

MERCER PRIVATE INVESTMENT PARTNERS III, LP
(A Delaware Limited Partnership)

Unaudited Consolidated Financial Statements

For the six months ended June 30, 2017

MERCER PRIVATE INVESTMENT PARTNERS III, LP

(A Delaware Limited Partnership)

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MERCER PRIVATE INVESTMENT PARTNERS III, LP

(A Delaware Limited Partnership)

Consolidated Statement of Assets, Liabilities and Partners' Capital (Unaudited)

June 30, 2017

Assets:

Investments, at fair value (cost \$98,858,892)	\$	116,543,000
Cash and cash equivalents		7,451,542
Management fees paid in advance		171,271
Due from private investment funds		6,756
Interest receivable		4,043
Total Assets		<u><u>124,176,612</u></u>

Liabilities:

Accrued expenses		278,343
Contributions paid in advance		2,850
Total Liabilities		<u><u>281,193</u></u>

Partners' capital:

Limited partners, Class P1 - U.S. private equity		41,545,693
Limited partners, Class P2 - non-U.S. private equity		16,819,992
Limited partners, Class P3 - secondary private equity		32,015,203
Limited partners, Class R1 - infrastructure		4,279,396
Limited partners, Class R2 - real estate		10,997,171
Limited partners, Class R3 - natural resources		10,669,725
Limited partners, Class SO - sustainable opportunities		7,568,239

Total partners' capital		<u><u>123,895,419</u></u>
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Total liabilities and partners' capital	\$	<u><u>124,176,612</u></u>
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MERCER PRIVATE INVESTMENT PARTNERS III, LP

(A Delaware Limited Partnership)

Consolidated Condensed Schedule of Investments (Unaudited)

