. All or a portion of such gain may be taxed as ordinary income. In the event of a foreclosure of indebtedness on the Fund, a Limited Partner will realize taxable gain if the Limited Partner's tax basis in the Units is less than the amount of the Limited Partner's share of the debt discharged by the foreclosure. Moreover, it is likely in such an event that the Limited Partner would not receive sufficient cash from the Fund with which to pay any tax liability resulting from such disposition. To the extent a Limited Partner's tax liabilities exceed the cash the Limited Partner receives, the payment of such taxes will be an out-of-pocket expense to the Limited Partner.

Alternative Minimum Tax.

The losses and credits, if any, allocated to the Limited Partners and any tax preference items generated in connection with their investment in the Fund could subject a Limited Partner, depending on the Limited Partner's other items of income, deduction and tax preferences, to the alternative minimum tax. If a Limited Partner is subject to and owes alternative minimum tax, the Limited Partner's yield from an investment in the Fund could be substantially reduced. Since the application of the alternative minimum tax to each Limited Partner will vary depending on the Limited Partner's personal tax situation in any year, each prospective subscriber should consult with their personal tax advisor with respect to the possible application of the alternative minimum tax and its consequences.

Passive Activity Rules.

A Limited Partner's ability to deduct their allocable share of the Fund's losses, if any, may be deducted only to the extent of the Limited Partner's tax basis in the Units and such Limited Partner's at-risk amount with respect to each activity. An investment in the Units will be a passive investment activity. Under Section 469 of the Code, the losses generated by the Fund, if any, that are allocated to a Limited Partner, may be used only to offset a Limited Partner's passive income and may not be used to offset a Limited Partner's income from wages, salary, or other non-passive sources. In addition, any interest income of the Fund cannot be offset by passive losses from this or other companies and, therefore, it is possible that a Limited Partner may be allocated income and losses from the Fund that cannot be offset against each other. To the extent a Limited Partner's passive activity losses exceed passive activity income or gain, such excess may be carried forward to offset passive activity income or gain in future years. When a Limited Partner disposes of the Limited Partner's interest in the Fund in a fully taxable transaction, any excess passive activity loss attributable to the Fund will be deductible in full.

Fund Allocations.

The manner in which the Fund's income, gains, losses, deductions and credits are allocated among the Limited Partners is set forth in the Partnership Agreement attached to this Memorandum in the Exhibit section. Such allocations will be recognized for federal income tax purposes if found to have substantial economic effect or if found to be in accordance with the Limited Partners' interest in the Fund. If not, such allocation may not be recognized for federal income tax purposes, and the IRS may attempt to reallocate income, gains, losses, deductions and credits among the Limited Partners in a manner which could substantially reduce the benefits attributable to an investment in the Fund.

Payments to our General Partner and Affiliates.

The Fund has made and will make payments to our General Partner and its affiliates for various services and will deduct payments for certain of those services over various periods of time. However, there can be no assurance that any or all of such amounts will not be deemed by the IRS to be includable in the cost of the Fund's assets or to be nondeductible items, in which case the deductions available to the Fund would be reduced in the early years of its operations and possibly increased through additional amortization and depreciation deductions in later years.

IN VIEW OF THE COMPLEXITY OF THE TAX ASPECTS OF AN INVESTMENT IN THE FUND, PARTICULARLY IN LIGHT OF CHANGES IN THE LAW AND THE FACT THAT CERTAIN OF THESE TAX ASPECTS MAY NOT BE THE SAME FOR ALL PARTNERS, PROSPECTIVE SUBSCRIBERS ARE STRONGLY ADVISED TO CONSULT THEIR TAX ADVISORS WITH SPECIFIC REFERENCE TO THEIR OWN TAX SITUATION PRIOR TO MAKING AN INVESTMENT IN THE FUND.

IRS CIRCULAR 230 DISCLOSURE: TO ENSURE COMPLIANCE WITH INTERNAL REVENUE SERVICE CIRCULAR 230, EACH PROSPECTIVE SUBSCRIBER IS HEREBY NOTIFIED THAT: (A) ANY DISCUSSION OF U.S. FEDERAL TAX ISSUES IN THIS OFFERING MEMORANDUM IS NOT INTENDED OR WRITTEN BY US TO BE RELIED UPON, AND CANNOT BE RELIED UPON FOR THE PURPOSE OF AVOIDING PENALTIES THAT MAY BE IMPOSED UNDER THE INTERNAL REVENUE CODE; (B) SUCH DISCUSSION IS WRITTEN IN CONNECTION WITH THE PROMOTION OR MARKETING OF THE TRANSACTIONS OR MATTERS ADDRESSED HEREIN; AND (C) PROSPECTIVE INVESTOR SHOULD SEEK ADVICE BASED ON ITS PARTICULAR CIRCUMSTANCES FROM AN INDEPENDENT TAX ADVISOR.

CONFLICT OF INTEREST RISKS

Inconsistent Interests.

The interests of the Limited Partners and the Fund may, under certain circumstances, be inconsistent with the interests of each other and our General Partner. The General Partner is performing services for, and receiving fees from, the Fund, the type and amount of which were not the result of arms-length negotiations, including without limitation, Advisory Fees, Asset Management Fees, and our General Partner's right to equity participation after payment of the Preferred Return. Mr. Perkins, as principal of our General Partner, is engaged with other entities that will occupy a significant amount of his time. While each principal of our General Partner will provide services to the Fund, each has separate business activities in which they will engage. Conflicts may arise in the allocation of the time of such persons and entities among the Fund and other entities and projects. Also, the Initial Subscription Price of the Units, which was arbitrarily determined by our General Partner, is not based upon a valuation of the Fund and does not constitute an arms-length price for the Units or a representation that the Units could be resold at that price.

Indemnification.

Our Partnership Agreement provides limitations on our General Partner's liability to Limited Partners and provides for indemnification of our General Partner under certain circumstances. Limited Partners may have more limited rights than they would absent such limitations.

RISKS RELATED TO CHANGES IN LAW

New laws and regulations may be adopted in the future, or existing laws and regulations that are currently not applicable to the Fund may be expanded to include the Fund, that could increase the Fund's cost of regulatory compliance, perhaps significantly. Furthermore, the Partnership Agreement gives our General Partner the sole and exclusive right to terminate and dissolve the Fund at any time, consistent with their fiduciary obligations to the Limited Partners. In addition, our General Partner has the right to terminate and dissolve the Fund if, in its sole and exclusive discretion, there is a change in law that would either (i) require the Fund to register and become subject to supervision and regulation as an investment company under the Investment Company Act, or (ii) require either our General Partner or the General Partner to register and become subject to supervision and regulation as an investment adviser under the Advisers Act, and our General Partner believes that, in either case, such registration would involve unreasonable effort or expense. **A TERMINATION AND DISSOLUTION OF THE FUND UNDER THESE OR ANY OTHER CIRCUMSTANCES COULD HAVE SERIOUS ADVERSE CONSEQUENCES ON THE ABILITY OF PARTNERS TO REALIZE A RETURN ON THEIR INVESTMENT AND COULD ALSO HAVE SERIOUS ADVERSE INCOME TAX CONSEQUENCES TO THE PARTNERS.**

We may be adversely impacted from the effects of the current and ongoing COVID-19 pandemic.

Major health epidemics, such as the current and ongoing outbreak caused by a coronavirus (COVID-19), and other outbreaks or unforeseen or catastrophic events could disrupt and adversely affect our operations, financial condition, and business. The United States and other countries have experienced, and may experience in the future, major health epidemics related to viruses, other pathogens, and other unforeseen or catastrophic events, including natural disasters, extreme weather events, power loss, government lockdowns, acts of war, and terrorist attacks. For example, there was an outbreak of COVID-19, a novel virus, which has spread to the United States and other countries and declared a global pandemic. The global spread of COVID-19 has created significant volatility and uncertainty in financial markets. There remains significant uncertainty relating to the potential impact of COVID-19 on our business. The extent to which COVID-19 impacts our current capital raise and our ability to obtain future financing, as well as our results of operations and financial condition, generally, will depend on future developments which are highly uncertain and cannot be predicted, including new information which may emerge concerning the severity of COVID-19 and the actions taken by governments and private businesses to contain COVID-19 or treat its impact.

OTHER RISKS

The foregoing represents our best attempt to identify the various risks your invested capital may be exposed to by pursuing our objectives. It does not purport to be complete and may not adequately cover all activities in which we may be engaged nor all the risks we will be subject to, either directly or indirectly, as a result of pursuing our objectives. Other risk factors related to the Investments are available upon request to the extent we have or are able to access such information. You are encouraged and entitled to ask questions of and receive answers from our management and/or conduct your own due diligence research into the Investment(s) in order to assess the merits and risks of investing in our Units.

THE FOREGOING LIST OF RISK FACTORS IS NOT A COMPLETE EXPLANATION OF THE RISKS INVOLVED IN THIS OFFERING. PROSPECTIVE SUBSCRIBERS SHOULD READ THIS ENTIRE MEMORANDUM, INCLUDING THE EXHIBITS, AND ARE STRONGLY URGED TO CONSULT WITH THEIR PROFESSIONAL LEGAL AND TAX ADVISERS, BEFORE INVESTING IN THE FUND.

CAUTIONARY NOTE REGARDING FORWARD-LOOKING STATEMENTS

Some of the information in this Memorandum may contain forward-looking statements. Such statements include, in particular, statements about our plans, strategies and prospects. You can generally identify forward-looking statements by our use of forward-looking terminology such as "may", "will", "expect", "intend", "anticipate", "estimate", "believe", "continue", or other similar words. Although we believe that our plans, intentions and expectations reflected in such forward-looking statements are reasonable, you should not rely upon our forward-looking statements because the

matters they describe are subject to known and unknown risks, uncertainties and other unpredictable factors, many of which are beyond our control. These forward-looking statements are subject to various risks and uncertainties, including, but not limited to, those discussed above under “Risk Factors”, that could cause our actual results to differ materially from those projected in any forward-looking statement we make. We do not anticipate updating or revising any forward-looking statements, whether as a result of new information, future events or otherwise.

RISKS RELATING TO THE PATRIOT ACT, MONEY LAUNDERING, AND TERRORISM PREVENTION

The Uniting and Strengthening America by Providing Appropriate Tools Required to Intercept and Obstruct Terrorism Act of 2001 (the “Patriot Act”), signed into law on and effective as of October 26, 2001, requires “financial institutions”, a term that includes banks, broker dealers and investment companies, establish and maintain compliance programs to guard against money laundering activities. The Patriot Act requires the Secretary of the U.S. Treasury (the “Treasury”) to prescribe regulations in connection with anti-money laundering policies of financial institutions. The Federal Reserve Board, the Treasury, and the SEC are currently studying what types of private investment companies should be required to adopt anti-money laundering procedures, and it is unclear at this time whether such procedures will apply to the Fund. It is possible that there could be promulgated legislation or regulations that would require the Fund or other service providers to the Fund, in connection with the establishment of anti-money laundering procedures, to share information with governmental authorities with respect to purchasers of Fund Units. Such legislation and/or regulations could require the Fund to implement additional restrictions on the transfer of Units. The Fund reserves the right to request such information as may be necessary to verify the identity of Limited Partners and the source of the payment of subscription monies, or as may be necessary to comply with any customer identification programs required by the Financial Crimes Enforcement Network and/or the SEC, or as may be required under any anti-money laundering legislation and regulation of the United States. In the event of delay or failure by any Unit holder to produce any information required for verification purposes, an application for or transfer of Units and the subscription monies relating thereto may be refused.

TAX RISKS

The following is a brief summary of what we believe are the most significant tax risks involved in an investment in the Units. Numerous changes in the tax law have increased the tax risk and uncertainty associated with investments in limited partnerships. An unfavorable outcome with respect to any tax risk factor may have an adverse effect on an investment in the Units. **THEREFORE, NONE OF THE FOLLOWING SHOULD BE CONSIDERED TAX ADVICE FROM THE FUND, ITS MANAGEMENT, COUNSEL, ACCOUNTANTS, AFFILIATES, ETC. YOU ARE EXPECTED TO CONSULT WITH YOUR OWN PERSONAL TAX ADVISOR BEFORE MAKING A DECISION TO SUBSCRIBE FOR UNITS.**

We have not obtained a tax opinion

We have not obtained an opinion of counsel as to the tax treatment of certain material federal tax issues potentially affecting the Fund, our General Partner, and/or the Limited Partners. Moreover, any such opinion, if we obtained one, would not be binding upon the IRS, and the IRS could challenge our position on such issues. Also, rulings on such a challenge by the IRS, if made, could have a negative effect on the tax results of ownership of the Fund’s Units.

Tax audits are possible

The IRS has announced, and for several years has implemented, a policy which attempts to locate and select for audit the information returns of partnerships having tax loss benefits. Although we do not believe that the Fund is the type that would be subject to such greater IRS scrutiny, the federal income tax information return of the Fund will still be subject to audit. If the Fund’s information return is audited, such audit may cause corresponding adjustments to, and may increase the probability of an audit of, a Limited Partner’s federal income tax return. If such audits occur, no assurance can be given that adjustments in the tax treatment of certain items of deduction or credit will not be made, or that certain items of deduction or credit will not be disallowed. Any such adjustments could increase the probability

of audits of a Limited Partner's personal return, which, in turn, could result in adjustments of any items of income, gain, loss, deduction, or credit included in your personal return, regardless of whether or not those items relate to the Fund.

Tax laws are subject to change

Tax laws are continually being introduced, changed, or amended, and there is no assurance that the tax treatment presently potentially available with respect to the Fund's proposed activities will not be modified in the future by legislative, judicial, or administrative action. Proposals having an adverse tax impact on our activities could be adopted by Congress at any time, and such proposals could have a severe economic impact on us.

Passive Activity Rules

Any Fund losses will be treated as losses generated in a passive activity. Losses from passive activities generally may only be deducted against income from the same or other passive activities.

Unrelated Business Taxable Income

Organizations generally exempt from federal income taxation (including qualified pension, profit-sharing and equity-bonus plans, Keogh plans and individual retirement accounts (IRAs)) may be taxable on their allocable share of Fund income to the extent such income constitutes "unrelated business taxable income" ("UBTI"). For example, a portion of income from an interest in real property and gain upon sale of such real property may be treated as UBTI if the property is subject to "acquisition indebtedness." Such portion is approximately equal to the ratio of the acquisition indebtedness to the aggregate basis of the property. Tax-exempt entities, other than IRAs, may qualify for an exception that would allow them to avoid the recognition of UBTI if the Fund meets certain disproportionate allocation rules; however, it is unclear whether the Fund satisfies these rules, and therefore all tax-exempt entities may be required to recognize UBTI by reason of their Capital Contribution in the Fund. The receipt of UBTI by a charitable remainder trust results in taxation of all trust income for the taxable year, and therefore this is not a suitable investment for a charitable remainder trust.

Factual Determinations

The determination of the correct amount of certain deductions and their availability and timing depend on factual determinations to be made by us. Counsel for the Fund has specifically declined to give an opinion on such matters. Although we will exercise our best judgment regarding the facts when preparing the Fund's information return, the IRS may assert that our judgment of the facts is not correct, which could result in the disallowance or deferral of deductions in whole or part. Such adjustments could result in the assessment of additional tax liability to the Partners.

Changes in the Tax Law

Significant changes have been made in the Code in recent years. The Treasury Department's position regarding many of those changes remains unclear pending publication of interpretive and legislative regulations, some of which may not be forthcoming for some time. Additionally, the Code is subject to change by Congress, and existing interpretations of the Code may be reversed, modified or otherwise affected by judicial decisions, by the Treasury Department through changes in its regulations, and by the IRS through its audit policy, announcements and published and private rulings. No assurance can be given that any changes in the tax law will be given only prospective application to the Fund or its Partners.

Availability of Tax Benefits Are Not Certain

Tax benefits may be available for the Fund's planned activities. There is, however, no assurance that all or most of the deductions or credits sought to be obtained by the Fund will be available in the event of a challenge by the IRS. In the event of such a challenge by the IRS, it is possible that a portion or all of the anticipated tax benefits claimed by the Fund may be disallowed. Such a disallowance might lead to substantial expense to the Fund or to an audit of unrelated items in your individual tax return.

The treatment of the Fund for U.S. federal income tax purposes is uncertain

We intend to take the position that the Fund will be treated as a "partnership" for U.S. federal income tax purposes. Assuming that the Fund is a partnership, the Fund will not be subject to U.S. federal income tax. Rather, a pro rata portion of the Fund's income, gain, losses and deductions will "flow through" to each Limited Partner or owner of Units. However, the U.S. Internal Revenue Service (the "IRS") or a court might not agree that the Fund is properly treated as a partnership for U.S. federal income tax purposes. If the Fund were not classified as a partnership for U.S. federal income tax purposes, it would be classified as a corporation for such purposes. In that event, the Fund would be subject to entity-level U.S. federal income tax on its net taxable income and certain distributions made by the Fund to Limited Partners would be taxable as dividends to the extent of the Fund's current and accumulated earnings and profits (which, in the case of a non-U.S. Limited Partner, generally would be subject to U.S. federal withholding tax at a 30% rate (or a lower rate provided by an applicable income tax treaty)). Such adverse tax treatment would invariably have a material impact on the Fund's profitability and on your investment in the Units.

ERISA ASPECTS OF THE OFFERING

Introduction

The purchase of Units may not be appropriate for various tax deferred retirement plans, including any pension, profit sharing, Keogh plan or other employee retirement benefit plans qualified under Section 401(a) of the Code or any IRA qualified under Code Section 408 (hereinafter referred to as a "Qualified Plan" or "Qualified Plans"). Before purchasing Units, the trustee or other responsible fiduciary of a plan contemplating investment should consider: (a) whether the Qualified Plan is considered an employee benefit plan subject to certain fiduciary standards of the Employee Retirement Income Security Act of 1974, as amended ("ERISA"); (b) whether the investment is in accordance with the documents and instruments governing such Qualified Plan; (c) whether the investment will result in unrelated business taxable income to the Qualified Plan; (d) whether the investment provides sufficient distributions to permit benefit payments to be made as they become due; (e) any requirement that the fiduciary annually value the Assets of the Qualified Plan; and (f) whether the investment is prudent, since no public market is expected to develop in which the Units may be sold or otherwise transferred. An employee benefit plan is defined in Section 3(3) of ERISA and includes all Qualified Plans defined above except (1) plans covering only a partner or partners of a partnership and their spouses, (2) plans covering only sole proprietors or sole owners and their spouses, or (3) most IRAs ("ERISA Plans").

"Plan Units" Regulations

As discussed below, due to a favorable exemption provided under regulations (the "DOL Regulations"), issued by the United States Department of Labor (the "DOL"), it is expected that the Assets of the Fund will not be treated, under current law, as "plan Assets" of the ERISA plans which purchase Units. However, as further discussed below, if the Assets of the Fund are considered for whatever reason to be "plan Assets" under ERISA, then (a) the fiduciary responsibility standards of ERISA would extend to investments made by the Fund; and (b) certain transactions in which the Fund might seek to engage might constitute "prohibited transactions" under ERISA and the Code. Furthermore, notwithstanding the DOL Regulations, even if the Fund Assets are not "plan Assets," the responsible fiduciaries of each investing ERISA Plan still must make an independent determination on a case-by-case basis as to whether the purchase of Units would comply with the fiduciary standards of ERISA and whether the purchase of Units would be considered a "prohibited transaction" under Section 4975(c) of the Code or Section 406(a) of ERISA.

