

NOTE 6. FAIR VALUE MEASUREMENTS (continued)

Instrument	Fair Value 12/31/21	Principal Valuation Technique	Unobservable Inputs	Range of Significant Input Values	Weighted Average
ALICO Services Corporation	\$ 64,900,000	Guideline Company Method	Last twelve months multiple of Market Value of Equity (MVE)/tangible	0.75x	n/a
			Five year average multiple of MVE/adjusted net income	13.0x	n/a
			Five year average multiple of MVE/adjusted pretax income	9.50x	n/a
		Discounted Cash Flow Model	Discounted rate of return	17.00%	n/a
			Price to earnings exit multiple	9.00x	n/a

ALICO Services Corporation - The Company was purchased by the Fund in March 2001. The Fund owns 100% of the Company's common shares outstanding as of December 31, 2022 and 2021. In the second quarter of 2007, the Company sold 661 shares of perpetual cumulative convertible preferred stock to a pooled investment fund of UNITE HERE and entities affiliated with UNITE HERE and Workers United, an SEIU affiliate, for \$6 million. In October 2009, the Company repurchased 204 shares of preferred stock for \$1.85 million. In 2011, the Company repurchased 132 shares of preferred stock for \$1.2 million. In May 2019, the Company sold 337 shares of perpetual cumulative convertible preferred stock to UNITE HERE and certain entities affiliated with UNITE HERE and Workers United, an SEIU affiliate, for approximately \$3.1 million. The preferred shares are convertible into approximately 6.2% of the Company's common stock on a fully-diluted basis.

The Company, through its wholly-owned subsidiaries, provides life and health insurance and certain administrative services to third parties. The consolidated assets of the Company and subsidiaries were \$218,647,000 and \$198,091,000 as of December 31, 2022 and 2021, respectively. The consolidated revenues of the Company and subsidiaries were \$212,202,000 and \$212,904,000 for the years ended December 31, 2022 and 2021, respectively. The fair value of the Company was \$53,200,000 and \$70,900,000 at December 31, 2022 and 2021, respectively. The fair value of the Fund's investment in the Company was \$47,200,000 and \$64,900,000 at December 31, 2022 and 2021, respectively. The cumulative unrealized appreciation applicable to this investment was \$19,100,000 and \$36,800,000 at December 31, 2022 and 2021, respectively.

The dividends on common and preferred shares are declared annually at the discretion of the Board of Directors of the Company. The Company declared \$360,000 of dividends on preferred shares during each of the years ended December 31, 2022 and 2021.