June 30, 2017

Description	Country of domicile	Original investment commitment	Cost	Fair value ¹	Percentage of partners' capital	Remaining investment commitment
Private equity investments:						
Class P1 - U.S. private equity:						
Vista Equity Partners Fund V-A, L.P.	Cayman Islands	\$ 4,000,000	\$ 3,676,738	\$ 4,056,765	3.27%	\$ 747,231
OrbiMed Private Investments V, LP	United States	3,000,000	2,464,740	4,001,636	3.23%	499,500
Deerfield Private Design Fund III, L.P.	United States	4,000,000	3,200,000	3,718,962	3.00%	800,000
Atlas Venture Fund IX, L.P.	United States	2,000,000	1,678,920	3,538,677	2.86%	169,057
Great Hill Equity Partners V, L.P.	United States	3,000,000	2,776,500	3,177,632	2.56%	223,500
Resource Capital Fund VI L.P.	Cayman Islands	3,000,000	2,405,882	3,083,932	2.49%	504,412
Genstar Capital Partners VII, L.P.	United States	3,000,000	2,706,329	3,048,272	2.46%	293,671
The Column Group II, LP	United States	3,000,000	1,818,511	2,326,949	1.88%	1,041,737
IDG Ventures USA III, L.P.	United States	3,000,000	2,130,000	2,174,903	1.76%	870,000
American Securities Partners VII, L.P.	United States	5,000,000	1,742,916	1,898,404	1.53%	3,257,084
Lovell Minnick Equity Partners IV-A LP	United States	4,000,000	1,706,881	1,844,132	1.49%	2,293,119
Sentinel Capital Partners V, L.P.	United States	2,500,000	1,411,251	1,816,313	1.47%	959,540
Blackstone Tactical Opportunities Fund II L.P.	United States	3,000,000	1,354,816	1,521,313	1.23%	1,749,590
Institutional Venture Partners XV, L.P.	United States	3,000,000	1,466,233	1,442,867	1.16%	1,440,000
Wingate Partners V, L.P.	United States	3,000,000	1,884,714	1,209,851	0.98%	1,115,286
Avalon Ventures XI, L.P.	United States	3,000,000	760,265	595,513	0.48%	2,239,735
Oaktree Opportunities Fund Xb Feeder (Cayman), L.P.	Cayman Islands	3,500,000	-	-	-	3,500,000
Total Class P1 investments		55,000,000	33,184,696	39,456,121	31.85%	21,703,462
Class P2 - non-U.S. private equity:						
HgCapital 7 B LP ²	United Kingdom	3,025,000	2,062,290	2,679,043	2.16%	737,512
BRV Lotus Fund 2012, L.P.	Cayman Islands	2,000,000	495,625	2,494,915	2.01%	170,000
North Haven Private Equity Asia IV TE, L.P.	Cayman Islands	2,000,000	1,428,759	1,593,512	1.29%	659,443
Navis Asia Fund VII, L.P.	Cayman Islands	2,000,000	1,254,971	1,517,648	1.23%	857,600
Stirling Square Capital Partners Third Fund A LP ³	Channel Islands	2,750,000	1,239,043	1,474,100	1.19%	1,269,499
Actis Global 4 A LP	United Kingdom	2,000,000	1,432,637	1,428,000	1.15%	666,804
GGV Capital V L.P.	United States	1,000,000	910,492	1,280,984	1.03%	75,000
GGV Capital Select L.P.	United States	2,000,000	930,000	952,431	0.77%	1,070,000
Crescent Capital Partners V ⁴	Australia	1,750,000	953,713	843,035	0.68%	567,617
Advent International GPE VIII-C Limited Partnership	United States	3,000,000	708,000	744,831	0.60%	2,292,000
Charterhouse Capital Partners X, LP (CCP X No. 1 LP) ⁵	United Kingdom	2,030,000	563,213	569,436	0.46%	1,473,899
Total Class P2 investments		23,555,000	11,978,743	15,577,935	12.57%	9,839,374
Class P3 - secondary private equity:						
Project Fjord ⁶	Various	10,392,738	8,290,364	10,508,578	8.48%	1,552,177
ICG Strategic Secondaries Carbon Fund LP	United States	9,800,000	7,369,351	8,633,347	6.97%	993,704
Project Weasel ⁶	United States	4,854,938	3,117,508	4,798,717	3.87%	574,476
Cipio Partners Fund VI S.C.S., SICAR ^{6,7}	Luxembourg	2,862,842	2,221,668	2,518,883	2.04%	-
Project Asia ⁶	United States	1,532,327	1,229,479	1,604,615	1.30%	136,354
Project Black ⁶	Various	3,707,324	2,183,250	1,576,541	1.27%	555,417
ICG Strategic Secondaries Fund II (Offshore) LP	Cayman Islands	5,000,000	250,000	720,036	0.58%	4,750,000
Total Class P3 investments		38,150,169	24,661,620	30,360,717	24.51%	8,562,128

MERCER PRIVATE INVESTMENT PARTNERS III, LP

(A Delaware Limited Partnership)

Consolidated Condensed Schedule of Investments (Unaudited)