In 1986, the DOL published as a final regulation Reg. Section 2510.3-101, which describes what constitutes “plan Assets” with respect to an ERISA Plan investment in another entity (such as a partnership or corporation) for purposes of Title I of ERISA and Code Section 4975. Unless one of the exemptions provided in the DOL Regulations is met, the Assets of a corporation, partnership or other entity in which a Qualified Plan makes an equity investment could be deemed to be Assets of the investing plan. This would subject those persons who exercise discretionary control or authority over such entity’s Assets to certain ERISA fiduciary standards. If a Qualified Plan acquires an equity interest in an entity that is neither a publicly offered security nor a security issued by certain registered investment companies, its Assets include both the equity interest and an undivided interest in each of the underlying Assets of the entity, unless (i) the equity interests of certain ERISA Plan investors are not significant or (ii) the entity is an operating company. The Units will be neither publicly offered nor issued by a prescribed investment company. Thus, one of the two exceptions must apply in order for an undivided interest in the Investment(s) owned by the Fund not to be treated under the DOL Regulations as a plan Asset of Qualified Plans or ERISA Plans holding Units.

Exception for Insignificant Participation by Benefit Plan Partners

If Unit participation in the Fund by Qualified Plans is not significant, then a Qualified Plan investment would not include any of the underlying Assets of the Fund. Equity participation in the Fund by a Qualified Plan is “significant” on any date if, immediately after the most recent acquisition of any interest in the entity, 25% or more of the value of any class of equity interests in the Fund is held by Qualified Plan investors. For purposes of this 25% rule, the value of any equity interests held by a person (other than a benefit plan investor) who has discretionary authority or control over the Assets of the entity, or who provides investment advice for a fee with respect to such Assets, or any affiliate of such a person, shall be disregarded. As a result, although our General Partner and its Affiliates are not prohibited from purchasing Units, any purchases have the effect of reducing the amount and value of the Units available for purchase by the Qualified Plan investors. The Units will be offered for sale to benefit plans, within the regulatory definition, and to persons not falling within such definition. If the total Units purchased by benefit plan investors equal or exceed 25% of all of the Units purchased (excluding certain Units as described above), the second exception will not be applicable.

For these reasons, our General Partner has elected to limit the sale of Units to benefit plan investors to less than 25% of all Units purchased (excluding certain Units as described above).

Prohibited Transactions Under Section 4975 of the Code

Notwithstanding the exemption available under section 2510.3-101 of the DOL Regulations discussed above, and the likelihood that the Fund’s Investment(s) would not be considered “plan Assets,” a fiduciary of an investing Qualified Plan in Units is still subject to the prohibited transaction rules of Code Section 4975 (and ERISA Section 406(a) for ERISA Plans). If the IRS determines that an investment in the Units constitutes a prohibited transaction, an excise tax may be imposed on any disqualified person (as defined in Section 4975(e)(2) of the Code) who participates in the prohibited transaction. Furthermore, the transaction may have to be reversed. With respect to IRAs, the tax-exempt status of the IRA will be lost if the IRS determines that the acquisition of Units by the IRA constitutes a “prohibited transaction” under 4975(c) of the Code.

Prohibited transactions are defined in Section 4975(c) of the Code and Section 406(a) of ERISA. These prohibitions are imposed upon fiduciaries and parties in interest to deter them from exercising the authority, control or responsibility which makes such persons fiduciaries when they have interests which may conflict with the interest of the plans for which they act. AS A RESULT, EACH FIDUCIARY OF AN INVESTING QUALIFIED PLAN INVESTING IN UNITS MUST INDEPENDENTLY DETERMINE WHETHER SUCH INVESTMENT CONSTITUTES A PROHIBITED TRANSACTION UNDER SECTION 4975(c) OF THE CODE OR SECTION 406(a) OF ERISA.

OBJECTIVES, STRATEGIES, AND PROPOSED ACTIVITIES

The discussion that follows contains numerous forward-looking statements. Actual results could differ materially from those anticipated. Many factors have the potential to substantially affect the Fund's opportunities for profitability. Some of these factors are discussed in the "Risk Factors" portion of this Memorandum and elsewhere in this document. Because of these reasons, you should be aware that your entire investment is at risk and that it is very possible that you may lose your entire investment.

The Fund

ABUNDANCE ASSET MANAGEMENT LP, a Delaware limited partnership ("we", "our", us", or the "Fund"), is a private investment company organized under the laws of the State of Delaware. Our principal place of business is located at 16192 COASTAL HWY Lewes, DE 19958. Our main telephone number is (780) 870-1169. We are organized as a "private investment company" pursuant to claimed exemptions from registration under Sections 3(c)(1) and/or 3(c)(7) of the Investment Company Act of 1940, as amended, and applicable state law.

Our Objectives

ABUNDANCE ASSET MANAGEMENT LP, a Delaware limited partnership ("we", "our", us", or the "Fund") is a private investment company formed to invest and trade in securities (the "Investment(s)"). Our overall objective is to realize cash flow and/or capital appreciation in connection with our Investments. The Fund will be using a custom options trading strategy that involves selling stock options. We will be trading **publicly available exchange-traded funds ("ETFs")**. To facilitate the purchase and sale of shares, the Fund will utilize short, covered stock options and other derivatives on such ETFs. Cash will remain in a money market as a securitized asset. The Fund will not employ margin or borrowed money in its trading activities and will not engage in the short sale of individual securities. To achieve its investment objective, the Fund seeks to continuously grow income through the active trading of a portfolio of derivatives (including secured puts and calls) on publicly available ETFs, with the goal of progressively reducing cost basis and thereby enhancing the Fund's effective dividend yield. The Fund's primary objectives are to outperform the underlying ETFs and generate cash flow through the writing of secured puts and calls. There can be no assurance that these objectives will be achieved. (See "Risk Factors")

Further details regarding our intended Investment(s) are available upon request. We also may decide to not invest in any particular Investment(s). We may also allocate or concentrate our investment dollars disproportionately amongst one or more Investment(s) in our sole discretion. In any event, we will endeavor to keep Limited Partners fully apprised of the Fund's investment activities.

NOTICE: YOU ARE HEREBY ADVISED THAT THE FOREGOING DISCUSSION DOES NOT PURPORT TO BE COMPLETE. MORE DETAILED INFORMATION REGARDING THE INVESTMENT(S) AND THE FUND'S OBJECTIVES MAY BE OBTAINED UPON REQUEST AFTER SUBMITTING A SIGNED NON-DISCLOSURE / NON-CIRCUMVENTION AGREEMENT. AFTER READING THIS MEMORANDUM YOU AND YOUR ADVISORS ARE ALSO ENCOURAGED TO ASK QUESTIONS AND RECEIVE ANSWERS FROM OUR MANAGEMENT PRIOR TO MAKING AN INVESTMENT DECISION.

USE OF PROCEEDS

Estimated Use of Proceeds

Inasmuch as it is impossible to predict exact costs and the expenses necessary to supply the Investment(s) with working capital and manage the Fund's affairs, actual expenditures could vary substantially and materially from the following estimated use of proceeds (rounded): Capital Contributions of Limited Partners (1)(2) \$10,000,000 100.00%

Maximum Offering (3)(5)(6)

Use of Proceeds

Investment in Investment(s) (4) \$9,825,000 98.25% Operational and administrative costs (4) \$
175,000 1.75%

Total Proceeds (4)(6) \$10,000,000 100.00% FOOTNOTES TO TABLE:

- (1) No sales commissions shall be paid in connection with the sale of Units sold by principals or Affiliates of the Fund or our General Partner.
- (2) Net proceeds are calculated before deducting expenses associated with this Offering, such as legal, tax, accounting, overhead, printing, mailing and other out of pocket expenses.
- (3) No minimum number of Units need to be sold for the Offering to proceed. Funds will not be escrowed and will become immediately available to the Fund to proceed with its objectives.
- (4) At this stage, it is impossible to predict exact costs or amounts of capital that will be allocated or expended in the pursuit of our objectives. Actual expenditures will likely vary substantially and materially from these estimates. Also, since we are in the early stages of our business plan, it is not possible at this time to approximate with absolute certainty the amount that will be spent on certain items. Other costs, such as management fees, legal fees, administrative, printing and distribution costs, due diligence, brokerage fees, and marketing and sales commissions are examples of costs that will be fixed and not derived as a percentage of total funds raised as set forth above.
- (5) This Offering may be closed and withdrawn at any time without notice prior to reaching the Maximum Offering Amount in which case your subscription funds will be returned to you without interest or deduction.
- (6) This offering is expandable up to \$100,000,000 (the "Expanded Maximum") in the General Partner's sole discretion without notice.

DESCRIPTION OF PROPERTY

As of the date of this Memorandum, we own no property or Assets. We currently utilize the office space of our General Partner and/or its Affiliates.

MANAGEMENT

Abundance Asset Management LLC – General Partner

Abundance Asset Management LLC is a special purpose entity controlled and managed by Chris Perkins and Dylan J Clark and serves as the General Partner of the Fund.

Chris Perkins – Manager, Abundance Asset Management LLC

Mr. Perkins started his investment journey at 21 years old. He bought a failing restaurant and the real estate it was on. He was able to rebrand it into a successful steakhouse. After 5 years of success, Mr. Perkins bought another failing restaurant and the underlying real estate. After one year he was able to sell the second restaurant and retain the underlying real estate. In 2012, he exited the original restaurant business as well. This enabled him to travel

for 6 years. Mr. Perkins is now on a mission to create an investment vehicle that will impact lives for future generations.

Dylan Clark – CEO, Abundance Asset Management LLC

Dylan Clark is an accomplished finance professional with over 7 years of experience in the industry, who now serves as the CEO of Abundance Asset Management. With a strong track record in managing portfolios and investment construction, Dylan brings expertise and leadership to the field of finance. Throughout his career, Dylan has demonstrated a deep understanding of financial markets and a strategic approach to investment management. Having developed a passion for finance and investing at a young age, Dylan embarked on a journey that led to significant achievements. As an author, Dylan's comprehensive books and courses on various finance topics have gained recognition for his insights and practical applications. Dylan's expertise spans across personal finance, advanced macroeconomic concepts, and derivative investing, enabling him to navigate complex financial landscapes with confidence.

COMPENSATION

The General Partner will receive compensation in the form of an Asset Management Fee for administering and operating the Fund of 2% per annum; charged monthly in advance on a prorata basis provided however, that the Initial Limited Partners shall not be required to pay the Asset Management Fee on their accounts. Our General Partner shall be allocated the previously mentioned 2% per annum on the Limited Partners' aggregate Capital Contributions plus 20% of the Fund's distributions of profits, if any, provided the Limited Partners' Preferred Return has been paid. See "Compensation" and the Fund's Limited Partnership Agreement.

CONFLICTS OF INTEREST

Our Management may be subject to various conflicts of interest.

Relationships

Certain services to be provided to the Fund, such as legal, accounting, marketing or consulting services, may be performed by Affiliates or personnel of the Fund or related parties under Managing control. Also, such persons will collect due diligence, overhead and administrative fees and related costs in connection with managing Fund affairs, interfacing with the Investment(s), etc. We will strive to ensure that such services will be performed at rates believed to be comparable to rates charged by other independent non-affiliated companies for similar services. However, there is the possibility that if the Fund's investment in the Investment(s) does not perform well, our General Partner or their Affiliates, personnel or related parties may still realize a profit even though the Fund's Limited Partners do not.

Conflicts of interest for the above-referenced persons and others associated with the Fund may also arise. Such individuals, either directly or indirectly, may provide services to other related private investment companies and may engage in investing for their own account and the account of others. In addition, certain personnel of our General Partner and their Affiliates are presently engaged in business independent of the Fund and may conduct such activities with other companies or private partners. Such persons may also be involved with other companies and in other aspects of private capital formation and/or have family or other relationships between one another. All of these activities may result in conflicts of interest.

There are conflicts of interest inherent in the activities of the Fund. Our General Partner and/or their Affiliates or personnel may act in a similar capacity for other LLCs or partnerships involved in the investment market. Our General Partner or their Affiliates or personnel may manage other LLCs or partnerships and plan to own and operate other investment-related Investment(s) or projects on its own behalf and on behalf of others. Although we do not currently anticipate problems, any additional responsibilities taken on by our General Partner or their Affiliates or personnel may cause them to devote less time to the business of the Fund than is necessary or prudent.

Competition for Management Services

We believe our General Partner will have sufficient time and resources to discharge fully their responsibilities to the Fund and to other business activities in which it is or may become involved. We will not have independent management and will rely exclusively on our General Partner for the management and operation of the Fund. However, such persons presently are engaged in substantial other activities apart from the Fund. Accordingly, our General Partner initially will devote only so much of its time to the business of the Fund as is reasonably required in their judgment. Our General Partner and its Affiliates will have conflicts of interest in allocating management time, services and functions among the Fund and any other enterprise they have organized or may organize in the future, as well as among the Fund and other business ventures in which it or they are or may become involved.

Performance-based Compensation

Our General Partner's compensation is based upon the performance of the Fund's investments in the Investment(s) which may incentivize it to take greater risks with the Fund's capital than may be deemed warranted or prudent in the eyes of others or in a situation where such an incentive is absent. See "Compensation".

Legal Representation

Counsel to the Fund also may serve as legal counsel to our General Partner, Affiliates, advisors, service providers and consultants. In the event that any controversy arises following the termination of the Offering in which the interests of the Fund appear to be in conflict with those of our General Partner or its Affiliates or the Fund's consultants, service providers, advisors, it may be necessary to retain other counsel.

Non-Arm's Length Agreements

Certain agreements and arrangements, including those relating to compensation between and/or among our General Partner and the Fund, consultants, service providers, advisors and/or Affiliates, have been established solely by our General Partner and may not be the result of arm's length negotiations.

Partnership Representative

Pursuant to our Limited Partnership Agreement, our General Partner is designated as the “Partnership Representative” of the Fund and is authorized and empowered to act independently and exclusively on behalf of the Fund with respect to tax audits or tax litigation arising from or in connection with all “partnership items” within the meaning of the Code. Acting in such capacity, this person will be in a position to enter into agreements with the Internal Revenue Service pursuant to which the Partners’ tax liabilities will be affected. Accordingly, a conflict of interest may arise with respect to the Fund’s representation.

Loans by the General Partner to the Fund

The General Partner may loan funds to the Fund provided such loans are made at reasonable rates of interest.

Policies With Respect to Conflicts of Interest

Competition by Affiliates. Our General Partner and its Affiliates will be free to compete with the Fund including the right to acquire other interests that may compete with those held by the Fund now or in the future in addition to any business concerns that may compete directly or indirectly with those held by the Fund.

Transactions with Affiliates. We believe the terms on which the Fund's relationships are conducted with our General Partner, any of their Affiliates or Persons employed by the same, will be fair and reasonable and shall be on terms and conditions no less favorable to the Fund than can be obtained from independent third parties for comparable services in the same county in which the Fund is conducting business.

MANAGEMENT OF FUND AFFAIRS

Management of Fund business operations

The day-to-day affairs of the Fund will be controlled and directed by our General Partner (See "Management") pursuant to the Fund's Limited Partnership Agreement.

Control of the Fund

The Fund is controlled by the General Partner. Ultimate control over the business affairs, policies, and actions of the Fund resides solely with the General Partner. It is the duty of the Fund's General Partner to carry out the expressed purpose and objectives of the Fund, including coordination and communication with and between the Partners and the various tasks associated with being a General Partner of a limited partnership pursuant to our Limited Partnership Agreement. Our General Partner shall exercise its best efforts and ordinary and customary business judgment and practices in managing the affairs of the Fund. Our General Partner shall not be liable or obligated to the Partners for any mistake of fact or judgment made in operating the business of the Fund which results in any loss to the Fund or the Limited Partners and shall be indemnified therefrom. Our General Partner and/or its Affiliates do not in any way guarantee the return of any Limited Partner's capital or the return of a profit from the operations of the Fund, nor shall they be responsible to any Limited Partner because of a loss of capital contribution or a loss in operations or of Investment(s).

Subject to the specific provisions of the Fund's Limited Partnership Agreement (see the Exhibit section of this Memorandum), our General Partner shall have the power and authority to take such actions deemed necessary, appropriate, customary or convenient in regard to normal management activities and the conduct of the daily business operations and affairs of the Fund.

Books and records

The Fund shall endeavor to keep just and true books of account and all other Fund records at the principal place of business or in some other suitable location or in electronic format and shall make these books and records available to all Partners upon request provided reasonable notice is given. The books and records shall include, but shall not be limited to, the designation and identification of any Investment(s) in which the Fund owns a legal or beneficial interest, including any Investment(s) for which the title has been recorded or is maintained in the name of a Partner for the Fund's benefit. All Partners and their designated agents are specifically authorized to copy these records, in whole or in part, at their own expense.

We will endeavor to furnish to each Partner a report on the business operations of the Fund no less frequently than annually. The Fund shall furnish the Partners with any additional information reasonably necessary to complete their federal and state income tax forms, including statements of the net distributable income or loss to each Partner from the operations of the Fund. Any of the above duties and services shall be deemed an expense of the Fund.

Accounting

The Fund will retain accountants to provide each Partner with all information reasonably necessary to file their income tax return. An individual IRS Form K-1 will be issued to each Partner within a reasonable time after year-end.

Fund bank accounts

All funds of the Fund shall be deposited in its name in an account or accounts maintained at a national or state bank selected for convenience.

Reports to the Partners

The Fund will endeavor to furnish Partners with periodic status reports and updates as deemed necessary but not less frequently than annually. During special situations or periods of heightened activity, reports may be issued on a more frequent basis as appropriate. The Fund will endeavor to maintain records of operations and make them available to each Partner.

LEGAL PROCEEDINGS

As of the date of this Memorandum, we are not a party to any litigation or other legal proceedings. We may become parties to litigation in the normal course of business or may become subject to legal proceedings. To our knowledge, neither the Fund, our General Partner, the Investment(s) and/or certain Affiliates have been or are subject to investigation and/or regulation from federal and state government agencies. We are presently unaware of any active material legal proceedings, regulatory or otherwise, that may have an impact on our prospective activities.

DESCRIPTION OF UNITS

The following statements summarize your rights and privileges as a holder of Units. The following summary does not purport to be complete and is subject to the Delaware Limited Partnership Act, as amended (the "LP ACT"), and our Limited Partnership Agreement.

Units of Limited Partnership Interest

The Fund is a limited partnership organized under the LP Act. Each Unit offered hereby represents a Limited Partnership Interest in the Fund.

The Limited Partners will consist of the Initial Limited Partner until the admission of one or more Limited Partners to the Partnership whereupon the Initial Limited Partner's interest in the Partnership shall be withdrawn. Upon acceptance of your subscription for Units, you will be admitted as a Limited Partner of the Fund as provided in our Limited Partnership Agreement. As a Limited Partner, the LP Act provides that you are not personally liable for the debts of the Fund but are liable only to the extent of your investment in the Fund, and not more.

As a Limited Partner (i.e., a holder of Units of Limited Partnership Interest) you will have the right and obligation to share in a proportional part of the Fund's distributions, revenue, income, expenses, assets and liabilities in accordance with the Fund's Limited Partnership Agreement.

The General Partner intends to invest and reinvest the Fund's available capital, revenues and profits into Investment(s) and only make distributions at the end of the Term, or more frequently if possible in the sole discretion of the General Partner, less the General Partner's Asset Management Fee and less transaction costs, operational expenses, and other costs associated with the Fund's business, in accordance with our Limited Partnership Agreement as follows:

- 100% to the Limited Partners until they have realized the Preferred Return (as defined above) on their capital contributions to the Fund;
- Thereafter, any excess shall be distributed 80% to the Limited Partners and 20% to the General Partner.
- The “Loss Carryforward” provision as laid out in the (“Definitions”) will be applied in full to the distributions of the Limited Partners.

