

**BUILD NYC RESOURCE CORPORATION
OPERATING & FINANCIAL RISKS
YEAR ENDED 6/30/17**

Although there should not be any liability for personal injuries as a result of its lending activities, Build NYC could be named a party to such litigation. Therefore Build NYC requires all project companies to purchase and maintain commercial insurance coverage for these risks and to name Build NYC as additional insured. Build NYC is also named as an additional insured on NYCEDC's general liability policy. Build NYC has no threatened litigations, claims, or assessments as of June 30, 2017.