June 30, 2017

Description	Country of domicile	Original investment commitment	Cost	Fair value ¹	Percentage of partners' capital	Remaining investment commitment
Real assets investments:						
Class R1 - infrastructure:						
DIF Infrastructure IV Coöperatief U.A. ⁸	Netherlands	\$ 1,100,000	\$ 841,183	\$ 864,402	0.70%	\$ 253,405
Antin Infrastructure Partners II ⁹	United Kingdom	950,000	684,886	727,884	0.59%	131,936
EnCap Flatrock Midstream Fund III-C, LP	Cayman Islands	1,500,000	618,711	642,433	0.52%	881,914
Macquarie Asia Infrastructure Fund LP	Cayman Islands	1,100,000	569,864	638,907	0.51%	529,299
KKR Global Infrastructure Investors II L.P.	Cayman Islands	1,300,000	488,254	565,569	0.45%	813,801
Stonepeak Infrastructure Fund II LP	United States	900,000	506,126	554,102	0.45%	393,874
Total Class R1 investments		6,850,000	3,709,024	3,993,297	3.22%	3,004,229
Class R2 - real estate:						
Exeter Industrial Value Fund III, L.P.	United States	2,000,000	1,931,486	2,244,143	1.81%	60,036
H/2 Special Opportunities III, L.P.	United States	2,100,000	1,819,143	2,126,933	1.72%	280,857
DRA Growth and Income Fund VIII, LLC	United States	2,000,000	1,715,363	1,854,817	1.50%	200,000
Starwood Opportunity Fund X Global, L.P.	United States	2,500,000	1,540,331	1,784,868	1.44%	959,669
Fir Tree Real Estate Fund III (Cayman), Ltd.	Cayman Islands	2,000,000	1,340,419	1,611,642	1.30%	-
Rockpoint Real Estate Fund V, L.P.	United States	2,000,000	652,776	678,496	0.55%	1,430,047
Total Class R2 investments		12,600,000	8,999,518	10,300,899	8.32%	2,930,609
Class R3 - natural resources:						
Merit Energy Partners I, L.P.	United States	3,000,000	2,529,439	3,140,555	2.53%	470,561
Resource Capital Fund VI, L.P.	Cayman Islands	2,000,000	1,603,922	2,055,954	1.66%	336,275
EnCap Energy Capital Fund X-C, L.P.	Cayman Islands	3,000,000	1,416,754	1,296,047	1.05%	1,626,025
Annapolis Investment (US) Limited Partnership VII ¹⁰	Canada	2,650,000	1,152,309	1,240,914	1.00%	1,155,001
Quantum Parallel Partners VI-D, LP	United States	2,000,000	925,272	1,135,492	0.92%	1,074,728
Warburg Pincus Energy, L.P.	United States	2,000,000	789,088	718,302	0.58%	1,172,000
Agriculture Fund II, L.P.	Cayman Islands	2,000,000	441,067	363,000	0.29%	1,558,933
Total Class R3 investments		16,650,000	8,857,851	9,950,264	8.03%	7,393,523
Sustainable opportunities investments:						
Class SO - sustainable opportunities:						
BlackRock NTR Renewable Power Fund (Feeder B), L.P.	Cayman Islands	2,000,000	1,837,716	1,766,103	1.42%	154,015
Silver Lake Kraftwerk Fund, L.P.	United States	2,000,000	1,680,841	1,518,730	1.22%	319,159
Glennmont Clean Energy Fund Europe II 'A' L.P. ¹¹	United Kingdom	2,000,000	1,316,061	1,311,156	1.06%	346,574
Paine Schwartz Food Chain Fund IV, LP ¹²	Cayman Islands	2,000,000	1,021,642	926,887	0.75%	978,358
Renewable Energy and Environmental Infrastructure Fund II (A) L.P. ¹³	Channel Islands	2,075,000	927,290	703,651	0.57%	812,642
DBL Partners III, L.P.	United States	2,000,000	683,890	677,240	0.55%	1,316,110
Total Class SO investments		12,075,000	7,467,440	6,903,767	5.57%	3,926,858
Total investments		\$ 164,880,169	\$ 98,858,892	\$ 116,543,000	94.07%	\$ 57,360,183

MERCER PRIVATE INVESTMENT PARTNERS III, LP

(A Delaware Limited Partnership)

Consolidated Condensed Schedule of Investments (Unaudited)

June 30, 2017

¹ Fair value as determined by the General Partner.

² The original commitment is 2,000,000 GBP and has been converted to U.S. dollars based on the exchange rate on date of initial subscription. The remaining unfunded commitment is 567,775 GBP and has been converted to U.S. dollars based on the exchange rate at June 30, 2017. Cost basis is translated at the spot exchange rate at each respective cash flow date and is reflected above in U.S. dollars.

³ The original commitment is 2,250,000 EUR and has been converted to U.S. dollars based on the exchange rate on date of initial subscription. The remaining unfunded commitment is 1,113,059 EUR and has been converted to U.S. dollars based on the exchange rate at June 30, 2017. Cost basis is translated at the spot exchange rate at each respective cash flow date and is reflected above in U.S. dollars.

⁴ The original commitment is 2,000,000 AUD and has been converted to U.S. dollars based on the exchange rate on date of initial subscription. The remaining unfunded commitment is 740,000 AUD and has been converted to U.S. dollars based on the exchange rate at June 30, 2017. Cost basis is translated at the spot exchange rate at each respective cash flow date and is reflected above in U.S. dollars.

⁵ The original commitment is 1,820,000 EUR and has been converted to U.S. dollars based on the exchange rate on date of initial subscription. The remaining unfunded commitment is 1,292,270 EUR and has been converted to U.S. dollars based on the exchange rate at June 30, 2017. Cost basis is translated at the spot exchange rate at each respective cash flow date and is reflected above in U.S. dollars.