Limited Partners have no voting rights under the Limited Partnership Agreement, although they do have certain limited consent rights. For a more detailed treatment of the rights and duties of Limited Partners, please refer to the Fund’s Limited Partnership Agreement included in the exhibit section of this Memorandum.

Redemption of Units

In the General Partner’s sole discretion, the Fund may elect to redeem Units that have been held by a Limited Partner for at least 12 months or due to demonstrated hardship. In the case of any redemption of Units prior to the Lock-up Period, an “Early Redemption Penalty” equal to 30% of the Subscription price shall be charged and assessed to the Limited Partner’s Units unless waived or reduced by the General Partner in their sole discretion. Notwithstanding this policy, Units may be redeemed on any terms as may be deemed mutually acceptable between the Limited Partner and the General Partner. The Fund also may redeem the Units of any investor at any time to ensure compliance with securities laws or for any or no reason. Under no circumstances will any redemptions be possible if the VIX (CBOE Volatility index) is showing a value of 30 or greater. The effective date of a Limited Partner’s subscription shall be deemed to be the first day of the month following the date of subscription. In the event of ordinary redemptions after the twelve-month lockup period, such redemptions may be made only on the last business day of a calendar month and shall require 90-days advance notice from the effective date of the redeeming Limited Partner’s subscription. In the event of a full redemption after the twelve-month lockup period, the General Partner shall withhold from redemption 10% of the value of the redeeming Limited account as an audit holdback to enable the General Partner to properly calculate the value of the Limited Partner’s account. The audit holdback shall be released to the Limited Partner within 90 days from end of Company’s fiscal year.

Restrictions on Transfer

The Units being offered hereby are considered “Restricted Securities” as that term is defined under state and federal securities laws. The Securities Act of 1933, as amended, provides that all securities must be registered with the SEC before they may be offered or sold, or such offer and sale must be exempt from registration. Accordingly, certificates of interest in the Fund, if issued, will bear a restrictive legend.

The Offering described in this Memorandum will be made by the Fund only to “accredited Investors” (“you”, “your”, or the Unit “Subscriber(s)”) in reliance upon exemptions from registration provided by Sections 4(a)(2), 4(a)(5) and/or Rule 506(c) of Regulation D of the Securities Act of 1933, as amended (the “Act”), and/or applicable state law. Accordingly, no registration statement aside from Form D will be filed with the SEC or with any state regulatory authority.

Except where registered or otherwise exempt, securities acquired in transactions under Regulation D cannot be re-sold until they have “come to rest” for a period of time with the Investor. Accordingly, the Units you purchase in the Fund will be deemed “Restricted Securities” and cannot be resold by you unless they are registered or are otherwise exempt from registration. We have no current plans to register the Units offered in this private placement.

FUND ORGANIZATION & STRUCTURE

ABUNDANCE ASSET MANAGEMENT LP, a Delaware limited partnership (“we”, “our”, us”, or the “Fund”) is a private investment company formed to buy, sell, and/or otherwise trade in options and futures contracts (the “Options Contracts” and/or the “Assets” and each an “Asset”) quoted on the public equity securities markets (e.g., NYSE, NASDAQ, etc.). We expect to write short-term investment contracts, including put and call options (naked and covered) on publicly traded securities. We will attempt to execute a consistent program of implementing this methodology to maximize option premium and other investment income for the Fund while at the same time minimizing the downside risk of loss of contributed capital to the extent possible. There can be no assurance these objectives will be achieved. (See “Risk Factors”).

A limited number of Limited Partners will be admitted into the Fund, regardless of the number of Units purchased. The Fund is organized so as not to be deemed an “investment company” as that term is defined under the Investment Company Act of 1940 (the “1940 Act”). Specifically, the Fund is structured so as to be excluded from the definition of “investment company” pursuant to Section 3(c)(1) and/or 3(c)(7) exemptions of the 1940 Act.

The Fund will place its Units only with “accredited Investors” (“you”, “your”, or the Unit “Subscriber(s)”) in reliance upon exemptions from registration provided by Sections 4(a)(2), 4(a)(5) and/or Rule 506(c) of Regulation D of the Securities Act of 1933, as amended (the “Act”), and/or applicable state law

Fund Sharing Arrangement

The General Partner intends to invest and reinvest the Fund’s available capital, revenues and profits into Investment(s) and only make distributions at the end of the Term, less the General Partner’s Asset Management Fee and less transaction costs, operational expenses, and other costs associated with the Fund’s business, in accordance with our Limited Partnership Agreement as follows:

- 100% to the Limited Partners until they have realized the Preferred Return (as defined above) on their capital contributions to the Fund;
- Thereafter, any excess shall be distributed 80% to the Limited Partners and 20% to the General Partner.
- The “Loss Carryforward” provision as laid out in the (“Definitions”) will be applied in full to the distributions of the Limited Partners.

TRANSFERS OF INTEREST

Restrictions on transfers

Except as otherwise provided in the Fund’s Limited Partnership Agreement, no Partner may sell, assign, transfer, encumber or otherwise dispose of their Units or any interest in the Fund without the express prior written consent of the Fund, and no Partner shall pass title to said interest in the absence of such consent. Any such prohibited transfer, if made, shall be void and without force or effect, and any attempt by any Partner to dispose of his interest in violation of this prohibition shall constitute a material breach of the Fund’s Limited Partnership Agreement.

PLAN OF UNIT DISTRIBUTION

We are offering for sale up to 200 Units of Limited Partnership Interest at USD \$50,000 per Unit, aggregating USD \$10,000,000.⁵

No minimum number of Units must be subscribed prior to the Fund's utilization of any proceeds. Your subscription funds will be deposited into a Fund-controlled bank account. Such funds shall become immediately available for use by the Fund to implement our objectives as described herein.

This Offering will begin on the date on the cover page of this Memorandum and will continue for 360 days, unless extended in the Fund's sole discretion. The Fund may extend the closing of the Offering as it deems prudent until all of the Units are sold or until the Offering is terminated or until the number of investors in the Fund reaches a limit of our choosing (in no case more than 99 persons).

The minimum investment is 1 Unit (USD \$50,000). However, the Fund may accept subscriptions of a fewer number of Units in the sole discretion of the General Partner.

The Units are available only to accredited investors who meet the verification criteria set forth in this Memorandum (See "Who May Invest"). This Offering is not available, nor will it be offered, to the public.

We reserve the right to reject any subscription in its entirety for any or no reason and/or to accept any subscription in whole or in part. If your subscription is rejected, your funds will be returned to you without interest earned, without deduction for expenses.

Within fifteen (15) days of receiving your paperwork and your funds, we will send you written confirmation. This will notify you of the extent, if any, to which your subscription has been accepted by the Fund.

TAX DISCUSSION

The following discussion summarizes what we believe to be the significant federal income tax considerations in connection with an investment in the Fund by individuals who are United States citizens or resident aliens. It is not feasible to comment on all of the federal, state, and local income tax consequences resulting from the organization of the Fund and the conduct of their contemplated operations.

TAX CONSEQUENCES CAN VARY SIGNIFICANTLY WITH THE PARTICULAR SITUATION OF EACH INVESTOR. MOREOVER, THE RELEVANT TAX PROVISIONS ARE COMPLEX AND SUBJECT TO CHANGE. EACH PROSPECTIVE LIMITED PARTNER SHOULD CONSULT SUCH INVESTOR'S OWN TAX ADVISORS TO DETERMINE THE INCOME AND OTHER TAX CONSEQUENCES TO SUCH INVESTOR OF AN INVESTMENT IN THE FUND.

While we believe this discussion addresses the significant federal income tax aspects of an investment in the Fund, it is by no means complete. We have not sought an opinion of tax counsel on these items. Neither our General Partner, their Affiliates, counsel or tax advisors have rendered an opinion regarding the outcome of any of the following tax-related issues.

This discussion is based on the relevant provisions of the Internal Revenue Code of 1986, as amended (the "Code"), and on the applicable Treasury regulations thereunder (including proposed regulations), administrative rulings and procedures and judicial decisions. There is no assurance that the present federal income tax laws or regulations affecting the Fund and its proposed operations will not be changed by new legislation or regulations that could affect Limited Partners adversely or that the IRS will agree with the interpretation of the current federal income tax laws and regulations summarized below.

⁵ This offering is expandable up to \$100,000,000 (the "Expanded Maximum") in the General Partner's sole discretion without notice.

REGARDING THE DISCUSSION BELOW REGARDING POSSIBLE TAX ADVANTAGES, IF ANY, THAT MAY BE REALIZED DEPENDING ON THE SPECIFIC ACTIVITIES UNDERTAKEN BY THE FUND, PLEASE BEAR IN MIND **THIS IS NOT A TAX SHELTER**. DEPENDING ON YOUR INDIVIDUAL SITUATION, YOU MAY OR MAY NOT QUALIFY FOR SUCH TAX ADVANTAGES. CONSEQUENTLY, THE DISCUSSION BELOW SHOULD NOT BE CONSTRUED AS TAX ADVICE. YOU SHOULD CONSULT WITH YOUR OWN TAX ADVISORS TO DETERMINE THE EFFECT AN INVESTMENT IN THE FUND WILL HAVE ON YOUR OWN INDIVIDUAL TAX SITUATION.

The following discussion contains a summary of the tax aspects considered by us to be of material interest to prospective Partners of Units in the Fund. This summary is directed primarily to individual taxpayers who are citizens of the United States and does not discuss income tax consequences peculiar to nonresident alien individuals, foreign corporations, insurance companies, banking institutions, regulated investment companies, real estate investment trusts, exempt organizations or other persons or entities to which special rules apply by virtue of the nature of their specific form or activities. The Federal tax considerations discussed below are necessarily general and may vary depending upon individual circumstances.

Substantial Federal income tax risks are associated with the intended business of the Fund, which affect the advisability of investing in the Fund. Risk results, at least in part, from uncertainties as to the application of provisions in the Internal Revenue Code of 1986 as amended (the "Code"). In addition, many of the provisions of the Code and subsequent acts are complex, unclear or both, while still others leave to the Treasury Department, through the issuance of Regulations, the implementation of Congressional intent. Furthermore, the resolution of certain material tax issues are largely dependent upon questions of fact upon which counsel cannot opine.

No rulings have been sought from the Internal Revenue Service ("IRS") with respect to any of the tax matters described in this Memorandum. Each prospective Limited Partner should consult his tax advisor as to the relevant tax considerations, how those considerations may affect his investment, and whether participation in the Fund is a suitable investment. There is no assurance that the intended tax benefits of this Offering will, in fact, be realized, nor is there any assurance that any one or more of the considerations otherwise relevant to the investment will not be adversely affected by subsequent legislation or other legal authority. Tax benefits, if any, resulting from ownership of our Units are limited and are unintended. Such benefits as afforded under the Code are, in some respects, uncertain in their application and availability with respect to specific transactions by the Fund. There can be no assurance that some or all of the deductions claimed by the Fund may not be challenged by the IRS. Disallowance of deductions would adversely affect the Limited Partners involved. The extent to which any individual Limited Partner may realize tax savings because of deductions from Program activities will vary according to their personal tax situation.

IT IS EMPHASIZED THAT PROSPECTIVE LIMITED PARTNERS ARE NOT TO CONSTRUE ANY OF THE CONTENTS OF THIS MEMORANDUM AS TAX ADVICE AND ARE URGED TO CONSULT THEIR TAX ADVISORS CONCERNING THE TAX ASPECTS RELATING TO AN INVESTMENT IN THE FUND.

THIS DISCUSSION ASSUMES THAT EACH LIMITED PARTNER PURCHASES UNITS TO MAKE A PROFIT, ASIDE FROM ANY TAX BENEFITS THE LIMITED PARTNER MIGHT REALIZE. EXCEPT AS OTHERWISE EXPRESSLY STATED HEREIN, NEITHER THE FUND, ITS GENERAL PARTNER, COUNSEL, OR OTHER AFFILIATES HAS RENDERED AN OPINION AS TO THE ACTUAL OR INTENDED TAX CONSEQUENCES OF PARTICIPATION FOR ANY LIMITED PARTNER.

Additional facts or circumstances applicable to any particular Limited Partner may give rise to federal income tax consequences not addressed in this discussion. Investment in the Fund may also have state and local tax consequences, which are also not addressed in this discussion. State and local taxes could include ad valorem taxes, estate taxes, income taxes, inheritance taxes, production taxes, sales taxes and severance taxes.

The federal income tax consequences of an investment in the Fund, and the ramifications of those consequences to the Limited Partners, will in some instances, depend upon determinations of fact according to interpretations of

provisions of federal income tax law. When making these determinations and interpretations, our General Partner intends to act in the best interest of the Fund. We intend to consult, when appropriate, legal counsel or other professional tax advisors on these types of matters.

The Service has announced that it is paying increased attention to the proper application of the tax laws to partnerships and LLCs. An audit of the Fund's information returns may precipitate an audit of the individual income tax returns of each of the Limited Partners. Prospective Limited Partners should also be aware that, if the IRS proposes to adjust any items of income, gain, deduction, loss or credit reported on the Fund's information return, corresponding adjustments would be proposed with respect to the individual income tax returns of the Limited Partners. Further, any such audit might result in the IRS making adjustments to items of non-Fund income or loss. Moreover, even if the IRS is unsuccessful in its challenge, the Limited Partners should recognize that they might incur substantial legal and accounting costs in defending a challenge by the IRS.

It is not feasible to present in this Memorandum a detailed explanation of partnership tax treatment or the resulting tax consequences to Partners. Each prospective Limited Partner is strongly urged to consult his own tax advisor, attorney or accountant with specific reference to his own tax situation in order to be satisfied as to the tax consequences of an investment in the Fund.

Prospective Changes to Tax Laws

The following discussion is based upon existing provisions of the Code, Treasury Regulations thereunder, current IRS published rulings and existing court decisions, any of which could be changed at any time. Any such changes may or may not be retroactive with respect to transactions prior to the date of such changes and could significantly modify the statements and opinions expressed herein.

In addition to current law, Limited Partners should evaluate the impact pending and proposed legislation may have on the tax treatment of Fund activities. Furthermore, tax law as it applies to the Fund is continually evolving through ongoing administrative and judicial interpretations of the Code. Accordingly, a Limited Partner's evaluation of tax implications should include a specific review of recent and likely changes in the applicable laws. As previously noted, Limited Partners should be advised that future changes in the law, or in the interpretation of the law, might substantially change the taxability of Fund activities.

The IRS has recently issued regulations to simplify the rules relating to classification of unincorporated businesses and other entities. Generally, the IRS will allow taxpayers to affirmatively elect to treat certain unincorporated domestic organizations as either partnerships or associations taxed as corporations for federal tax purposes.

Taxable Income

Revenue received from our Units will constitute taxable income, fully taxable to the Limited Partners, reduced only by the amount of deductions properly allocable to them. As a result, the Limited Partners may have little or no basis so that a sale or disposition thereof could produce a gain to the full extent of the amount realized. Each Limited Partner would recognize such gain to the extent of their distributive share of the income from sale or distribution. As a result of the recapture rules, a substantial portion of the gain resulting from the sale or other disposition of property or from the sale or disposition of a Partnership Interest may be ordinary income.

Classification of the Fund

Under IRS regulations, we expect the Fund will be classified as a partnership and not as an association taxable as a corporation for federal income tax purposes. If the Fund were treated as a corporation for federal income tax purposes, there would be potentially adverse consequences to the Partners unless the Fund elected, and was qualified, to be treated as a regulated investment company ("RIC"). Such adverse consequences would include the following: (i) a Partner's share of the income, gain, losses, deductions, and tax credits of the Fund would not be includable in that Partner's federal income tax return; (ii) any income or gain of the Fund would be subject to federal income tax at the rates applicable to corporations; and (iii) distributions by the Fund to the Partners, other than liquidating distributions, would generally constitute income to the extent of the current or accumulated earnings and profits of the Fund. Distributions reclassified as dividends would be taxed as income to the Partners and the payment would not be deductible by the Fund in computing its taxable income.

Publicly Traded Partnerships

Under the Revenue Act of 1987, certain publicly traded partnerships will be treated as corporations for federal income tax purposes. Since the Fund will be treated as a partnership for federal income tax purposes, this provision is not applicable to us. A "publicly traded partnership" is defined as "any partnership if . . . (1) interests in such partnership are traded on an established securities market, or (2) interests in such partnership are readily tradable on a secondary market (or the substantial equivalent thereof)." The Units do not and are not intended to trade on an established securities market.

Under IRS Regulations, interests in a partnership are considered to be readily tradable on a secondary market or the substantial equivalent thereof if:

- (i) interests in the partnership are regularly quoted by any person, such as a broker or dealer, making a market in the interests;
- (ii) any person regularly makes available to the public (including customers or Subscribers) bid or offer quotes with respect to interests in the partnership and stands ready to effect buy or sell transactions at the quoted prices for itself or on behalf of others;
- (iii) the holder of an interest in the partnership has a readily available, regular and ongoing opportunity to sell or exchange the interest through a public means of obtaining or providing information of offers to buy, sell, or exchange interests in the partnership; or
- (iv) prospective buyers and sellers otherwise have the opportunity to buy, sell or exchange interests in the partnership in a time frame and with the regularity and continuity that is comparable to that described in the other provisions of this paragraph.

We will not allow any transfer of Units that, in the opinion of counsel, will cause the Units to be treated as readily tradable on such market without the consent of a majority of the Limited Partners. If the Units were in the future to become readily tradable as defined above, or in subsequent Regulations, rulings or other relevant authority, the Fund could for this reason become taxable as a corporation for federal income tax purposes.

Federal Income Taxation of the Fund and Partners Generally

Under present law, a limited partnership which is treated for federal income tax purposes as a partnership incurs no federal income tax liability. Instead, each Partner is required to report on such Partner's federal income tax return, such Partner's distributive share of his or her Fund's income, gains, losses, deductions and credits for the taxable year of the Fund ending with or within such Partner's taxable year, without regard to any Fund distributions. It is possible that a Partner could recognize income from Fund operations but not receive any cash distributions from the Fund to pay the tax with respect to that income. The receipt of a cash distribution from the Fund by a Partner results in the recognition

of gain to the Partner only to the extent the cash distributed exceeds the Partner's adjusted tax basis for that Partner's interest in the Fund.

Allocations of Profit and Loss

A Partner's distributive share of Fund income, gain, deduction, loss, or credit for federal income tax purposes generally is determined in accordance with the provisions of the Fund's Limited Partnership Agreement; however, if an allocation in the Limited Partnership Agreement does not have "substantial economic effect" under Code Section 704, the IRS can reallocate the items "in accordance with the Partner's interest in the Fund (determined by taking into account all facts and circumstances)."

The regulations under Code Section 704 provide three ways in which an allocation contained in the Limited Partnership Agreement will be respected for federal income tax purposes: first, if the allocation has substantial economic effect as specifically determined under the Section 704 regulations; second, if, taking into account all facts and circumstances, the allocation is in accordance with the Partner's interest in the Fund; and third, if the allocation is deemed to be in accordance with the Partner's interest in the Fund under certain special rules.

In general, an allocation of income, gain, loss, or deduction (or item thereof) to a Partner will have economic effect under the regulations if, and only if, (i) the allocation is reflected in that Partner's capital account, which capital account is maintained in accordance with the regulations; (ii) liquidation proceeds are, throughout the term of the Fund, to be distributed in accordance with the Partners' positive capital account balances; and (iii) any Partner with a deficit in that Partner's capital account following the liquidation of that Partner's interest is required to restore the amount of the deficit to the Fund by the later of the end of the taxable year of the liquidation or 90 days after the liquidation. Where an investor has no obligation to restore a deficit in that Partner's capital account, an allocation will still be considered to have economic effect if the Fund's Limited Partnership Agreement contains a so-called "qualified income offset" and the allocation does not cause or increase a deficit balance in such Partner's capital account.

