

LSA Membership versus Real Estate Investment Trust (REIT)

- LSA's technology aggregation pool balances the proven Private Equity model of acquiring companies with the risks and gains of Venture Capital based technology growth.

| Real Estate Investment Trust | LSA's Technology Aggregation Pool |
|--|---|
| Low Risk Level | Moderate Risk Level |
| Property Management without the Headaches | Business Membership without the Headaches |
| High Returns through Dividends | Moderate Returns through Dividends |
| Low to Moderate Returns through Appreciation | Moderate to High Returns through Growth |
| Low Volatility and Low Correlation | Moderate Volatility and Low Correlation |
| High (required) use of Leverage | Low (optional) use of Leverage |
| Cyclic Targeted Markets | Growing Global Markets |
| Acquire Multiple Properties | Acquire Multiple Businesses |
| Multiple Income Streams from Properties | Diversified Income Streams from Businesses |
| | Additive Revenue through new Technology Products |
| Income Increases through Rent Increases | Profitability (Income) Improvements through Execution |
| Mandated 90% of Taxable Income to Shareholders | Flexible, Goal of 50% of Taxable Income to Members |
| Ordinary Income | Phantom Income (Taxable Income) |
| | Passive Income |
| Capital Gains on Liquidation Event(s) | Capital Gains on Liquidation Event |
| Return on Capital (Physical Assets) | Return through Valuation (Assets & Intellectual Property) |