⁶ These investments were purchased in secondary transactions; therefore, the commitment disclosed represents the purchase prices of the investment plus unfunded remaining commitments on the date of purchase.

⁷ The original commitment is 2,126,294 EUR and has been converted to U.S. dollars based on the exchange rate on date of purchase. Cost basis is translated at the spot exchange rate at each respective cash flow date and is reflected above in U.S. dollars.

⁸ The original commitment is 1,000,000 EUR and has been converted to U.S. dollars based on the exchange rate on date of initial subscription. The remaining unfunded commitment is 222,178 EUR and has been converted to U.S. dollars based on the exchange rate at June 30, 2017. Cost basis is translated at the spot exchange rate at each respective cash flow date and is reflected above in U.S. dollars.

⁹ The original commitment is 700,000 EUR and has been converted to U.S. dollars based on the exchange rate on date of initial subscription. The remaining unfunded commitment is 115,677 EUR and has been converted to U.S. dollars based on the exchange rate at June 30, 2017. Cost basis is translated at the spot exchange rate at each respective cash flow date and is reflected above in U.S. dollars.

¹⁰ The original commitment is 3,000,000 CAD and has been converted to U.S. dollars based on the exchange rate on date of initial subscription. The remaining unfunded commitment is 1,500,000 CAD and has been converted to U.S. dollars based on the exchange rate at June 30, 2017. Cost basis is translated at the spot exchange rate at each respective cash flow date and is reflected above in U.S. dollars.

¹¹ The original commitment is 1,500,000 EUR and has been converted to U.S. dollars based on the exchange rate on date of initial subscription. The remaining unfunded commitment is 303,866 EUR and has been converted to U.S. dollars based on the exchange rate at June 30, 2017. Cost basis is translated at the spot exchange rate at each respective cash flow date and is reflected above in U.S. dollars.

¹² Formerly known as Paine & Partners Capital Fund IV, L.P.

¹³ The original commitment is 1,500,000 EUR and has been converted to U.S. dollars based on the exchange rate on date of initial subscription. The remaining unfunded commitment is 712,500 EUR and has been converted to U.S. dollars based on the exchange rate at June 30, 2017. Cost basis is translated at the spot exchange rate at each respective cash flow date and is reflected above in U.S. dollars.

MERCER PRIVATE INVESTMENT PARTNERS III, LP

(A Delaware Limited Partnership)

Consolidated Statement of Operations (Unaudited)

For the six months ended June 30, 2017

Investment income:

Interest and dividends from private investment funds	\$	376,239
Interest income		<u>15,435</u>
Total investment income		<u>391,674</u>

Operating Expenses:

Management fees		336,958
Administration and custody fees		60,594
Professional fees		47,100
Other expenses		<u>11,733</u>
Total operating expenses		<u>456,385</u>
Net investment loss		<u>(64,711)</u>

Realized and Unrealized Gain on Investment Transactions:

Net realized gain on investments in private investment funds		3,350,739
Net realized gain on investments in securities		1,378
Net change in unrealized appreciation (depreciation) on investments		<u>2,871,848</u>
Net realized and unrealized gain on investment transactions		<u>6,223,965</u>

Net increase in partners' capital resulting from operations	\$	<u><u>6,159,254</u></u>
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MERCER PRIVATE INVESTMENT PARTNERS III, LP

(A Delaware Limited Partnership)

Consolidated Statement of Changes in Partners' Capital (Unaudited)