In order for the economic effect of an allocation to be considered substantial, the regulations require that the allocation must have a reasonable possibility of substantially affecting the dollar amounts to be received by the Partners, independent of tax consequences. In applying the substantiality test, tax consequences that result from the interaction of the allocation with such Partner's tax attributes that are unrelated to the Fund must be taken into account.

Under the Limited Partnership Agreement, allocations are reflected by appropriate adjustments to the Partners' capital accounts, and liquidation proceeds are distributed in accordance with the Partners' positive capital account balances. The Limited Partnership Agreement requires the restoration of negative capital accounts by the Fund upon liquidation. Although the Partners are not obligated to restore any deficit capital account balance on liquidation, the Limited Partnership Agreement contains a "qualified income offset" provision as required by the regulations. In addition, it would appear that the allocations under the Limited Partnership Agreement affect the dollar amounts to be received by the Partners, independent of tax consequences. Allocations made pursuant to the Limited Partnership Agreement should be respected for federal income tax purposes. If the IRS were successful in contending that any Fund allocations should not be respected for federal income tax purposes, such a determination could result in reallocation between the Fund and the Partners of a part of the Fund's income, gains, losses, deductions, and credits in a manner that could have an adverse effect on the Partners.

Potential Deductions

Depreciation. The costs of acquiring tangible property will be capitalized and recovered through the deduction for cost recovery. The depreciation method currently in effect is the Modified Accelerated Cost Recovery System (MACRS). Where tangible property is physically and irrevocably abandoned, loss will be recognized in the year of abandonment measured by the amount of the adjusted basis of the property at the time of the abandonment. In general, such loss

would be treated as an ordinary loss. MACRS classifies tangible personal property into numerous groups. In general, most of the tangible property will qualify as “five or seven year property,” the cost of which should be recoverable through deductions over a five or seven year period commencing with the year the property is placed in service. Depreciation deductions allowable with respect to equipment may be subject to recapture as ordinary income upon disposition of the property or upon the disposition by a Limited Partner of a Unit in the Fund.

Election to Expense Certain Depreciable Business Assets. Code Section 179 allows an expense deduction to taxpayers (other than trusts, estates, or certain non-corporate lessors) who elect to treat the cost of certain qualifying property as an expense rather than a capital expenditure. No depreciation deduction is allowed regarding such costs. An annual dollar limitation applies on the aggregate costs that may be expensed under Code Section 179. However, Code Section 179 deductions are limited, in each year, to the aggregate amount of taxable income of the taxpayer from the trade or business. Code Section 179 deductions are also phased out for taxpayers who place in service in excess of \$200,000 worth of property in a year. Unused losses may be carried over to succeeding taxable years.

Restrictions on Passive Losses. Revisions to the federal tax laws in recent years were enacted to reduce investment in “tax shelters.” I.R.C. §469 provides that certain taxpayers may not currently deduct net losses from passive investments. The statute creates three Classes of income and loss - “passive,” “active” and “portfolio” - and provides that passive losses can be applied to offset passive income, but not active or portfolio income. For this purpose, the term “passive activity” means any activity involving the conduct of a trade or business in which the taxpayer in question does not materially participate and includes the interests of Limited Partners in the Fund. Portfolio income is investment income, such as interest, dividends, and royalties. Active income or loss is income or loss, which does not fall into either of the other categories. The effect of these rules is to prohibit the use of passive losses to shelter income from salaries, investments, and other non-passive sources, and thus to reduce the economic value of such losses. The term “passive activity” does not include any interest in an enterprise which the taxpayer in question holds either directly or through an entity which does not limit liability with respect to the interest, regardless of whether the taxpayer materially participates.

Organization Expenses. Expenses have been and will be incurred in organizing the Fund and in issuing and marketing the Units. In general, such organization costs must be capitalized by the Fund. Organization fees are amortized and deducted. Organization expenses are expenses that (i) are incident to the creation of the Fund, (ii) are chargeable to the capital account and (iii) are of a character which, if expended incident to the creation of a limited partnership having an ascertainable life, would be amortized over such life. Such organization expenses are amortized over a period of not less than 60 months. Any syndication fees (fees incurred to promote or sell interests in the Fund) which are incurred by the Fund are not deductible and are not subject to the 60-month write-off. Treasury Regulation § 1-709-2(b) takes the position that syndication expenses include tax advice pertaining to the adequacy of the disclosure in a private placement memorandum for securities law purposes as well as accounting fees for preparation of representations to be included in Offering materials. The Fund intends to amortize or currently deduct when paid certain legal and accounting fees. Although the Fund will seek to deduct all items at such time and over such periods which conform to the Code, the allowance and timing of such deductions by the IRS is predicated upon the factual circumstances as they relate to the applicable provisions of the Code.

Operating Expenses and Administrative Costs. Amounts paid for operating are deductible as ordinary and necessary business expenses. Ordinary and necessary business expenses such as general and administrative costs will generally qualify for deduction in the year paid to the extent such expenditures do not result in the creation of Assets having useful lives in excess of one year.

Management Interests, Fees, and Certain Other Expenses. We believe the fees and expenses to be paid to our General Partner are reasonable in view of the services to be rendered. Nonetheless, the IRS may take the position that the fees are unreasonable in amount. If the tax return is audited by the IRS, it is possible that various fee expense in the current year could be disallowed unless such persons can provide records of services rendered for payment of such

fees which prove that such fees were reasonable in amount and paid for services rendered in the current year which were not capital or amortizable in nature.

Investment Interest. Section 163(d) of the Code limits the amount of an individual's deduction for investment interest to the amount of net investment income. Investment interest is interest paid or accrued on indebtedness incurred or continued to purchase or carry property held for investment. Property held for investment includes an interest in a trade or business in which the taxpayer does not materially participate and which is not a passive activity. The amount of disallowed investment interest for any taxable year is treated as investment interest paid or accrued in the succeeding taxable year. Interest on a loan incurred to purchase or carry an investment in the Fund will constitute investment interest subject to the limitation on its deductibility. The deductibility, by a Limited Partner, of interest could be adversely affected if a Limited Partner owns tax exempt bonds, since the incurring of the debt may be construed to be for the purpose of acquiring or continuing to carry the tax-exempt bonds under Code Section 265(2). The IRS has issued temporary and proposed regulations that require actual tracing of funds in order to determine if borrowed funds are used to purchase any property held for investment.

Limitations on Fund Deductions

Adjusted Basis. A Partner is entitled to deduct on that Partner's federal income tax return his or her distributive share of Fund losses, but not in excess of the Partner's adjusted basis for his or her interest in the Fund (and subject to the other loss limitations discussed below). The adjusted basis in a Partner's Partnership Interest in the Fund is equal to the amount of cash and the adjusted basis of any property net of liabilities which that Partner contributed to the Fund, decreased (but not below zero) by distributions to the Partner from the Fund (including constructive cash distributions resulting from a decrease in the Partner's share of Fund liabilities), decreased by the Partner's distributive share of Fund losses, and increased by that Partner's distributive share of Fund taxable income.

If a Partner's distributive share of Fund losses for any Fund taxable year exceeds the adjusted basis in the Partner's Fund interest at the end of that taxable year, such excess may not be deducted at that time but may be carried over and deducted in any later year if, and to the extent, the adjusted basis in the Partner's Fund interest at the end of the later taxable year otherwise exceeds zero (and subject to the other loss limitations discussed below).

Passive Losses. Code Section 469 provides, in part, that losses from trade or business and related activities in which the taxpayer does not materially participate -- so-called "passive losses" -- are deductible only up to the aggregate income generated by those types of activities -- so-called "passive income." Losses allocated to the Partners that are attributable to trade or business expenses or losses of the Fund may constitute passive losses. These losses will not be available to offset a Partner's income from wages, portfolio investments (including interest on the Fund's un-invested funds), or active trade or business activities in which such Partner materially participates. Unused passive losses of a Partner can be carried over to offset passive income received in future years. In addition, upon a fully taxable disposition of a taxpayer's entire interest in a passive activity to an unrelated party, the amount of any deferred losses will be allowed against income that is not from a passive activity, after first being applied to passive income in the year of disposition. See, however, the "**Capital Loss**" rules discussed below.

Gain or loss from the sale or disposition of equity investments held by the Fund likely will not constitute passive income or loss; thus, gain, if any, may not be offset by a Partner's prior or current passive losses. Instead, such gain or loss likely will be considered attributable to property held for investment.

Capital Losses. Capital losses of individuals are deductible only against capital gains, plus \$3,000 of other income in any one taxable year, although the excess capital losses may be carried forward indefinitely.

Non-Trade or Business Expenses. Expenses incurred in connection with an investment that is not considered a trade or business are deductible by individuals, if at all, under Code Section 212. Under Code Section 67, Code Section 212 expenses are deductible by an individual Partner only to the extent such deductions (along with other so-called

“miscellaneous itemized deductions”) exceed a percentage of such Partner’s adjusted gross income. The Fund expenses (including fees) passed through to the Partners would be subject to this limitation if they were considered not to be incurred in a trade or business.

Investment Interest Expense. Code Section 163(d) generally limits the amount of investment interest (i.e., interest incurred to purchase or carry property held for investment) that a non-corporate taxpayer can deduct. The deduction is limited to the amount of such taxpayer’s investment income. However, the investment interest deduction is not a miscellaneous itemized deduction under Code Section 67, and thus, is not subject to the limitation that it exceeds a percentage of a taxpayer’s adjusted gross income in order to be deductible. Investment interest that cannot be deducted for federal income tax purposes for any year because of the foregoing limitation may, subject to further limitations, be carried over and treated as investment interest paid in succeeding taxable years.

It should be anticipated that interest paid by the Fund on any borrowings, as well as any interest paid by a Partner on borrowings incurred to purchase Units, will be considered “investment interest.” Any investment income from the Fund passed through to the Partners would increase the amount of investment interest that each Partner would be able to deduct.

The foregoing rules will not apply to the extent losses from the Fund constitute “passive losses” as described above. In such case, interest expense (either of the Fund or of a Partner) attributable to the passive activity in question will be treated as a passive activity deduction and not as investment interest.

Capital Costs

Tangible Costs. The costs of acquiring tangible personal property may be capitalized and recovered through deductions for depreciation (see prior “Depreciation” section).

Acquisition Costs. Acquisition costs must be capitalized.

Basis and “At Risk” Rules

Basis. A Partner’s basis in their Partnership Interest is used to determine the gain or loss to a Partner on the disposition of an interest and to determine whether a gain is recognized when cash is distributed from the Fund. Furthermore, a Partner may only deduct their share of Fund losses to the extent of adjusted basis in their Partnership Interest. Generally, each Limited Partner’s beginning basis will equal the sum of (i) their initial contributions to capital and (ii) their proportionate share of Fund liabilities. Each Limited Partner’s basis in the Units will be increased by the allocable share of Fund income, depletion deductions claimed in excess of the basis, any subsequent capital contributions, and increases in their proportionate share of Fund liabilities. A Limited Partner’s basis in the Fund will be decreased (but not below zero) by their share of losses, Partner distributions, and depletion deductions claimed with respect to such Partnership Interest. A decrease in a Limited Partner’s share of liabilities is treated for tax purposes as a distribution of cash to the Limited Partner even though no cash was actually received. Such a decrease will occur, for example through amortization or other discharge of liabilities, reduction of the Limited Partner’s share of liability resulting from the sale of or foreclosure on property subject to debt, or upon the sale or other disposition of the Asset.

“At-Risk” Limitations. Section 465 of the Code provides that, with respect to an activity, the amount of any losses (otherwise allowable for the year in question) which may be deducted by individuals, Subchapter S corporations, or “closely held corporations” (i.e., one in which five or fewer individuals own, with the application of constructive ownership rules, more than 50% of the outstanding equity) cannot exceed the aggregate amount with respect to which such taxpayer is “at risk” in such activity at the close of the tax year. The amount of loss that an investor can deduct is limited to his amount “at risk.” A taxpayer is generally to be considered “at risk” with respect to an activity to the extent of cash, and the adjusted basis of other property contributed to the activity with respect to which the taxpayer has personal liability for payment from its personal Assets. However, if the taxpayer borrows money to

contribute to the activity and the lender's only recourse is either the taxpayer's interests in the activity or property used in the activity, the amount of the proceeds of the borrowing are to be considered amounts financed on a non-recourse basis which do not increase the taxpayer's amount "at risk". A taxpayer will not be considered to be "at risk", even as to the equity capital which such taxpayer has contributed to the activity, to the extent that the taxpayer is protected against economic loss of all or part of such capital by reason of an agreement or arrangement (guaranties, stop loss agreements or other similar arrangements) for compensation or reimbursement of any loss which the taxpayer may suffer. Any Limited Partner who borrows the cash contributed to the Fund or who has other similar arrangements with respect to the interest should consult a tax advisor as to the application of the "at risk" limitation. A Limited Partner's amount "at risk" will be increased by his distributive share of any Fund taxable income and the excess of percentage depletion deductions allowed to the Limited Partner over his basis for the depletable property; and decreased (but not below zero) by distributions from the Fund, by his share of allowable Fund losses, by his share of non-deductible Fund expenditures which are not capital expenditures, and by the amount of the Limited Partners deduction for depletion. The amount of any loss that is not allowable in a taxable year can be carried over to succeeding taxable years and deducted if and to the extent a Limited Partner becomes "at risk," provided the Limited Partner has sufficient tax basis. A Limited Partner's "at risk" amount would be reduced by that portion of the loss which then becomes allowable as a deduction in succeeding taxable years. If a Limited Partner receives distributions which exceed his "at risk" amount, or if his "at risk" amount is for any reason reduced below zero, losses previously claimed by the Limited Partner from the activity will be "recaptured" and will be taxable to the Limited Partner to the extent of such excess distributions or to the extent that his "at risk" amount is reduced below zero.

Sale or Other Disposition of Assets

Upon the sale or other disposition of any Assets the Fund will realize gain or loss equal to the difference between the Fund's basis for such Asset at the time of the disposition and the amount realized by the Fund. The basis of the Asset, at a given point in time, is determined by subtracting cost recovery or depletion deductions from the capitalized costs of the Asset. However, percentage depletion deductions cannot reduce basis below zero. The amount of the proceeds from the sale or other disposition of any Asset will be the sum of (i) money realized, (ii) the fair market value of any property received other than money, and (iii) the unpaid amount, if any, of any indebtedness allocable to such Asset (which will be treated as consideration as though there had been a cash payment to the Fund in a like amount).

Gains and losses from sales of investments held for the requisite holding period and not held primarily for sale to customers would be, (except to the extent of depreciation recapture for equipment and recapture of Intangible Costs and depletion), gains and losses described in Section 1231 of the Code, resulting from the sale or exchange of real or depreciable property used in a trade or business. A Limited Partner's net Section 1231 gain will be treated as a long-term capital gain while a net loss will be an ordinary deduction from gross income. However, if the Limited Partner has claimed Section 1231 losses in any of the five most recent preceding tax years, such Limited Partner must recapture as ordinary income the current year Section 1231 gains to the extent of such previously unrecaptured losses. The holding period for Section 1231 gains is twelve months.

Under Section 613A(c)(7)(D) of the Code, the Fund is required to allocate to each Partner their proportionate share of the adjusted basis of the Fund's Units. Accordingly, each Partner is required to separately keep records of their share of the adjusted basis in the Units of the Fund, adjusted for any depletion taken and use such adjusted basis in the computation of gain or loss on the disposition of such. Under Proposed Treasury Regulations, a Partner's share of the adjusted basis in the Units must be determined in accordance with their interest in the Fund's capital. However, a Partner's share of the adjusted basis shall be in accordance with their interest in Fund income if the Fund agreement so provides, unless either written provisions have been made for the share of any Partner in Fund income to be reduced for any purpose other than merely to reflect the admission of a new Partner or at the time of allocation any Partner expects their income interest to be reduced pursuant to an understanding with another Partner or Partners. Accordingly, a Partner will be deemed to have a basis in certain Assets equal to their pro rata share of the Fund's basis in such Assets.

The proposed Treasury Regulations under Code Section 613A indicate that upon the disposition of the Fund Units, the amount realized is to be allocated to the Partners, who will then subtract their individual basis to determine individual gain or loss. These Proposed Treasury Regulations are unclear as to how the allocation of amounts realized is to be made, and as to how the recapture rules of Section 1254 are to apply, although the effect of the Fund's Limited Partnership Agreement is that recapture income will be allocated pro rata to the Partners to whom the deductions which gave rise to the recapture were allocated. In the absence of any specific Regulation or ruling interpreting how Section 613A(c)(7)(D) of the Code will be applied to allocation systems such as those employed by the Fund. We cannot predict how a court would resolve the application of Section 613A(c)(7)(D) of the code to the allocations provided in the Limited Partnership Agreement, if the IRS were to challenge such allocations on this basis and the matter was litigated on the merits. Accordingly, we express no opinion as to the applicability of Section 613A(c)(7)(D) to prospective Limited Partners.

Sale of a Unit or Interest in the Fund

Generally, beginning in 1998 any gain or loss realized upon the sale of Fund Units held for more than twelve months will be taxed as a long-term capital gain or loss. That portion of realized gain allocable to a Partner's "unrealized receivables" (including, among other things, depletion deductions to the extent such deductions reduced the basis of the Fund Units, accounts receivable that have not been taken into income, and the potential recapture on Code Section 1245 property (tangible personal property) and Intangible Costs) or "substantially appreciated inventory" will be taxed as ordinary income. Furthermore, the amount realized upon such a sale will include the amount of liabilities to which the Units are subject.

In the event of a sale or assignment of Units (other than by reason of a death), the income, loss, deduction and credits of the Fund will be allocated pro rata between the assignor and assignee of such Units based on the periods of time during the fiscal year that such Units were owned by each, without regard to the periods during such fiscal year in which such income, loss, deduction, and credits were actually realized. However, certain "cash basis items" (i.e., interest, taxes and payments for services or for the use of property) will be allocated between the transferor and transferee by assigning the appropriate portion of such items to each day in the period to which they are attributable and by allocating such assigned portion based upon the transferor's or transferee's interest in the Fund as of the close of such day. Furthermore, transferees of Units will be entitled to claim cost depletion, depreciation (if any), and losses and will be required to report gain with respect to the property based only on their pro rata share of their bases therein (and not the price paid for the Units), unless the Code Section 754 election is made to adjust the basis of property with respect to the transferee.

A limited partnership may elect to have the cost basis of its Assets adjusted in the event of a sale by a Partner of their interest in the Fund or in case of the death of a Partner. In the case of a sale of an interest by a Partner, the election would affect only the transferee Partner by requiring an adjustment of the basis of the Fund's Investment(s) which would reflect the difference between the cost to such a transferee for their interest in the Fund and their pro rata share of the Fund's basis in the underlying Fund Assets at the time of the transfer. As a result of the inherent tax accounting complexities and the substantial expense that would be incurred in making the election to adjust the tax basis of properties under Section 734, 743 and 754 of the Code, in such circumstances, we do not intend to make such elections on behalf of the Fund, although we empowered to do so. The absence of any such election may in some circumstances result in a reduction in the value of the Units to be acquired by a potential transferee.

In the event the Fund is terminated prior to being wound down and liquidated, as per the Fund's Limited Partnership Agreement all of the Fund's Units and Assets will be deemed to have been distributed pro rata to the Partners in kind and previously claimed depletion deductions (to the extent such deductions reduced the basis) may be recaptured. If the Fund is continued after it is terminated, it will be treated as a second entity for tax purposes with Partners' basis in their Units and the Fund's basis in its properties being determined anew.