For the six months ended June 30, 2017

	Limited Partners							Total partners' capital
	Class P1 (U.S. private equity)	Class P2 (non-U.S. private equity)	Class P3 (secondary private equity)	Class R1 (infrastructure)	Class R2 (real estate)	Class R3 (natural resources)	Class SO (sustainable opportunities)	
Total partners' capital at January 1, 2017	\$ 34,071,788	\$ 14,622,548	\$ 36,524,448	\$ 3,234,991	\$ 10,272,383	\$ 8,654,496	\$ 6,704,063	\$ 114,084,717
Capital contributions	4,982,895	1,207,250	-	729,800	504,480	1,705,300	607,500	9,737,225
Distributions	-	-	(5,707,417)	-	(378,360)	-	-	(6,085,777)
Net investment income (loss)	(123,316)	(46,930)	(44,602)	10,998	142,923	(40,351)	36,567	(64,711)
Net realized gain on investments	160,182	49,691	2,733,332	31,313	29,260	296,556	51,783	3,352,117
Net change in unrealized appreciation (depreciation) on investments	2,454,144	987,433	(1,490,558)	272,294	426,485	53,724	168,326	2,871,848
Total partners' capital at June 30, 2017	<u>\$ 41,545,693</u>	<u>\$ 16,819,992</u>	<u>\$ 32,015,203</u>	<u>\$ 4,279,396</u>	<u>\$ 10,997,171</u>	<u>\$ 10,669,725</u>	<u>\$ 7,568,239</u>	<u>\$ 123,895,419</u>
Internal Rate of Return since inception, net of all fees and expenses	13.26%	10.04%	15.79%	4.44%	10.32%	7.62%	(3.96)%	11.20%

MERCER PRIVATE INVESTMENT PARTNERS III, LP

(A Delaware Limited Partnership)

Consolidated Statement of Cash Flows (Unaudited)

For the six months ended June 30, 2017

Cash flows from operating activities:

Net increase in partners' capital resulting from operations	\$	6,159,254
Adjustments to reconcile net increase in partners' capital from operations to net cash used in operating activities:		
Net realized gain on investments in private investment funds		(3,350,739)
Net realized gain on investments in securities		(1,378)
Net change in unrealized appreciation (depreciation) on investments		(2,871,848)
Contributions to private investment funds		(15,374,311)
Distributions from private investment funds (net of change in due from private investment funds)		8,637,576
Proceeds from sales of investments in securities		74,197
Change in operating assets and liabilities:		
Increase in management fees paid in advance		(3,723)
Increase in interest receivable		(3,245)
Decrease in accrued expenses		(74,215)
Net cash used in operating activities		<u>(6,808,432)</u>

Cash flows from financing activities:

Capital contributions (net of change in contributions paid in advance and net of change in due from limited partners)		9,738,475
Distributions (net of change in due to limited partners)		<u>(6,086,627)</u>
Net cash provided by financing activities		<u>3,651,848</u>
Net decrease in cash and cash equivalents		(3,156,584)

Cash and cash equivalents at beginning of period		<u>10,608,126</u>
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Cash and cash equivalents at end of period	\$	<u><u>7,451,542</u></u>
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Supplemental disclosure of non-cash information:

Market value of stock distributions received from private investment funds	\$	<u><u>72,819</u></u>
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Unaudited Supplementary Information

MERCER PRIVATE INVESTMENT PARTNERS III, LP

(A Delaware Limited Partnership)

Schedule of Changes in Partners' Capital Accounts (Unaudited)