Distributions of cash from the Fund

Any cash received by a Partner from the Fund which is not in liquidation of their Partnership Interest will not necessarily cause the recognition of gain (or loss) for Federal income tax purposes. However, cash distributions (including “deemed” distributions resulting from a reduction in Fund liabilities) in excess of a Partner’s adjusted basis prior to said distributions will result in recognition of gain to the extent of such excess. Except for ordinary income which may result from cost recovery recapture, any such gain will generally be taxed as a capital gain and will be long-term or short-term, depending upon the Limited Partner’s holding period for his Partnership Interest. Cash distributed by the Fund to a Limited Partner will not cause the recognition of any gain, except as previously noted, but will reduce such Limited Partner’s basis (but not below zero) in his Partnership Interest (See “Basis,” and “At-Risk Limitations”).

Liquidation of the Fund

It is contemplated that upon any liquidation of the Fund, the Units held by the Fund will be sold or distributed in kind. Accordingly, upon liquidation, each of the Partners will receive cash and/or an undivided interest in the Investment(s) or other Fund property in accordance with the proportion in which each Partner holds an ownership interest in the Fund. Such Investment(s) or other property owned by the Fund, or the proceeds from the sale thereof, will be distributed to the Partners in amounts equivalent to their respective Units of Limited Partnership Interest therein on the date of distribution, subject to liens, and outstanding contracts.

Upon such liquidation, a Limited Partner will recognize a capital gain to the extent that the cash received in the liquidation exceeds the Limited Partner’s tax basis of their Units. A capital loss generally will be recognized to the extent that their basis, as adjusted, exceeds the liquidating cash distribution. In addition, each Limited Partner may be in receipt of income from the normal operations of the Fund during the year of dissolution. Such income will constitute ordinary income, and the full amount of any capital loss realized by such Limited Partner on liquidation of the Fund may not be available to offset the full amount of taxable income recognized by the Limited Partner from operations of the Fund during the year of liquidation.

To the extent the Fund distributes cash from any other source, distribution will reduce the Limited Partner’s basis in their Units, and any amount in excess of such basis will constitute taxable income.

A Limited Partner’s basis in Fund Assets received in liquidation from the Fund will be the same as its basis in the Fund interest at the time of liquidation decreased by the amount of cash received. Accordingly, if there are no obligations to be assumed and no cash is available for distribution, Assets distributed will have the same basis in the hands of the Limited Partners as their basis in the Fund.

In the event that all members of the General Partner are deceased, incapacitated, or otherwise unable to perform their duties, such occurrence shall constitute a dissolution event of the Fund. Upon such event, **Nav Consulting, Inc.** (“Nav Consulting”) shall be granted authority, including power of attorney, to assume control of the Fund’s assets solely for the purpose of effectuating an orderly liquidation. Nav Consulting shall proceed to liquidate the Fund’s positions in a commercially reasonable manner and distribute the net proceeds to the Limited Partners in proportion to their respective capital accounts, in accordance with the terms of this Agreement and applicable law.

Alternative Minimum Tax

Non-corporate taxpayers are subject to the Alternative Minimum Tax (“AMT”) to the extent it exceeds their regular tax. The AMT is not imposed on the Fund. Limited Partners, however, may be subject to the AMT. AMT income is generally computed by adding or subtracting adjustments and tax preference items to income determined for regular tax purposes. The tax may equal a percentage of taxable income which exceeds the applicable exemption amount.

The extent, if any, to which the tax preference items of any Limited Partner would be subject to the AMT will depend on that Limited Partner's overall tax situation. If a Limited Partner is liable for the AMT, the net effect may be that some or all of the tax losses being generated by an investment in the Fund will result in a tax reduction at the AMT rate, while the income generated from the investment eventually may be subject to higher marginal tax rates.

Miscellaneous Provisions

No Section 754 Election. Due to the tax accounting burden such election imposes, we do not intend to file an election under Code Section 754 to adjust the basis of Fund Property in the case of a transfer of a Unit or the distribution of property by the Fund (although in some circumstances, such treatment may be mandatory under the Code). As a consequence, a transferee might be subject to tax upon the portion of the proceeds of a sale or disposition of Fund equity securities that represents, as to that transferee, a return of capital. This decision not to file an election may adversely affect the price that potential transferees would be willing to pay for the Units.

Interest and Penalties. If Fund income or loss is subsequently adjusted by the IRS, the Partners will be subject to interest on any deficiency from the due date of the original return. Additionally, a penalty of a percentage of the understatement may be imposed on any "substantial understatement" of tax liability even if the taxpayer was not negligent or fraudulent in filing the taxpayer's tax return. A "substantial understatement" is defined as an understatement for the taxable year that exceeds a percentage of the required tax, a specific dollar amount.

Fund Audit Rules. The tax treatment of Fund items of income and deduction generally will be determined at the Fund level. Partners will be required to file their tax returns in a manner consistent with the information returns filed by the Fund, unless the Partner files a statement with such Partner's tax return describing any inconsistency. In addition, our General Partner will be the Fund's "Partnership Representative" and as such will have authority to make certain decisions with respect to any IRS audit and any court litigation relating to the Fund. In general, the law limits the rights of less than one percent partners to participate in such proceedings without notifying the IRS and the Partnership Representative.

Possible Changes in Federal Income Tax Laws. The federal income tax matters discussed herein are based on the laws we believe to be in material effect on the date on the cover of this Memorandum. However, this discussion does not purport to be accurate and complete since tax laws are subject to frequent changes. When these changes occur, the adopted statutes, regulations, rulings, and judicial decisions may also be made retroactive. Accordingly, there can be no assurance that future changes in the Code, Treasury regulations, IRS rulings, or judicial decisions will not adversely affect a Partner's investment in the Fund. The content of any future tax legislation is impossible to predict; therefore, prospective investors are urged to consult their own tax advisors regarding the possible tax consequences of future legislation on their investment in the Fund.

Penalties and Audit Procedures with IRS

Audit of Fund and Returns, and Determination Procedures. Returns filed by the Fund are subject to audit by the IRS. Any such audit may lead to adjustments, in which event the Limited Partner may be required to file amended personal federal income tax returns. Any such audit could also lead to an audit of a Limited Partner's tax return which may result in adjustments other than those relating to investment in the Fund, costs of challenging such adjustments, and if such challenge is unsuccessful, payment of additional tax. Should this occur, the Limited Partner may be required to pay interest and penalties plus the additional tax. Interest payable on deficiencies under the Internal Revenue laws will be compounded daily. A penalty of 20 percent may be imposed on substantial understatements of income tax. Code Section 6662 imposes a penalty of a percentage of the amount of the underpayment attributable to a substantial understatement of tax liability. A substantial understatement of tax liability exists if a taxpayer's reported liability in a taxable year understates the amount required to be reported for such year by the greater of a percentage of the total tax due or a specific dollar amount. Generally, the Code Section 6662 penalty will not be imposed upon that portion of

the understatement attributable to the tax treatment of any item if (a) the taxpayers acted in good faith and there was reasonable cause for the understatement, (b) the understatement was based on substantial authority, or (c) there was a reasonable basis for the tax treatment and the treatment of such items was disclosed on the taxpayer's return. The Code provides that tax adjustments will generally be made in a unified proceeding at the Fund level, rather than at the Partner level. The Code requires, with certain exceptions, that the reporting of items by individual Partners correspond to the treatment of such items on the Fund return. In addition, any resolution of the appropriate tax treatment of an item of income, deduction or credit will be accomplished through the appointment of a "Partnership Representative", (as defined in the Code) who will act as the primary liaison between the IRS and the Fund and its Partners. The Partnership Representative is empowered to receive notice of the commencement of administrative proceedings and adjustments, may extend the statute of limitations for assessments of deficiencies with respect to all Partners regarding Fund items and may pursue judicial review of administrative determinations or make requests for administrative adjustments on behalf of the Fund. The Code also provides for situations when other Partners may participate in the Fund proceedings or may commence administrative and judicial proceedings on their own behalf.

Units by Qualified Plans and Other Tax-Exempt Entities

General. The following entities are generally exempt from federal income taxation: (1) trusts forming part of an equity bonus, pension, or profit sharing plan (including a Keogh plan) meeting the requirements of Section 401(a); (2) trusts meeting the requirements for an Individual Retirement Account ("IRA"), under Section 408(a) (referred to herein, along with trusts described in (1), as "Qualified Plans"); and (3) organizations described in Sections 501(c) and 501(d) (collectively with Qualified Plans, "Tax Exempt Entities").

This exemption does not apply to the extent that taxable income is derived by the above entities from the conduct of any trade or business that is not substantially related to the exempt function of the entity ("unrelated business taxable income"). If an entity is subject to tax on its "unrelated business taxable income," it may also be subject to the AMT on related tax preference items.

In the case of a charitable remainder trust, the receipt of any "unrelated business taxable income" during any taxable year will cause all income of the trust for that year to be subject to federal income tax. Although in some circumstances taxability under the ordinary trust rules may not be disadvantageous to a charitable remainder trust, the Fund intends to structure all of their Units so as to avoid any "unrelated business taxable income" to a charitable remainder trust.

"Unrelated business taxable income" is generally taxable only to the extent the Tax-Exempt Entity's "unrelated business taxable income" from all sources exceeds \$1,000 in any year. The receipt of "unrelated business taxable income" by a Tax-Exempt Entity in an amount less than \$1,000 per year will, however, require the Tax-Exempt Entity (except an IRA), to file a federal income tax return to claim the benefit of the \$1,000 per year exemption. Fiduciaries of Tax-Exempt Entities considering investing in Units are urged to consult their own tax advisors concerning the rules governing "unrelated business taxable income."

Most of the income from the Fund will be derived from gains or losses from the sale, exchange or other disposition of capital Assets and interest income, both of which are generally excluded from the computation of "unrelated business taxable income".

Debt-Financed Property. Even though certain types of income, such as capital gains, interest and dividends, generally may be considered passive and excluded from unrelated business income tax, such income when derived from an investment in property which is "debt-financed" can still result in income subject to taxation. "Debt-financed property" is defined in the Code as any property which is held to produce income and with respect to which there is "acquisition indebtedness. "Acquisition Indebtedness" includes indebtedness incurred by a Tax-Exempt Entity to acquire Units and indebtedness incurred by the Fund. Each Tax-Exempt Entity should consult with its own counsel regarding whether it may have incurred "acquisition indebtedness" to acquire the Units.

In the event the Fund invests in and owns Investment(s) or property on which there is “acquisition indebtedness,” a portion of each Tax-Exempt Entity’s distributive share of the Fund’s taxable income (including capital gain) may constitute “unrelated business taxable income.” This portion would be approximately equivalent to the ratio of the Fund’s debt to the basis of the Fund’s Investment(s) or property. Therefore, a Tax-Exempt Entity that purchases Units may be required to report such portion of its pro rata share of its Fund’s taxable income as “unrelated business taxable income.” It should be noted that in computing the “unrelated business taxable income” of a Tax-Exempt Entity for this purpose, the deduction for depreciation is limited to the amount computed under the straight-line method.

The Fund may incur “acquisition indebtedness” allocable to a Tax-Exempt Entity, thus resulting in “unrelated business taxable income” to such entity.

ERISA Considerations. In considering an investment in Units, fiduciaries of Qualified Plans should consider (i) whether the investment is in accordance with the documents and instruments governing such Qualified Plan; (ii) whether the investment satisfies the diversification requirements of Section 404(a)(1)(C) of the Employee Retirement Income Security Act of 1974 (“ERISA”), if applicable; (iii) the fact that the investment may result in “unrelated business taxable income” to the Qualified Plan (including IRAs and Keogh plans); (iv) whether the investment provides sufficient liquidity; (v) their need to value the Assets of the Qualified Plan annually; and (vi) whether the investment is prudent.

ERISA generally requires that the Assets of employee benefit plans be held in trust and that the trustee, or a duly authorized investment manager (within the meaning of Section 3(38) of ERISA), have exclusive authority and discretion to manage and control the Assets of the plan. ERISA also imposes certain duties on persons who are fiduciaries of employee benefit plans subject to ERISA and prohibits certain transactions between an employee benefit plan and the parties in interest with respect to such plan (including fiduciaries). Under the Code, similar prohibitions apply to all Qualified Plans, including IRAs and Keogh plans covering only self-employed individuals which are not subject to ERISA. Under ERISA and the Code, any person who exercises any authority or control respecting the management or disposition of the Assets of a Qualified Plan is considered to be a fiduciary of such Qualified Plan.

Furthermore, ERISA and the Code prohibit “parties in interest” (including fiduciaries) of a Qualified Plan from engaging in various acts of self-dealing such as dealing with the Assets of a Qualified Plan for his own account or his own interest. The Fund, our General Partner or its Affiliates may purchase Investment(s) with the funds of a Qualified Plan (including a Keogh plan or IRA) where they (i) have investment discretion with respect to such Investment(s), or (ii) regularly give individualized investment advice which serves as the primary basis for the investment decisions with respect to such Assets.

If the Assets of the Fund were deemed to be “plan Assets” under ERISA, (i) the prudence standards and other provisions of Title 1 of ERISA applicable to investments by Qualified Plans and their fiduciaries would extend (as to all plan fiduciaries) to investments made by the Fund and (ii) certain transactions that the Fund might seek to enter into might constitute “prohibited transactions” under ERISA and the Code.

The Department of Labor has published a regulation defining what constitutes the Assets of a Qualified Plan with respect to its investment in another entity (the “ERISA Regulation”). Section 2510.3-101(a)(2) of the ERISA Regulation provides as follows: “Generally, when a plan invests in another entity, the plan’s Assets include its investment, but do not, solely, by reason of such investment, include any of the underlying Assets of the entity. However, in the case of a plan’s investment in an equity interest of an entity that is neither a publicly-offered security nor a security issued by an investment company registered under the Investment Company Act of 1940, its Assets include both the equity interest and an undivided interest in each of the underlying Assets of the entity, unless it is established that: (i) the entity is an operating company, or (ii) equity participation in the entity by benefit plan investors is not significant.”

Under Section 2510.3-101(f)(1) of the ERISA Regulation, equity participation in an entity by Qualified Plans is “significant” on any date, if, immediately after the most recent acquisition of any equity interest in an entity, 25% or

more of the value of any class of equity interests in the entity is held by Qualified Plans. Recently enacted legislation provides that in determining whether this 25% test is met, governmental pension plans and certain church and foreign pension plans which are not subject to ERISA (collectively, "Non-ERISA Plans") need not be included within the category of Qualified Plans which is subject to the 25% limit.

Unless another exemption under the Regulation is available, the Fund will not admit any Qualified Plan as a Partner or consent to an assignment of Units if such admission or assignment will cause 25% or more of the value of any class of Units in the Fund to be held by Qualified Plans other than Non-ERISA Plans. Accordingly, the Assets of a Qualified Plan investing in the Fund should not, solely by reason of such investment, include any of the underlying Assets of the Fund.

The other exemption under the ERISA Regulation that might become available is the "venture capital operating company" exemption. Under the ERISA Regulation, when a Qualified Plan invests in another entity and such entity is a venture capital operating company, the plan Assets include its investment, but do not, solely by reason of such investment, include any of the underlying Assets of the entity. If at least 50% of the Assets of an entity (excluding short-term investments pending long-term commitment) are invested in "venture capital investments," during certain relevant periods, the entity will be considered a "venture capital operating company." For this purpose, a "venture capital investment" is an interest or investment in an operating company as to which the entity has or obtains management rights. Under the ERISA Regulation, an "operating company" is an entity that is primarily engaged, directly or through a majority owned subsidiary or subsidiaries, in the production or sale of a product or service other than the investment of capital. Based upon our objectives the Fund may be deemed a "venture capital operating company" because of this and other reasons.

Each fiduciary of a Qualified Plan (and any other person subject to ERISA) should consult their own tax advisor and counsel regarding the effect of the plan Asset rules on an investment in the Fund by a Qualified Plan.

Tax Treatment of Foreign Partners

The federal income tax treatment of nonresident foreign individuals and foreign corporations is complex and will vary according to each such Partner's particular circumstances. Prospective foreign investors are urged to consult their tax advisors with regard to (i) the tax treatment by their country of residence and (ii) the impact of United States federal, state, and local income, estate, and gift tax laws on an investment in the Fund. The Fund reserves the right to refuse subscriptions from non-U.S. residents and foreign corporations.

State Law Considerations

The Fund may operate in states and localities that impose a tax on the Fund's Investment(s) or income based on the Fund's activities in those jurisdictions. A Partner may be subject to an obligation to file tax returns and pay income taxes (including, in some jurisdictions, a minimum tax) and estate or inheritance taxes in states and localities in which the Fund does business as well as in the Partner's own state of domicile. Depending on applicable state and local laws, deductions that are available to the Fund and the Partners for federal income tax purposes may not be available for state and local income tax purposes. States and localities may also require the Fund to withhold tax on income allocable to an investor from any Fund distributions. In addition, corporations investing in the Fund may become subject to a corporate income tax, including a corporate minimum tax, in those states in which the Fund conduct business as a result of their Capital Contributions in the Fund. Partners are urged to consult their tax advisors with respect to these matters.

State and Local Income Taxes

An investment in the Fund may subject a Partner to income taxes imposed by the states and localities in which the Fund operates as well as any other jurisdictions in which a Limited Partner resides or does business, and accordingly,

may require a Limited Partner to file one or more state or local income tax returns reflecting income from the operations of the Fund.

Accountants

Tax returns will be prepared by an accounting firm as may be selected by our Management.

Reports to Partners

As soon as reasonably practicable after the end of each fiscal year, each Limited Partner shall be furnished a copy of a statement of income or loss for the Fund and another statement showing the amounts allocated to or against such Limited Partner pursuant to the Fund's Limited Partnership Agreement during or in respect of such year. These statements will also show all items of income, expense or credit allocated to each such Limited Partner for federal income tax purposes. These statements will be prepared in accordance with the accounting method adopted by the Fund and will be reflected in the Fund's tax return. We shall also deliver to each Limited Partner by the first day of April following the close of each fiscal year of the Fund all of the information necessary for the completion of that portion of their federal income tax return relating to their investment in the Fund. The Fund will maintain its accounts on a basis deemed to be in the best interests of the Limited Partners. The fiscal year of the Fund shall begin on the first day of January and end on the thirty-first day of December each year. Any Limited Partner may request that the books and records of the Fund be audited at the end of any fiscal year, and any such audit shall be conducted by an independent certified public accountant selected by the Limited Partner requesting the audit. If such request is made, the audit shall be conducted at the expense of the Limited Partner requesting the audit. In the event an audit is not made within two (2) years from the date a statement of revenues and expenses of the Fund properties is mailed, such revenues and expenses shall be conclusively presumed correct.

FINANCIAL INFORMATION

Financial statements (unaudited) for the Fund have been prepared by our General Partner and are included in the Exhibit section of this Memorandum.

SALES LITERATURE

We may utilize various literature (e.g., executive summary in bullet format, flipcharts, slide presentations, forecasts, etc.) which summarize certain aspects of the Fund's objectives and proposed activities. Such sales material, if any, is superseded and qualified in its entirety by that which is set forth in this Memorandum. If you receive contrary material, do not rely upon it. The Offering of Units will be made only by means of this Memorandum.

ADMINISTRATOR

NAV Consulting, Inc. (the "Administrator" or "NAV") has been engaged as the administrator of the Fund pursuant to a service agreement entered into with the Fund (the "NAV Agreement"). The Administrator is responsible for, among other things, calculating the Fund's net asset value, performing certain other accounting, back-office, data processing, processing subscriptions, redemptions and transfer activities of Investors in the Fund, certain anti-money laundering functions and related administrative services.

The NAV Agreement provides that the Administrator shall not be liable to the Fund, any Investor or any other person in absence of finding of willful misconduct, gross negligence, or fraud on the part of NAV. Furthermore, Fund shall indemnify and hold harmless the Administrator, its affiliates, and their respective officers, directors, shareholders, employees, agents and representatives (collectively, the "NAV Parties") from and against any liability, damages, claims, loss, cost or expense, including, without limitation, reasonable legal fees and expenses (individually, "Loss" and collectively, "Losses") arising from, related to, or in connection with the services provided to the Fund pursuant to the

NAV Agreement, unless any such Losses are the direct result of the willful misconduct, gross negligence or fraud of NAV. In no event shall NAV have any liability to the Fund, any Investor or any other person or entity which seeks to recover alleged damages or losses in excess of the fees paid to NAV by the Fund in the one year preceding the occurrence of any loss, nor shall NAV be liable for any indirect, incidental, consequential, collateral, exemplary or punitive damages, including lost profits, revenue or data, regardless of the form of the action or the theory of recovery, even if NAV has been advised of the possibility of such damages or such damages were foreseeable. Any claim brought against NAV in connection with the NAV Agreement will be barred unless it is initiated within one year of the earlier of the disclosure of the event which is the subject of such claim or the date that the party advancing such claim knew or could with due inquiry have known of such event.

NAV shall not be liable to the Fund, any Investor or any other person for actions or omissions made in reasonable reliance on instructions from the Fund or advice of legal counsel.

The services provided by NAV are purely administrative in nature. NAV has no responsibilities or obligations other than the services specifically listed in the NAV Agreement. No assumed or implied legal or fiduciary duties or services are accepted by or shall be asserted against NAV. NAV does not provide tax, legal or investment advice. NAV has no duty to communicate with Investors other than as set forth in Exhibit A of the NAV Agreement. NAV does not have custody of Fund's assets, it does not verify the existence of, nor does it perform any due diligence on the Fund's underlying investments, including, investments in or via related or affiliated entities. In connection with the payment processing functions, NAV shall not be responsible for performance of the due diligence on payment recipients other than in connection with payments for Investors' withdrawals from the Fund, which are subject to anti-money laundering review functions of the services.

The NAV Agreement also provides that it is the obligation of the Fund's management, and not of NAV, to review, monitor or otherwise ensure compliance by the Fund with the investment policies, restrictions or guidelines applicable to it or any other term or condition of the Fund's offering documents, including, without limitation, with its valuation policy or the Fund's stated investment strategy, and with laws and regulations applicable to its activities. The Fund's management's responsibility for the management of the Fund, including without limitation, the valuation of the Fund's assets and liabilities, including, defining and maintaining the valuation policy and for fair valuing the Fund's assets, the oversight of the services provided by NAV and the review of work product delivered by NAV shall not be affected by or limited by any of the services provided by NAV.

The NAV Agreement provides that NAV is entitled to rely on any information, including valuation information, received by NAV from the Fund, the Fund's management or other parties, including without limitation, broker-dealers and data vendors, without independent verification, audit, review, inquiry, or performing other due diligence and NAV shall not be liable to the Fund, any Investor or any other persons for losses suffered as a result of NAV relying on incorrect information. NAV has no responsibility to review, independently value, verify, compare to other pricing sources or otherwise perform due diligence on the valuation information. NAV may accept such information as accurate and complete without independent verification. Furthermore, NAV shall not be liable to the Fund, any Investor or any other person for any loss incurred as a result of an error or inaccuracy of any valuation information received from the Fund or from any pricing or valuation service or data service provider or delay, interruption in service or failure to perform of any pricing or valuation service or data service provider used by NAV.

Where the Fund makes investments via related entities, to produce net asset value calculation, NAV will use the valuation information of such intermediate, related entities. The valuation information of the intermediate, related entities may be provided by the Fund's General Partner or its Affiliates. NAV is not responsible for performing any due diligence on any of the Fund's investments, including, the intermediate, related entities and for verifying the existence of the end investments. The Fund is responsible for the completeness of records, documents and information provided to NAV to perform the Services.

The Fund acknowledges the challenges in performing services for investments in cryptocurrency due to the nature of this asset class, including its anonymity and opaqueness among other factors. Due to these factors and the fact that cryptocurrency is in the early stages in its life, NAV may not have independent access to information in the same manner as it does for traditional assets and has to rely on the information provided by the management of the Fund.

The Fund agrees that NAV has no responsibility to verify, confirm or validate the existence, ownership or control of any cryptocurrency asset held by the Fund. To determine Fund's positions in cryptocurrency in connection with the Services, NAV will rely on the Fund's management representations about said positions. The representation by the Fund's management NAV is entitled to rely on, includes, without limitation, the position information of: 1. cryptocurrency held in cold wallet, in the Fund's exchange account, or in the Fund's account with cryptocurrency custodian, 2. the initial coin offerings ("ICOs"), 3. cryptocurrency traded over the counter, 4. cryptocurrency received due to forks, airdrops or similar transactions, and 5. cryptocurrency acquired from Fund's mining. If the Fund holds the cryptocurrency in cold wallet, NAV may confirm the amount of cryptocurrency reported on the respective blockchain for the public key of the Fund, provided that given cryptocurrency has a public blockchain and a public key to such blockchain was given by the Fund or its Fund's management to NAV. Having said that, the Fund acknowledges that it is not possible for NAV to determine whether a public key belongs to the Fund. Provided that NAV receives read only access or read only API access, NAV may also confirm Fund's holdings based on the information apparent via such read only access or read only API access to the Fund's exchange accounts or Fund's accounts hosted by cryptocurrency custodians. Having said that, the Fund acknowledges that it is not possible for NAV to determine whether the API key belongs to the Fund. Shall the Fund engage in investing in the ICOs, the holdings in the ICOs and pre-sales may not be visible to NAV between the time of funding and the closing of the ICO. Accordingly, to perform the services, for the holdings in the ICOs and pre-sales, NAV will rely solely on the Fund's management representations regarding said positions. NAV may rely on the trade confirmations received from the Fund's management and other counterparties for the OTC transactions. Shall the Fund engage in mining of cryptocurrency, NAV will not independently verify or otherwise perform any due diligence to determine that the cryptocurrencies acquired from mining were actually obtained as a result of Fund's mining activity and not from any other source. The Fund may receive assets due to forks, airdrop or similar transactions. NAV will not verify these transactions independently but will rely solely on the information provided by the Management for these transactions. NAV may include in the Fund's net asset value assets due to forks, airdrops and similar transactions based on the Fund's management representations, even though, these assets may not be reported by the exchanges in the Fund's exchange accounts or wallets. The assets due to forks, airdrops and similar transactions may be allocated to the Fund's exchange or wallet accounts with delays, however, there is a possibility that the Fund may not receive these assets during the Fund's lifetime. The Fund acknowledges and agrees that NAV will not be required to independently ascertain, confirm nor verify the accuracy of the representations, confirmations and other information relied on by NAV discussed in this paragraph in performing the Services. NAV shall not be liable to the Fund, Investors or any other persons for losses suffered as a result of NAV's reliance on the aforementioned representations and other information relied.

The Fund acknowledges challenges in obtaining valuation information for digital assets. To provide the Services, NAV will rely on prices published by the cryptocurrency exchanges. Each cryptocurrency may be traded on various cryptocurrency exchanges and there may be significant variations between the prices of the same cryptocurrency traded on different cryptocurrency exchanges. NAV will rely on the Fund's management to select the exchange to be used as a source for valuation of each cryptocurrency and to decide what valuation point to use. Before being listed on an exchange, any ICOs and cryptocurrency acquired from Fund's mining activities will be priced at cost or fair value as determined by the Fund's management. The cost of mining shall be determined by the Fund's management. The Fund acknowledges and agrees that NAV has no responsibility to independently verify or otherwise perform any due diligence on the cost of mining valuations. Once an ICO is listed on an exchange, NAV will rely on the Fund's management to select the source exchange and will use the prices published on that exchange. The Fund acknowledges and agrees that NAV has no responsibility to review, independently value, verify, compare to other pricing sources or otherwise perform due diligence on the cryptocurrency valuation information and makes no representations or warranties with respect to its accuracy. The Fund agrees that it is the responsibility of the management of the Fund, and not NAV, to verify whether the exchanges selected by the Fund's management as a valuation source or used for trading are operating lawfully, including, whether they are required to be register with a regulator or whether they are registered.

The NAV Agreement provides that the services, including the anti-money laundering services provided by NAV, do not encompass monitoring of Fund's trading activity for the purposes of detecting or preventing money laundering. NAV Consulting, Inc. is not responsible for monitoring transactions effected by the Fund's management to ensure

compliance with the applicable AML laws and regulations. NAV Consulting, Inc. does not monitor Fund's trading activities for the purposes of assuring compliance with OFAC Sanctions programs. For avoidance of doubt, for the purposes of this paragraph, trading shall include acquisition of cryptocurrency from mining, forks, airdrop and similar transactions or participating in an ICO. In addition, shall the Fund accept the payments for subscriptions or redemptions in-kind in cryptocurrency, the Fund acknowledges that NAV is not able to confirm, verify, or ascertain the source of in-kind payments in cryptocurrency due to the anonymity of cryptocurrency and the Fund agrees that NAV shall not be responsible for monitoring such transactions for the purposes of detecting or preventing money laundering.

The information on investor statements and other reports produced by NAV shall not be considered an offer to sell or a solicitation of an offer to purchase any interest in the Fund, nor may it be used to induce or recommend the purchase or holding of any interest in the Fund.

The NAV Agreement bars non-parties, such as Limited Partners, for example, from asserting third party beneficiary claims against NAV.

The Fund pays NAV fees out of the Fund's assets, generally based upon the size of the Fund, in accordance with NAV's standard schedule for providing similar services, subject to a monthly minimum. Either the Fund or NAV may terminate the NAV Agreement on 180 days' prior written notice as well as on the occurrence of certain events. Investors may review the NAV Agreements by contacting the Fund; provided, that NAV reserves the right not to disclose the fees payable thereunder.

NAV is not responsible for the preparation of this Memorandum or the activities of the Fund and therefore accepts no responsibility for any information contained in any other section of this Memorandum.

Please note email is always preferred to speed response and avoid delays.

ADDITIONAL INFORMATION

For more information regarding the Fund, the Investment(s), or this Offering, please contact:

ABUNDANCE ASSET MANAGEMENT LP
16192 COASTAL HWY Lewes, DE 19958
Telephone: (780) 870-1169
E-mail: chris@abundanceassetmanagement.com

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EXHIBIT A

FORM OF

LIMITED PARTNERSHIP AGREEMENT

OF

ABUNDANCE ASSET MANAGEMENT LP

This section alone does not constitute an offer to sell Unit(s) in the Fund. An offer may be made only by an authorized representative of the Fund and the recipient must receive a complete original numbered Memorandum, including all exhibits.

LIMITED PARTNERSHIP AGREEMENT

OF

ABUNDANCE ASSET MANAGEMENT LP

THIS LIMITED PARTNERSHIP AGREEMENT (this “Agreement”) of ABUNDANCE ASSET MANAGEMENT LP, a Delaware limited partnership (the “Fund”), to be effective as of the Effective Date (defined below), is by and between Abundance Asset Management LLC, a Delaware limited liability company (the “General Partner”), Chris Perkins (the “Initial Limited Partner(s)”), and the persons whose names are set forth on Schedule A to be attached hereto and updated from time to time upon admission as Limited Partners (the “Limited Partners”) pursuant to applicable provisions of the Delaware Limited Partnership Act, as amended (the “LP Act”), on the terms and conditions set forth herein. The General Partner, Initial Limited Partner, and the Limited Partners shall collectively be referred to as the “Partners”.

**ARTICLE I
GENERAL**

1.1. **Formation.** The Fund is hereby organized as a limited partnership pursuant to the provisions of the LP Act. Except as expressly provided herein, the rights and obligations of the Partners and the administration and termination of the Fund shall be governed by the LP Act. This Agreement supersedes any prior agreements and understandings between the parties as of the Effective Date hereof.

1.2. **Name.** The name of the Fund shall be, and the business of the Fund shall be conducted under the name of, ABUNDANCE ASSET MANAGEMENT LP.

1.3. **Purpose.** The purpose and business of the Fund shall be to acquire, buy, hold, sell, trade and/or otherwise invest in a portfolio of one or more Assets and/or to engage in any lawful purpose as the General Partner may determine.

1.4. **Term.** The term of the Fund shall commence on the Effective Date and shall continue for five (5) years, unless extended, in the General Partner’s sole discretion or until the termination of the Fund in accordance with the provisions of Section 7.1 of this Agreement.

1.5. **Registered Office and Designated Office.** The registered and designated office of the Fund, and its designated registered agent in the State of Delaware, shall be set forth in the Fund’s Certificate. The Fund may maintain offices at such other place or places as the General Partner deems prudent in its sole discretion.

1.6. **Certificates.** The General Partner shall cause the Certificate of the Fund to be filed with the Delaware Secretary of State (the “Secretary”) as required by the LP Act and shall cause to be filed such other certificates or documents (including, without limitation, copies, amendments, or restatements of this Agreement) as may be determined by the General Partner to be reasonable and necessary or appropriate for the formation, qualification, or registration and operation of a limited partnership (or a partnership in which the Partners have limited liability) in the State of Delaware and in any other state or jurisdiction where the Fund may elect to do business.

1.7. *Power of Attorney.*

- (a) *Grant of Power.* Each Partner hereby constitutes and appoints the General Partner and each of its authorized representatives or managers (and any successors thereto by assignment or otherwise and the authorized representatives thereof) with full power of substitution as their true and lawful agent and attorney-in-fact, with full power and authority in its name, place, and stead, to execute, swear to, acknowledge, deliver, file, and record in the appropriate public offices, as applicable or appropriate: (i) all certificates and other instruments and all amendments or restatements thereof that the General Partner deems reasonable and appropriate or necessary to qualify or register, or continue the qualification or registration of, the Fund as a limited partnership (or a partnership in which the Partners have limited liability) in all jurisdictions in which the Fund may conduct business or own property; (ii) all instruments, including an amendment or restatement of this Agreement, that the General Partner deem appropriate or necessary to reflect any amendment, change, or modification of this Agreement in accordance with its terms; (iii) all conveyances and other instruments or documents that the General Partner deem appropriate or necessary to reflect the dissolution, liquidation and termination of the Fund pursuant to the terms of this Agreement; (iv) all instruments relating to the admission or substitution of any Partner; (v) all ballots, consents, approvals, waivers, certificates, and other instruments appropriate or necessary, in the sole discretion of the General Partner, to make, evidence, give, confirm, or ratify any vote, consent, approval, agreement, or other action that is made or given by the Partners hereunder, is deemed to be made or given by the Partners hereunder, or is consistent with the terms of this Agreement and appropriate or necessary, in the sole discretion of the General Partner, to effectuate the terms or intent of this Agreement; provided that, with respect to any action that requires the vote, consent, or approval of a stated percentage of the Partners under the terms of this Agreement, the General Partner may exercise the power of attorney granted in this subsection (v) only after the necessary vote, consent, or approval has been made or given. Nothing herein contained shall be construed as authorizing the General Partner to amend this Agreement except in accordance with Article VIII of this Agreement or as otherwise provided in this Agreement.
- (b) *Irrevocability.* The foregoing power of attorney is hereby declared to be irrevocable and a power coupled with an interest, and it shall survive, and not be affected by, the death, incompetency, incapacity, disability, dissolution, bankruptcy or termination of any Partner, or the transfer of all or any portion of its Partnership Interest and shall extend to such Partner's heirs, successors, assigns and legal representatives. Each Partner agrees to be bound by any representations made by the General Partner acting in good faith pursuant to such power of attorney; and each Partner hereby waives any and all defenses that may be available to contest, negate or disaffirm any action of the General Partner taken in good faith under such power of attorney. Each Partner shall execute and deliver to the General Partner within 15 days after receipt of the General Partner's request therefor, such further designations, powers of attorney, and other instruments as the General Partner deem necessary to effectuate this Agreement and the purposes of the Fund.

ARTICLE II DEFINITIONS

The following definitions shall apply to the terms used in this Agreement and in the Memorandum, unless otherwise clearly indicated to the contrary:

"Act" refers to the Securities Act of 1933, as amended.

“Affiliate” means any Person that directly or indirectly controls, is controlled by, or is under common control with the Person in question. As used in this definition, the term “control” means the possession, directly or indirectly, of the power to direct or cause the direction of the management and policies of a Person, whether through ownership of voting securities, by contract or otherwise, or to hold or to control the holder of 10 percent or more of the outstanding voting securities of such Person.

“Agreement” means this Limited Partnership Agreement, as may be amended, supplemented or restated from time to time.

“Asset” means one or more investment-related assets and/or any other asset or property acquired by the Fund in the General Partner’s sole discretion.

“Asset Management Fee” means an annual fee paid to the General Partner equal to 2% of the Total Capitalization of the Fund divided by 12 payable in advance on a monthly basis; provided that each Initial Partner’s Capital Contribution and account value shall not be charged the Asset Management Fee. The General Partner may waive and/or reduce its Asset Management Fee at any time in its sole discretion.

“Available Distributable Cash” means any net income, including, but not limited to, interest or other net income, resulting from the Fund’s primary business operations less the General Partner’s Asset Management Fee and less transaction costs, operational expenses, and other costs associated with the Fund’s business, that is not needed, in the General Partner’s opinion and sole discretion, to conduct the business of the Fund, reinvest into or acquire additional Assets, to satisfy the Fund’s obligations, etc.

“Capital Account” means the capital account maintained for a Partner pursuant to Section 3.2 of this Agreement.

“Capital Contribution” means any Asset or property of any nature contributed by a Partner to the capital of the Fund pursuant to the provisions of this Agreement.

“Certificate” mean the Certificate of Limited Partnership as filed with the Secretary pursuant to Section 1.6 of this Agreement.

“Class” means a type of Partnership Interest in the Fund with determinable rights and duties associated therewith. “Code” means the Internal Revenue Code of 1986, as from time to time amended and in effect.

“Consent” means the written consent of a Person, or the affirmative vote of such Person at a meeting called and held pursuant to Article VIII of this Agreement, as the case may be, to do the act or thing for which the consent is solicited, or the act of granting such consent, as the context requires.

“Effective Date” means the date the Fund’s Certificate is filed with the Secretary.

“Event of Withdrawal” means an event that causes a Partner to cease to be a Partner under the terms of this Agreement or as a Partner as provided in the LP Act.

“Fund” means the limited partnership governed by this Agreement.

“General Partner” means Abundance Asset Management LLC, a Delaware limited liability company, its successors and/or assigns.

“General Partner Interest” means the Class of Partnership Interest of the Fund which possesses the right to vote, govern, and otherwise direct and administer the affairs of the Fund.

“High Water Mark” is a performance fee calculation mechanism, ensuring the investment manager is eligible for incentive fees only when the (“Fund”)’s net asset value surpasses its previous highest point. This provision aligns the manager’s interests with investors by tying performance fees to positive returns and discouraging fees during periods of underperformance.

“Indemnitee” means any General Partner, or any Person who is or was an Affiliate of a General Partner, any Person who is or was an officer, manager, director, employee, agent, trustee, member, partner or like person of a General Partner or any such Affiliate, or any Person who is or was serving at the request of a General Partner or any such Affiliate as a director, officer, manager, employee, member, partner, agent or trustee of another Person; provided that a Person shall constitute an “Indemnitee” only with respect to acts, omissions or matters deriving from or relating to the business, operations or investments of the Fund.

“Initial Limited Partner(s)” means Initial co-gps are also the initial limited partners.

“Limited Partner” means any Person(s) other than the General Partner (i) whose name is set forth on Schedule A of this Agreement, attached hereto, as a Limited Partner, or who has been admitted as an additional or substituted Limited Partner pursuant to the terms of this Agreement, and (ii) who is the owner of a Unit. In its plural form it means all such Persons.