For the six months ended June 30, 2017

Partners	Capital commitment	Partners' capital at January 1, 2017	Capital contributions	Distributions	Net investment loss	Net change in unrealized appreciation on investments	Net realized gain on investments	Partners' capital at June 30, 2017	Remaining capital commitment at June 30, 2017
Class P1 - US Private Equity									
Limited Partners:									
PIP III-1	\$ 175,000	\$ 106,933	\$ 15,750	\$ -	\$ (464)	\$ 7,757	\$ 506	\$ 130,482	\$ 63,000
PIP III-2	750,000	458,284	67,500	-	(1,988)	33,245	2,170	559,211	270,000
PIP III-3	1,000,000	611,045	90,000	-	(2,651)	44,326	2,893	745,613	360,000
PIP III-4	175,000	106,933	15,750	-	(464)	7,757	506	130,482	63,000
PIP III-5	1,000,000	611,045	90,000	-	(2,651)	44,326	2,893	745,613	360,000
PIP III-6	1,500,000	916,570	135,000	-	(3,977)	66,489	4,340	1,118,422	540,000
PIP III-7	1,500,000	916,570	135,000	-	(3,977)	66,489	4,340	1,118,422	540,000
PIP III-8	3,250,000	2,041,395	292,500	-	(8,617)	144,060	9,403	2,478,741	1,170,000
PIP III-9	200,000	122,209	18,000	-	(530)	8,865	579	149,123	72,000
PIP III-10	175,000	106,933	15,750	-	(464)	7,757	506	130,482	63,000
PIP III-11	15,000,000	9,165,693	1,350,000	-	(39,769)	664,894	43,397	11,184,215	5,400,000
PIP III-12	7,500,000	4,582,845	675,000	-	(19,884)	332,447	21,699	5,592,107	2,700,000
PIP III-13	1,050,000	641,599	94,500	-	(2,784)	46,543	3,038	782,896	378,000
PIP III-15	750,000	458,284	67,500	-	(1,988)	33,245	2,170	559,211	270,000
PIP III-16	1,000,000	611,045	90,000	-	(2,651)	44,326	2,893	745,613	360,000
PIP III-18	625,000	381,906	56,250	-	(1,657)	27,704	1,808	466,011	225,000
PIP III-19	2,500,000	1,527,615	225,000	-	(6,628)	110,816	7,233	1,864,036	900,000
PIP III-20	1,000,000	611,045	90,000	-	(2,651)	44,326	2,893	745,613	360,000
PIP III-21	250,000	152,763	22,500	-	(663)	11,082	723	186,405	90,000
PIP III-22	1,000,000	611,045	90,000	-	(2,651)	44,326	2,893	745,613	360,000
PIP III-23	500,000	305,524	45,000	-	(1,326)	22,163	1,447	372,808	180,000
PIP III-24	5,000,000	3,055,231	450,000	-	(13,256)	221,631	14,466	3,728,072	1,800,000
PIP III-27	20,000	12,614	1,800	-	(3)	887	58	15,356	7,200
PIP III-28	30,000	18,917	2,700	-	(5)	1,330	87	23,029	10,800
PIP III-29	13,000	8,198	1,170	-	(2)	576	38	9,980	4,680
PIP III-32	7,500,000	4,729,762	675,000	-	(1,288)	332,447	21,699	5,757,620	2,700,000
PIP III-33	5,000	3,154	450	-	(1)	222	14	3,839	1,800
PIP III-35	1,750,000	1,103,614	157,500	-	(301)	77,571	5,063	1,343,447	630,000
PIP III-36	7,500	4,729	675	-	(1)	332	22	5,757	2,700
PIP III-37	25,000	15,766	2,250	-	(4)	1,108	72	19,192	9,000
PIP III-38	50,000	31,532	4,500	-	(9)	2,216	145	38,384	18,000
PIP III-39	65,000	40,990	5,850	-	(11)	2,881	188	49,898	23,400
Total Class P1 - US Private Equity	\$ 55,365,500	\$ 34,071,788	\$ 4,982,895	\$ -	\$ (123,316)	\$ 2,454,144	\$ 160,182	\$ 41,545,693	\$ 19,931,580

MERCER PRIVATE INVESTMENT PARTNERS III, LP

(A Delaware Limited Partnership)

Schedule of Changes in Partners' Capital Accounts (Unaudited)