“Limited Partnership Interest” means the non-voting Class of Partnership Interest of a Limited Partner entitling them to the allocations and distributions as set forth in Section 3.3(b) of this Agreement in the event the Fund realizes Available Distributable Cash and such other rights accorded Limited Partners in accordance with this Agreement.

“Liquidator” has the meaning specified in Section 7.2 of this Agreement.

“Loss Carryforward” is set to ascertain that the hedge fund’s management charges a performance fee only on the amount of capital gains that exceed the level of the highwater mark determined at the time the performance fee was last charged.

“Lock-up Period” means, with respect to any Limited Partner, the period commencing on the date such Limited Partner purchases Units and ending twelve (12) months thereafter, during which time such Limited Partner may not transfer, redeem, withdraw, or otherwise dispose of such Units, except as otherwise expressly permitted herein.

“LP Act” means the Delaware Limited Partnership Act, as amended.

“Majority in Interest of the Limited Partners” means Limited Partners whose Percentage Interests aggregate to greater than fifty percent (50%) of the Percentage Interests of all Limited Partners.

“Memorandum” means the confidential private placement offering memorandum, including all exhibits, amendments, or supplements thereto, utilized by the Fund to disclose risks, describe its proposed activities, and explain the terms of the Offering of Units to prospective Limited Partners.

“Net Proceeds”, unless the context otherwise requires, means the aggregate Capital Contributions of the Limited Partners less any costs incurred by the Fund or General Partner in connection with the Offering.

“Offering” means the offering of Units pursuant to the terms of the Memorandum.

“Partners” means the General Partner, the Initial Limited Partner, and the Limited Partners. In its singular form it means any one of the Partners.

“Partnership Interest” means the interest acquired by a Partner in the Fund including, without limitation, such Partner’s right: (i) to a distributive share of the income, gain, loss, deduction, and credit of the Fund; (ii) to a distributive share of the Assets of the Fund; (iii) if a Limited Partner, to Consent on those matters described in this Agreement; and (iv) if a General Partner, to govern and administer the Fund and to vote and appoint managers of the Fund.

“Percentage Interest” means a Partner’s right to receive distributions of Fund Assets proportional to their number of Units in accordance with Section 3.3(b) of this Agreement.

“Person” means an individual or a corporation, limited liability company, partnership, trust, estate, unincorporated organization, association, or other business enterprise.

“Profit,” as to a positive amount, and “Loss,” as to a negative amount, mean, for a taxable year, the Fund’s income or loss for the Taxable Year, as determined in accordance with accounting principles appropriate to the Fund’s method of accounting and consistently applied.

“Record Date” means the date established by the General Partner for determining the identity of Limited Partners entitled to give Consent action or entitled to exercise rights in respect of any other lawful action of Limited Partners.

“Regulations” means the income tax regulations promulgated under the Code, as from time to time amended and in effect (including corresponding provisions of succeeding regulations).

“Roll-Up” means a transaction involving the acquisition, merger, conversion, or consolidation, either directly or indirectly, of the Fund and the issuance of securities of a roll-up entity.

“Roll-Up Entity” means a partnership, trust, corporation or other entity that would be created or survive after the successful completion of a proposed roll-up transaction.

“Secretary” means the Delaware Secretary of State.

“Sponsor” means any Person directly or indirectly instrumental in organizing, wholly or in part, a partnership or program to facilitate investment or who will manage or is entitled to manage or participate in the management or control of such partnership or program. “Sponsor” includes the General Partner. “Sponsor” does not include Persons such as attorneys, accountants, consultants, bankers, etc., whose only compensation is for professional services rendered to the Fund.

“Subscription” means the amount indicated on the Subscription Agreement that a Limited Partner has agreed to pay to the Fund as their Capital Contribution.

“Subscription Agreement” means the agreement attached to the Memorandum by way of exhibit whereby prospective Limited Partners subscribe for Units.

“Total Capitalization” means the aggregate Capital Contributions of the Limited Partners.

“Transfer” has the meaning set forth in Section 6.1(a) of this Agreement.

“Unanimous Vote” means the affirmative vote of the General Partner.

“Unit” means an undivided interest of the Limited Partners in the aggregate Limited Partnership Interest in the capital and/or revenue of the Fund. Each Unit represents a Capital Contribution of \$50,000 to the Fund.

ARTICLE III
FINANCIAL MATTERS

3.1. **Capital Contributions.** No Initial Limited Partner shall be required to contribute capital to the Partnership. The General Partner and/or Initial Limited Partner may advance to the Partnership certain organizational costs and upstart or other expenses. Subsequently, each Limited Partner (whose names and addresses and number of Units subscribed for are set forth on Schedule A attached hereto) shall contribute capital to the Partnership in the form of cash or other consideration as may be requested by the General Partner for each Unit purchased. Upon receipt of initial Unit subscriptions, the Initial Limited Partner's contribution shall be returned and they shall be withdrawn from the Partnership. The General Partner shall contribute its time, talents, and resources to organize the Fund and establish procedures in order to enable the Fund to commence acquiring Assets. Each Limited Partner (whose name and number of Units subscribed for shall be added to Schedule A to be attached hereto) shall contribute to the capital of the Fund the sum of \$50,000 for each Unit purchased. Such funds immediately become available for use by the General Partner to expend as necessary on behalf of the Fund to cover costs, fees, and other expenses, and to seek out Assets suitable for acquisition. Persons or entities hereafter admitted as Limited Partners shall make such contributions of cash (or promissory obligations), property or services to the Fund as shall be determined by the General Partner at the time of each such admission. As per the general industry practice allocation percentage is determined at the beginning of each accounting period. Allocation percentage will be determined for each Partner by dividing such Partner's Capital Account balance as of the beginning of such period by the aggregate Capital Account balances of all Partners as of the beginning of such period. The combined Percentage Interests of all Partners within and between all Classes of Partnership Interest, and such other Classes as the Fund may establish from time to time, shall at all times equal 100%.

3.2. **Capital Accounts.**

- (a) A Capital Account shall be maintained for each Partner. Each Partner's Capital Account shall be credited with the amount of money and the fair market value of property (net of any liabilities secured by such contributed property that the Fund assumes or takes subject to) contributed by that Partner to the Fund; the amount of any Fund liabilities assumed by such Partner (other than in connection with a distribution of Fund property), and such Partner's distributive share of Fund revenue (including tax exempt income). Each Partner's Capital Account shall be debited with the amount of money and the fair market value of property (net of any liabilities that such Partner assumes or takes subject to) distributed to such Partner; the amount of any liabilities of such Partner assumed by the Fund (other than in connection with a contribution); and such Partner's distributive share of Fund losses (including items that may be neither deducted nor capitalized for federal income tax purposes).
- (b) Notwithstanding any provision of this Agreement to the contrary, each Partner's Capital Account shall be maintained and adjusted in accordance with the Code and Regulations, including, without limitation, (i) the adjustments permitted or required by Internal Revenue Code Section 704(b) and, to the extent applicable, the principles expressed in Internal Revenue Code Section 704(c) and (ii) adjustments required to maintain Capital Accounts in accordance with the "substantial economic effect test" set forth in the Regulations under Internal Revenue Code Section 704(b).
- (c) Any Partner, including any substitute Partner, who shall receive a Partnership Interest (or whose Partnership Interest shall be increased) by means of a transfer to it of all or a part of the Partnership Interest of another Partner, shall have a Capital Account that reflects the Capital Account associated with the transferred Partnership Interest (or the applicable percentage thereof in case of a transfer of a part of an interest).

3.3. *Allocations and Distributions.*

- (a) All items of Fund income, gain, loss, deduction, credit or the like for each taxable year shall be allocated among the Partners in accordance with this Section 3.3.
- (b) The General Partner intends to invest and reinvest the Fund's available capital, revenues and profits into Investment(s) and only make distributions at the end of the Term, or more frequently if possible at the sole discretion of the General Partner, as follows:
 - o Then, 100% to the Limited Partners until they have realized distributions equal to a cumulative, non-compounded rate of 8% per annum (the "Preferred Return") on their capital contributions to the Fund;
 - o Thereafter, any excess shall be distributed 80% to the Limited Partners and 20% to the General Partner.
 - o The "Loss Carryforward" provision as laid out in the ("Definitions") will be applied in full to the distributions of the Limited Partners.
- (c) The General Partner shall have the right to establish such reasonable reserves as they may from time to time determine are necessary or appropriate in connection with the conduct of the Fund's business (including reserves for anticipated capital expenses and contingency reserves to handle unanticipated cost overruns). Amounts paid to the General Partner under Article IV of this Agreement shall not be deemed to be distributions for purposes of this Section 3.3. All amounts withheld pursuant to the Code or any applicable provision of state, local or foreign tax law with respect to any distribution to a Partner shall be treated as amounts distributed to such Partner pursuant to this Section 3.3 for all purposes of this Agreement.
- (d) Losses shall be allocated 100% to the Limited Partners up to the amount of their respective Capital Contributions and all prior fiscal year gains; thereafter, to the Partners in accordance with the percentages set forth in Section 3.3(b) hereof.

3.4. **Partnership Representative.** The General Partner is hereby designated as the "Partnership Representative" for purposes of Sections 6231 of the Code and the Regulations promulgated thereunder. The Partnership Representative is authorized and required to represent the Fund, at the Fund's expense, in connection with all examinations of the Fund's affairs by tax authorities, including resulting administrative and judicial proceedings and, in the reasonable discretion of the Partnership Representative, to expend Fund funds for professional services and costs associated therewith. The Partnership Representative shall promptly advise each Partner of any audit proceedings proposed to be conducted with respect to the Fund. In the event the General Partner ceases to be a Partner of the Fund, a successor Partnership Representative shall be appointed by the Limited Partners.

3.5. **Taxation as a Partnership.** It is the intention of the Partners that the Fund shall be taxed as a "partnership" for federal, state, local and foreign income tax purposes. The Partners agree to take all reasonable actions, including the execution of documents, as may reasonably be requested by the General Partner in order for the Fund to qualify for and receive "partnership" treatment for federal, state, local and foreign income tax purposes. No election shall be made by the Fund or any Partner for the Fund to be excluded from the application of any of the provisions of Subchapter K, Chapter 1 of Subtitle A of the Code or from any similar provisions of any state tax laws.

3.6. **Fiscal Year.** The fiscal year of the Fund shall be the calendar year unless otherwise determined by the General Partner in its sole discretion.

3.7. **Interest.** No interest shall be paid by the Fund on Capital Contributions or on balances in Partners' Capital Accounts.

3.8. **No Withdrawal.** No Partner shall be entitled to withdraw any part of its Capital Contribution or its Capital Account, or to receive any distributions from the Fund, except as provided in Section 3.3, Section 5.4, Section 6.4, Section 6.7, and Article VII hereof.

3.9. **Loans from Partners.** Loans by a Partner to the Fund shall not be considered Capital Contributions. If any Partner shall advance funds to the Fund in excess of the amounts required hereunder to be contributed by it to the capital of the Fund, the making of such excess advances shall not result in any increase in the amount of the Capital Account of such Partner. The amount of any such excess advances shall be a debt of the Fund to such Partner and shall be payable or collectible only out of the Fund Assets in accordance with the terms and conditions upon which such advances are made.

3.10. **Compensation and Reimbursement.**

- (a) **Compensation.** The General Partner and their respective Affiliates may receive compensation from the Fund, including, but not limited to, the Asset Management Fee, for services rendered pursuant to agreements with the Fund, including agreements pursuant to which the General Partner or their Affiliates may provide management services or conduct operations of the Fund, provided that any such agreements shall be on terms which are fair and reasonable to the Fund. However, in connection with any investment in projects managed by an Affiliate of the General Partner, no profits will be taken by such Affiliates until the Fund has been 100% repaid together with accrued interest.
- (b) **Reimbursement for Organizational Expenses.** In addition to amounts paid under other Sections of this Agreement, the General Partner and their respective Affiliates shall be reimbursed for all expenses, disbursements, and advances incurred or made, and all fees, deposits, and other sums paid in connection with the organization of the Fund, the qualification of the Fund to do business and all related matters.
- (c) **Reimbursement for Operational Expenses.** In addition to amounts paid under other Sections of this Agreement, the General Partner shall be reimbursed at any reasonable times and from time to time for all costs and expenses that the General Partner and their respective Affiliates incur on behalf of, or in the management and operation of the business of, the Fund, including, but not limited to, that portion of the General Partner's and their respective Affiliates' legal and accounting costs and expenses, investor relations, secretarial, travel, brokerage and professional consultant costs, office rent and other office expenses, and other compensation expenses of agents and representatives, due diligence, market research, and pre-acquisition research costs and other general, administrative, and additional expenses that are necessary or appropriate to the conduct of the Fund's business and allocable to the Fund. The General Partner shall determine the expenses that are allocable to the Fund in a manner that is fair and reasonable. Such reimbursements shall be in addition to any reimbursement to the General Partner or their Affiliates as a result of the indemnification provided under Section 4.7 of this Agreement.

3.11. **Records and Accounting.** The General Partner shall keep or cause to be kept appropriate books and records with respect to the Fund's business which shall at all times be kept at the principal office of the Fund or such other office or offices as the General Partner may designate for such purpose. The books of the Fund shall be maintained for financial reporting purposes on the accrual basis or on a cash basis, as the General Partner shall determine in their sole discretion. The General Partner, on its own initiative or upon request by a Partner, may cause to be prepared and furnish unaudited financial statements of the Fund on a monthly, or other regular interval basis to the Partners. The General Partner shall also be responsible for causing the preparation and distribution to all Partners of all reasonably required tax reporting information.

3.12 Admission of Limited Partners. No Person shall be admitted as a Limited Partner unless and until such Person has duly executed this Partnership Agreement, a subscription agreement, investor questionnaire any such other forms, certificates or documents as may be required by the General Partner.

ARTICLE IV MANAGEMENT AND OPERATION OF THE BUSINESS

4.1. Management. The General Partner shall conduct, direct and exercise full control over all activities of the Fund. Except as otherwise expressly provided in this Agreement, all management powers over the business and affairs of the Fund shall be exclusively vested in the General Partner by vote or written consent, and the Limited Partners shall have no right of control over the business and affairs of the Fund. In addition to the powers now or hereafter granted to a general partner of a limited partnership under applicable law or that are granted to the General Partner under any other provision of this Agreement, the General Partner shall have full power and authority to do all things deemed necessary or desirable by them to conduct the business of the Fund, including, without limitation: (i) the determination of the activities in which the Fund will participate; (ii) the making of any expenditures, the borrowing of money, the guaranteeing of indebtedness and other liabilities, the issuance of evidences of indebtedness, and the incurrance of any obligations they deem necessary or advisable for the conduct of the activities of the Fund, including the payment of compensation and reimbursement to the General Partner and their respective Affiliates under Section 3.10 of this Agreement; (iii) the acquisition, disposition, mortgage, pledge, encumbrance, hypothecation or exchange of any or all of the Assets of the Fund; (iv) the use of the Assets of the Fund (including, without limitation, cash on hand) for any Fund purpose on any terms they consider appropriate, including, without limitation, the financing of operations of the Fund, the lending of funds to other Persons, and the repayment of obligations of the Fund; (v) the admission of additional or substitute Limited Partners; (vi) the negotiation, execution, and performance of any contracts that they consider desirable, useful, or necessary to the conduct of the business or operations of the Fund or the implementation of the General Partner's powers under this Agreement; (vii) the distribution of Fund cash or other Assets; (viii) the selection, hiring, and dismissal of employees (who may be designated as officers of the Fund), attorneys, accountants, appraisers, bankers, analysts, brokers, consultants, contractors, agents, and representatives and the determination of their compensation and other terms of employment or hiring (including the adoption of pension or welfare plans); (ix) the maintenance of such insurance for the benefit of the Fund as they deem necessary or desirable; (x) the repurchase of the Partnership Interest of a Limited Partner; (xi) the formation of any further limited partnerships, or entities, companies, joint ventures, or other relationships that they deem desirable and the contribution to such entities, partnerships or ventures of Assets and properties of the Fund; (xii) the control of any matters affecting the rights and obligations of the Fund, including the conduct of any litigation, the incurring of legal expenses, and the settlement or confession of claims, suits or judgments; (xiii) the making of Loans; (xiv) the approval of Borrower applications, and the engagement of the Fund in any and all general and incidental activities related thereto and necessary for the operation of such activities for profits or losses; and (xiv) the creation and issuance of various Classes of Partnership Interest as deemed expedient by the General Partner, provided such does not diminish or subordinate the rights of the Limited Partners hereunder.

4.2. *Reliance by Third Parties.* Notwithstanding any other provision of this Agreement to the contrary, no lender or purchaser or other Person, including any purchaser of property from the Fund or any other Person dealing with the Fund, shall be required to verify any representation by the General Partner as to its authority to encumber, sell, or otherwise use any Assets or properties of the Fund, and any such lender, purchaser or other Person shall be entitled to rely exclusively on such representations, and shall be entitled to deal with, the General Partner as if it were the sole party in interest therein, both legally and beneficially. Each Limited Partner hereby waives any and all defenses or other remedies that may be available against any such lender, purchaser or other Person to contest, negate, or disaffirm any action of the General Partner in connection with any such financing, sale or other transaction. In no event shall any Person dealing with the General Partner or the General Partner's representative with respect to any business or property of the Fund be obligated to ascertain that the terms of this Agreement have been complied with or to inquire into the necessity or expedience of any act or action of the General Partner or the General Partner's representative; and every contract, agreement, deed, mortgage, security agreement, promissory note, or other instrument or document executed by the General Partner or the General Partner's representative with respect to any business or property of the Fund shall be conclusive evidence in favor of any and every Person relying thereon or claiming thereunder that (i) at the time of the execution and delivery thereof this Agreement was in full force and effect, (ii) such instrument or document was duly executed in accordance with the terms and provisions of this Agreement and is binding upon the Fund and (iii) the General Partner or the General Partner's representative was duly authorized and empowered to execute and deliver any and every such instrument or document for and on behalf of the Fund.

4.3. *Outside Activities; Conflicts of Interest.* The General Partner and its managers or any Affiliate thereof and any director, officer, manager, member, employee, agent or representative of the General Partner or its managers or any Affiliate thereof shall be entitled to and may have business interests and engage in business activities in addition to those relating to the Fund, including business interests and activities in direct competition with the Fund. Neither the Fund nor any of the Partners shall have any rights by virtue of this Agreement or the partnership relationship created hereby in any business ventures of the General Partner or its managers, any Affiliate thereof, or any director, officer, manager, member, employee, agent or representative of the General Partner or managers or any Affiliate thereof. A manager shall devote only such part of its time to the affairs of the Fund as is reasonably necessary for the conduct of the Fund's business; provided, however, that it is expressly understood and agreed that (i) the General Partner intends to and shall have the right to delegate management authority for the Fund pursuant to management, operating or other agreements and (ii) its managers shall not be required to devote their entire time or attention to the business of the Fund.