For the six months ended June 30, 2017

Partners	Capital commitment	Partners' capital at January 1, 2017	Capital contributions	Distributions	Net investment income (loss)	Net change in unrealized appreciation on investments	Net realized gain on investments	Partners' capital at June 30, 2017	Remaining capital commitment at June 30, 2017
Class P2 - Non-US Private Equity									
Limited Partners:									
PIP III-2	\$ 300,000	\$ 180,482	\$ 15,000	\$ -	\$ (702)	\$ 12,269	\$ 617	\$ 207,666	\$ 120,000
PIP III-3	400,000	240,640	20,000	-	(936)	16,358	823	276,885	160,000
PIP III-4	70,000	42,113	3,500	-	(164)	2,863	144	48,456	28,000
PIP III-5	400,000	240,640	20,000	-	(936)	16,358	823	276,885	160,000
PIP III-6	600,000	360,963	30,000	-	(1,404)	24,538	1,235	415,332	240,000
PIP III-7	600,000	360,963	30,000	-	(1,404)	24,538	1,235	415,332	240,000
PIP III-8	1,250,000	773,347	62,500	-	(2,924)	51,120	2,573	886,616	500,000
PIP III-9	100,000	60,161	5,000	-	(234)	4,090	206	69,223	40,000
PIP III-10	70,000	42,113	3,500	-	(164)	2,863	144	48,456	28,000
PIP III-11	6,000,000	3,609,613	300,000	-	(14,036)	245,376	12,348	4,153,301	2,400,000
PIP III-12	5,000,000	3,008,012	250,000	-	(11,697)	204,480	10,290	3,461,085	2,000,000
PIP III-13	450,000	270,720	22,500	-	(1,053)	18,403	926	311,496	180,000
PIP III-15	300,000	180,482	15,000	-	(702)	12,269	617	207,666	120,000
PIP III-16	400,000	240,640	20,000	-	(936)	16,358	823	276,885	160,000
PIP III-18	250,000	150,401	12,500	-	(585)	10,224	515	173,055	100,000
PIP III-19	1,000,000	601,602	50,000	-	(2,339)	40,896	2,058	692,217	400,000
PIP III-20	400,000	240,640	20,000	-	(936)	16,358	823	276,885	160,000
PIP III-21	100,000	60,161	5,000	-	(234)	4,090	206	69,223	40,000
PIP III-22	400,000	240,640	20,000	-	(936)	16,358	823	276,885	160,000
PIP III-23	200,000	120,320	10,000	-	(468)	8,179	412	138,443	80,000
PIP III-24	2,000,000	1,203,204	100,000	-	(4,679)	81,792	4,116	1,384,433	800,000
PIP III-27	15,000	9,317	750	-	2	613	31	10,713	6,000
PIP III-28	30,000	18,637	1,500	-	4	1,227	62	21,430	12,000
PIP III-29	7,000	4,348	350	-	1	286	14	4,999	2,800
PIP III-32	3,000,000	1,863,574	150,000	-	420	122,688	6,174	2,142,856	1,200,000
PIP III-35	700,000	434,831	35,000	-	98	28,627	1,441	499,997	280,000
PIP III-36	3,000	1,864	150	-	-	123	6	2,143	1,200
PIP III-37	15,000	9,317	750	-	2	613	31	10,713	6,000
PIP III-38	50,000	31,061	2,500	-	7	2,045	103	35,716	20,000
PIP III-39	35,000	21,742	1,750	-	5	1,431	72	25,000	14,000
Total Class P2 - Non-US Private Equity	\$ 24,145,000	\$ 14,622,548	\$ 1,207,250	\$ -	\$ (46,930)	\$ 987,433	\$ 49,691	\$ 16,819,992	\$ 9,658,000

MERCER PRIVATE INVESTMENT PARTNERS III, LP

(A Delaware Limited Partnership)

Schedule of Changes in Partners' Capital Accounts (Unaudited)