4.4. *Resolution of Conflicts of Interest.* Unless otherwise expressly provided in this Agreement (i) whenever a conflict of interest exists or arises between the General Partner, its managers or any of its Affiliates, on the one hand, and the Fund or any Limited Partner, on the other hand, or (ii) whenever this Agreement provides that the General Partner or its managers shall act in a manner that is, or provide terms that are, fair and reasonable to the Fund or any Limited Partner, the General Partner or managers shall resolve such conflict of interest, take such action, or provide such terms considering, in each case, the relative interests of each party to such conflict, agreement, transaction, or situation and the benefits and burdens relating to such interests, any customary or accepted industry practices, any applicable generally accepted accounting practices or principles and such other factors as the General Partner deems appropriate in their discretion, and, in the absence of bad faith by the General Partner or its managers, the resolution, action, or terms so made, taken, or provided by the General Partner shall not constitute a breach of this Agreement or a breach of any standard of care or duty imposed herein or under the LP Act or any other applicable law, rule, or regulation. Without limitation of the foregoing, whenever a particular transaction, arrangement or resolution of a conflict of interest is required under this Agreement to be "fair and reasonable" to any Person, the fairness and reasonableness of such transaction, arrangement or resolution shall be considered on the whole in the context of all similar or related transactions, and in the context of all transactions, relationships and arrangements between or among the relevant Persons or their respective Affiliates.

4.5. *Reliance by General Partner*

- (a) The General Partner may rely and shall be protected in acting or refraining from acting upon any resolution, certificate, statement, instrument, opinion, report, notice, request, consent, order, bond, debenture, or other paper or document believed by them to be genuine and to have been signed or presented by the proper party or parties.
- (b) The General Partner may consult with legal counsel, accountants, appraisers, management consultants, engineers, brokers, investment bankers, and other consultants and advisers selected by them, and any opinion of any such Person as to matters which the General Partner believe to be within such Person's professional or expert competence shall be full and complete authorization and protection in respect of any action taken or suffered or omitted by the General Partner hereunder in good faith and in accordance with such opinion.

4.6. *Loans from or to the General Partner; Contracts with Affiliates.*

- (a) The General Partner or any Affiliate of the General Partner may lend to or borrow from the Fund funds needed or desired for such periods of time as the General Partner may determine; provided, that no General Partner or Affiliate may charge the Fund interest, points or fees at rates greater than the rates that would be charged the Fund by unrelated lenders on comparable loans. The Fund shall reimburse any General Partner making a loan to the Fund, or any Affiliate, for any costs (other than interest) incurred by it in connection with the borrowing of funds obtained by the General Partner or such Affiliate and loaned to the Fund. In the event the General Partner and/or any Affiliate borrows money from the Fund it shall do so on terms no less favorable than the Preferred Return.
- (b) The General Partner or its managers may themselves enter into any arrangement with any of its Affiliates to, render services for the Fund. Any services rendered to or on behalf of the Fund by the General Partner or managers or any such Affiliate shall be on terms that are fair and reasonable to the Fund.
- (c) Neither the General Partner, its managers nor any Affiliate thereof shall sell, transfer or convey any property or Asset to, or purchase any property or Asset from, the Fund, directly or indirectly, except pursuant to transactions that are fair and reasonable to the Fund.

4.7. Indemnification.

- (a) To the fullest extent permitted by law, each Indemnitee shall be indemnified and held harmless by the Fund and/or its Partners from and against any and all losses, damages, liabilities, expenses (including legal fees and disbursements), judgments, fines, settlements and all other amounts arising from any and all claims, demands, actions, suits or proceedings, civil, criminal, administrative or investigative, in which the Indemnitee may be involved, or threatened to be involved, as a party or otherwise by reason of its status as (i) General Partner or a manager or an Affiliate thereof, (ii) an officer, director, manager, member, employee, agent, trustee, or partner of a General Partner or an Affiliate thereof or (iii) a person serving at the request of the Fund in another entity in a similar capacity, if the Indemnitee acted in good faith and in a manner it reasonably believed to be in, or not opposed to, the best interests of the Fund and, with respect to any criminal proceeding, had no reasonable cause to believe its conduct to be unlawful; provided that no Indemnitee shall be entitled to indemnification if it shall be finally judicially determined that such Indemnitee's act or omission constituted willful misconduct or gross negligence. The termination of any action, suit or proceeding by judgment, order, settlement, conviction or upon a plea of nolo contendere, or its equivalent shall not, of itself, create a presumption that the Indemnitee acted in a manner contrary to that specified above. Any indemnification pursuant to this Section 4.7 shall be made only out of the Assets of the Fund.
- (b) Expenses (including legal fees and disbursements) incurred by an Indemnitee in defending any claim, demand, action, suit or proceeding shall, from time to time, be advanced by the Fund prior to the final disposition of such claim, demand, action, suit or proceeding, upon receipt by the Fund of an undertaking by or on behalf of the Indemnitee to repay such amount if it shall be determined that the Indemnitee is not entitled to be indemnified as authorized in this Section 4.7.
- (c) The indemnification provided by this Section 4.7 shall be in addition to any other rights to which an Indemnitee may be entitled under any agreement, pursuant to any vote of the Partners, as a matter of law or otherwise, and shall continue as to an Indemnitee who has ceased to serve in the indemnified capacity and shall inure to the benefit of the heirs, successors, assigns and legal representatives of an Indemnitee.
- (d) The Fund may purchase and maintain insurance, on behalf of the General Partner and such other Persons as the General Partner shall determine, against any liability that may be asserted against or expense that may be incurred by such Person in connection with the Fund's activities, regardless of whether the Fund would have the power to indemnify such Person against such liability under the provisions of this Agreement.
- (e) An Indemnitee shall not be denied indemnification in whole or in part under this Section 4.7 because the Indemnitee had an interest in the transaction with respect to which the indemnification applies if the transaction was otherwise permitted by the terms of this Agreement.
- (f) The provisions of this Section 4.7 are for the benefit of the Indemnitees, their heirs, successors, assigns and legal representatives and shall not be deemed to create any rights for the benefit of any other Persons.

4.8. Liability of Indemnitees.

- (a) No Indemnitee shall be liable to the Fund or any other Partner for losses sustained or liabilities incurred as a result of any act or omission if such Indemnitee acted in good faith and in a manner reasonably believed by the Indemnitee to be in, or not opposed to, the best interests of the Fund, or for errors of judgment, neglect or omission; provided, however, that an Indemnitee shall be liable for its willful misconduct or gross negligence.

(b) The General Partner may exercise any of the powers granted to them by this Agreement and perform any of the duties imposed upon it hereunder either directly or by or through its agents or representatives, and the General Partner shall not be responsible for any misconduct or negligence on the part of any agent or representative appointed by the General Partner in good faith.

ARTICLE V

RIGHTS AND OBLIGATIONS OF LIMITED PARTNERS

5.1. **Liability of Partners.** No Partner shall have any personal liability for the debts and obligations of the Fund and shall be accorded limited liability to the maximum extent allowed by law to Limited Partners under the LP Act.

5.2. **No Participation in Management.** No Limited Partner, in its capacity as such, shall take part in the operation, management or control of the Fund's business, transact any business for or on behalf of the Fund or have any power to execute documents for or otherwise act for or bind the Fund.

5.3. **Outside Activities.** Any Limited Partner shall be entitled to and may have business interests and engage in business activities in addition to those relating to the Fund. Neither the Fund nor any of the other Partners shall have any rights by virtue of this Agreement in or with respect to any business ventures of any Limited Partner.

5.4. **Withdrawal of Capital.** Except to the extent of distributions made pursuant to this Agreement or upon dissolution as provided herein, no Limited Partner shall be entitled to the withdrawal or return of their Capital Contribution for at least 12 months from the date they are admitted as a Partner of the Fund and then only upon the written consent of the General Partner.

5.5. **Inspection Rights.**

(a) Each Limited Partner shall have the right, for a purpose reasonably related to such Limited Partner's interest, subject to such reasonable standards (including standards governing what information and documents are to be furnished, at what time and location and at whose expense, including concerns involving privacy) as may be adopted by the General Partner, to obtain from the General Partner from time to time upon reasonable demand:

- (i) true and full information regarding the status of the business and financial condition of the Fund;
- (ii) properly after becoming available, a copy of the Fund's federal, state and local income tax returns for each year;
- (iii) a copy of this Agreement and the Certificate and any amendments thereto;
- (iv) true and full information regarding the amount of cash and a description and statement of the agreed value of any other property or services contributed by each Partner or which each Partner has agreed to contribute in the future, and the date on which each became a Partner; and
- (v) such other information regarding the affairs of the Fund as is just and reasonable.

(b) Notwithstanding the provisions of Section 5.5(a), the General Partner may withhold or keep confidential from the Limited Partners for such period of time as the General Partner deems reasonable any information that the General Partner reasonably believes to be personal and confidential information in the interest of preserving the privacy rights of its Partners or of the nature of trade secrets or other information the disclosure of which the General Partner in good faith believe is not in the best interests of the Fund or which the Fund is required by law or by agreements with third parties to keep confidential.

5.6. Consent Rights of Limited Partners.

- (a) The Limited Partners shall have the right to Consent with respect to the appointment of any successor General Partner.
- (b) Except as referenced in Section 5.6(a) or Article VIII or as otherwise provided in this Agreement or the LP Act, the Limited Partners shall not have any right to vote or otherwise grant or withhold Consent with respect to Fund matters.

5.7. Effect of Bankruptcy, Death or Incompetency of a Limited Partner. The bankruptcy, death, dissolution, termination or adjudication of incompetency of a Limited Partner shall not cause the dissolution or termination of the Fund and the business of the Fund shall continue. Upon any such occurrence, the legal representative of such Limited Partner shall have the rights of such Limited Partner for the purpose of settling its estate or property, and such power as the Limited Partner possesses to transfer its Partnership Interest. The transfer by any such legal representative of any Partnership Interest shall be subject to all of the restrictions hereunder to which such transfer would have been subject if made by the bankrupt, deceased, dissolved, terminated or incompetent Limited Partner.

ARTICLE VI**TRANSFERS OF INTERESTS; WITHDRAWALS; REDEMPTION; VALUATION POLICY****6.1. Transfer.**

- (a) The term “transfer”, when used in this Article VI or elsewhere in this Agreement with respect to a Partnership Interest, shall mean the sale, assignment, transfer, pledge, encumbrance, hypothecation, exchange, gift or other disposition of all or any portion of a Partnership Interest, or any interest therein (including a transfer occurring by operation of law).
- (b) No Partnership Interest shall be transferred, in whole or in part, except in accordance with the terms and conditions set forth in this Article VI. Any transfer or purported transfer of a Partnership Interest not made in accordance with this Article VI shall be null and void.

6.2. Transfers by General Partner. Upon satisfaction of the other conditions set forth in this Section 6.2, the General Partner may transfer all or any part of their Partnership Interest held by it as General Partner. Any proposed transferee of all or any part of the interest of a General Partner shall, as a condition to such transfer, agree to become an additional or successor General Partner of the Fund. In connection with such transfer, such additional or successor General Partner shall execute a counterpart of this Agreement, evidencing its agreement to serve as General Partner and to be bound by all of the terms and conditions hereof. Such transferee shall be deemed to be admitted as an additional or successor General Partner immediately prior to the effective time of the subject transfer, and, together with all remaining Partners, shall continue the business of the Fund without dissolution. The General Partner shall cause the Certificate to be amended to reflect the admission of the new General Partner and, as may be applicable, the withdrawal of the prior General Partner by reason of a transfer of its entire Partnership Interest as General Partner.

6.3. *Withdrawal or Removal of General Partner.*

- (a) The General Partner covenant and agree that they will not voluntarily withdraw as General Partner of the Fund for the term of the Fund, subject to its right to transfer its Partnership Interest as General Partner pursuant to Section 6.2.
- (b) The General Partner may be removed, and a successor General Partner elected, if and only if (i) a court of competent jurisdiction finds the General Partner to be guilty of a criminal act or to have committed a willfully fraudulent act; and (ii) a Unanimous Vote is obtained for such removal. In order to be valid, any such action for removal of the General Partner must be taken within 180 days of entry of final judgment and must also provide for the election of a successor General Partner. Such removal shall be deemed effective immediately subsequent to the admission of the successor General Partner. Such successor General Partner, together with all then remaining Partners, shall continue the Fund without dissolution. Further, such successor General Partner shall execute a counterpart of this Agreement, evidencing its agreement to serve as General Partner and to be bound by all of the terms and conditions hereof, and the General Partner shall cause the Certificate to be amended to reflect the admission of the successor General Partner and the removal of the prior General Partner. The successor General Partner shall also make the payment to the removed General Partner required under Section 6.3(c).
- (c) The removed General Partner shall, in respect of its former Partnership Interest as General Partner which shall be succeeded to by the successor General Partner, promptly receive from its successor in exchange for its Partnership Interest as General Partner an amount in cash equal to the fair market value of the removed General Partner's Partnership Interest, determined as of the effective date of removal. The removed General Partner shall, as of the effective date of its removal, cease to share in any allocations or distributions with respect to its Partnership Interest. For purposes of this Section 6.3(c), the fair market value of the removed General Partner's Partnership Interest shall be determined by agreement between the removed General Partner and its successor or, failing agreement within thirty (30) days after the effective date of removal, by an independent appraiser or other independent expert selected by the removed General Partner and its successor. If such parties cannot agree upon one independent appraiser or other independent expert within forty-five (45) days after the effective date of removal, then both the removed General Partner and its successor shall have independent appraisals conducted at their own expense. Such appraisals shall then be averaged together to determine the amount to be paid by the successor General Partner. In making their determination, such appraiser(s) or other independent expert(s) shall consider the value of the Fund's Assets and such other factors as they may deem relevant. The expense of engaging the independent appraiser(s) or other independent expert(s) that determines fair market value shall be borne one-half by the Fund and one-half by the removed General Partner.

6.4. *Event of Withdrawal of the General Partner.*

- (a) Upon the occurrence of an Event of Withdrawal of the General Partner, but excluding a withdrawal of the General Partner in connection with a permitted transfer under Section 6.2, such Person shall cease to be the General Partner and the Fund Interest held by it as General Partner shall be deemed redeemed by the Fund simultaneously with the occurrence of the withdrawal. The withdrawing General Partner shall be entitled to receive the fair value of its redeemed Partnership Interest, determined in the same manner as referenced in Section 6.3(c); provided that references in Section 6.3(c) to the removed General Partner shall be deemed references to the withdrawn General Partner and references to the successor General Partner shall be deemed references to the Fund; and provided, further, that if the withdrawal was in violation of this Agreement, the redemption price of the withdrawn General Partner's Partnership Interest will equal eighty percent (80%) of the fair market value thereof.

- (b) If at the time of the withdrawal of the General Partner as referenced in Section 6.4(a) the withdrawn General Partner was not the sole General Partner, then the remaining General Partner(s) shall continue the business of the Fund without dissolution. If, on the other hand, the withdrawn General Partner was the sole remaining General Partner, then the Fund shall dissolve unless the Limited Partners elect to continue the business of the Fund with a successor General Partner as provided in Section 7.1(b).

In the event that all members of the General Partner are deceased, incapacitated, or otherwise unable to perform their duties, such occurrence shall constitute a dissolution event of the Fund. Upon such event, **Nav Consulting, Inc.** (“Nav Consulting”) shall be granted authority, including power of attorney, to assume control of the Fund’s assets solely for the purpose of effectuating an orderly liquidation. Nav Consulting shall proceed to liquidate the Fund’s positions in a commercially reasonable manner and distribute the net proceeds to the Limited Partners in proportion to their respective capital accounts, in accordance with the terms of this Agreement and applicable law.

6.5. Transfers by Limited Partners.

- (a) No Limited Partner shall transfer all or any part of its Partnership Interest without the prior written consent of the General Partner. The General Partner will not consent to any such transfer if the effect of the same would require registration of Partnership Interests under federal or state securities laws or would result in a violation of federal or state securities laws (including investment suitability standards).
- (b) No transferee of all or any part of the Partnership Interest of a Limited Partner shall be admitted to the Fund as a substitute Limited Partner unless: (i) the General Partner has consented to such substitution, the granting or denial thereof to be within the sole discretion of the General Partner; (ii) the transferee has executed a counterpart of this Agreement and such other instruments as the General Partner deems necessary or appropriate to confirm the undertaking of such transferee to be bound by all of the terms and provisions of this Agreement; (iii) all expenses, including attorneys’ fees, incurred by the General Partner or the Fund in connection with the subject transfer shall have been paid or reimbursed by the transferor or transferee; (iv) the Fund shall have been provided with a copy of the written instrument of transfer; and (v) the General Partner shall have caused the transferee’s admission as a substitute Limited Partner to be reflected in the records of the Fund. A transferee that is not admitted as a substitute Limited Partner shall have only the economic rights of an assignee as provided in the LP Act, and such transferee shall not otherwise possess or have the right to exercise any of the rights of a Limited Partner hereunder or under the LP Act.

6.6. Withdrawal of a Limited Partner. No Limited Partner shall have the right to withdraw from the Fund prior to the dissolution and winding up of the Fund, except in connection with a permitted withdrawal as per Article 5.4 or Article 6.7 of this Agreement.

6.7 Redemption. In the General Partner’s sole discretion, the Fund may elect to redeem Units that have been held by a Limited Partner for at least 12 months or due to demonstrated hardship. In the case of any redemption of Units prior to the Lock-up Period, an “Early Redemption Penalty” equal to 30% of the Subscription price shall be charged and assessed to the Limited Partner’s Units unless waived or reduced by the General Partner in their sole discretion. Notwithstanding this policy, Units may be redeemed on any terms as may be deemed mutually acceptable between the Limited Partner and the General Partner. The Fund also may redeem the Units of any investor at any time to ensure compliance with securities laws or for any or no reason. Under no circumstances will any redemptions be possible if the VIX (CBOE Volatility index) is showing a value of 30 or greater. The effective date of a Limited Partner’s subscription shall be deemed to be the first day of the month following the date of subscription. In the event of ordinary redemptions after the twelve-month lockup period, such redemptions may be made only on the last business day of a calendar month and shall require 90-days advance notice from the effective date of the redeeming Limited Partner’s subscription. In the event of a full redemption after the twelve-month lockup period, the General Partner

shall withhold from redemption 10% of the value of the redeeming Limited account as an audit holdback to enable the General Partner to properly calculate the value of the Limited Partner's account. The audit holdback shall be released to the Limited Partner within 90 days from the end of Company's fiscal year.

6.8 Valuation Policy.

(a) Listed domestic and foreign securities and exchange traded derivatives shall be priced at the last sales price/settlement price on the exchange on which the security/derivative is principally traded. If there has been no sale on such exchange, the security shall be valued at the most recent last trade price available for the security;

(b) Options on listed domestic securities, foreign securities and indices shall be priced at the average of bid and ask price at the time of the close of the exchange on the exchange on which the security is principally traded. If prices are not available on the valuation date, value at average of most recent bid and ask price prior to valuation date; and

(c) If, as of the valuation date, the exchange on which the security trades is not open for business, the valuation of the security shall be determined as of the last preceding date on which the exchange was open for business.

ARTICLE VII DISSOLUTION AND LIQUIDATION

7.1. Dissolution.

(a) Subject to Section 7.1(b), the Fund shall be dissolved and its affairs wound up and terminated upon the first to occur of the following events:

(i) the expiration of the term of the Fund as provided in Section 1.4;

(ii) the sale or other disposition in a single transaction or series of related transactions of all or substantially all of the Assets of the Fund;

(iii) a resolution by the General Partner to dissolve the Fund; or

(iv) the impossibility of the Fund to transact business for any reason.

(b) Notwithstanding the provisions of 7.1(a)(iv), the Fund shall not be dissolved upon the occurrence of an event described in such subsection if, within ninety (90) days after such event, a Majority in Interest of the Limited Partners (or such larger group or percentage of Limited Partners as required by law) agree in writing to continue the business of the Fund and to the appointment, effective as of the date of withdrawal of the withdrawn General Partner, of successor General Partner. In the event the business of the Fund is continued without dissolution upon the occurrence of an Event of Withdrawal of General Partner as described in this Section 7.1(b), then the Fund Interest of the withdrawn General Partner shall be deemed redeemed and it shall be entitled to receive the redemption price thereof determined under Section 6.4(a) hereof.