For the six months ended June 30, 2017

Partners	Capital commitment	Partners' capital at January 1, 2017	Capital contributions	Distributions	Net investment income (loss)	Net change in unrealized appreciation on investments	Net realized gain on investments	Partners' capital at June 30, 2017	Remaining capital commitment at June 30, 2017
Class P3 - Secondary Private Equity									
Limited Partners:									
PIP III-1	\$ 175,000	\$ 161,852	\$ -	\$ (25,375)	\$ (261)	\$ (6,627)	\$ 12,152	\$ 141,741	\$ 36,750
PIP III-2	450,000	416,190	-	(65,250)	(672)	(17,041)	31,249	364,476	94,500
PIP III-3	600,000	554,920	-	(87,000)	(895)	(22,721)	41,665	485,969	126,000
PIP III-4	105,000	97,113	-	(15,225)	(157)	(3,976)	7,291	85,046	22,050
PIP III-5	600,000	554,920	-	(87,000)	(895)	(22,721)	41,665	485,969	126,000
PIP III-6	900,000	832,381	-	(130,500)	(1,343)	(34,082)	62,498	728,954	189,000
PIP III-7	900,000	832,381	-	(130,500)	(1,343)	(34,082)	62,498	728,954	189,000
PIP III-8	500,000	470,973	-	(72,500)	(746)	(18,934)	34,721	413,514	105,000
PIP III-10	105,000	97,113	-	(15,225)	(157)	(3,976)	7,291	85,046	22,050
PIP III-11	9,000,000	8,323,821	-	(1,305,000)	(13,431)	(340,816)	624,976	7,289,550	1,890,000
PIP III-12	12,500,000	11,560,862	-	(1,812,500)	(18,654)	(473,355)	868,022	10,124,375	2,625,000
PIP III-15	450,000	416,190	-	(65,250)	(672)	(17,041)	31,249	364,476	94,500
PIP III-16	600,000	554,920	-	(87,000)	(895)	(22,721)	41,665	485,969	126,000
PIP III-18	375,000	346,826	-	(54,375)	(560)	(14,201)	26,041	303,731	78,750
PIP III-19	1,500,000	1,387,304	-	(217,500)	(2,238)	(56,803)	104,163	1,214,926	315,000
PIP III-20	600,000	554,920	-	(87,000)	(895)	(22,721)	41,665	485,969	126,000
PIP III-21	150,000	138,730	-	(21,750)	(224)	(5,680)	10,416	121,492	31,500
PIP III-22	600,000	554,920	-	(87,000)	(895)	(22,721)	41,665	485,969	126,000
PIP III-23	300,000	277,461	-	(43,500)	(448)	(11,361)	20,833	242,985	63,000
PIP III-24	3,000,000	2,774,607	-	(435,000)	(4,477)	(113,605)	208,325	2,429,850	630,000
PIP III-28	20,000	18,891	-	(2,900)	20	(757)	1,389	16,643	4,200
PIP III-29	7,000	6,610	-	(1,015)	7	(265)	486	5,823	1,470
PIP III-30	250,000	231,217	-	(36,250)	(373)	(9,467)	17,360	202,487	52,500
PIP III-32	4,500,000	4,250,061	-	(652,500)	4,442	(170,408)	312,488	3,744,083	945,000
PIP III-33	5,000	4,722	-	(725)	5	(189)	347	4,160	1,050
PIP III-35	1,050,000	991,682	-	(152,250)	1,037	(39,762)	72,914	873,621	220,500
PIP III-36	4,500	4,249	-	(652)	4	(170)	312	3,743	945
PIP III-37	15,000	14,167	-	(2,175)	15	(568)	1,042	12,481	3,150
PIP III-38	100,000	94,445	-	(14,500)	99	(3,787)	6,944	83,201	21,000
Total Class P3 - Secondary Private Equity	\$ 39,361,500	\$ 36,524,448	\$ -	\$ (5,707,417)	\$ (44,602)	\$ (1,490,558)	\$ 2,733,332	\$ 32,015,203	\$ 8,265,915

MERCER PRIVATE INVESTMENT PARTNERS III, LP

(A Delaware Limited Partnership)

Schedule of Changes in Partners' Capital Accounts (Unaudited)

For the six months ended June 30, 2017

Partners	Capital commitment	Partners' capital at January 1, 2017	Capital contributions	Distributions	Net investment income	Net change in unrealized appreciation on investments	Net realized gain on investments	Partners' capital at June 30, 2017	Remaining capital commitment at June 30, 2017
Class R1 - Infrastructure									
Limited Partners:									
PIP III-2	\$ 150,000	\$ 65,698	\$ 15,000	\$ -	\$ 97	\$ 5,597	\$ 644	\$ 87,036	\$ 67,500
PIP III-3	400,000	175,196	40,000	-	258	14,924	1,716	232,094	180,000
PIP III-4	80,000	35,040	8,000	-	52	2,985	343	46,420	36,000
PIP III-5	300,000	131,398	30,000	-	193	11,193	1,287	174,071	135,000
PIP III-6	400,000	175,197	40,000	-	258	14,924	1,716	232,095	180,000
PIP III-9	100,000	43,800	10,000	-	64	3,731	429	58,024	45,000
PIP III-10	70,000	30,659	7,000	-	45	2,612	300	40,616	31,500
PIP III-13	260,000	113,878	26,000	-	168	9,701	1,116	150,863	117,000
PIP III-14	200,000	87,599	20,000	-	129	7,462	858	116,048	90,000
PIP III-22	400,000	175,196	40,000	-	258	14,924	1,716	232,094	180,000
PIP III-24	1,000,000	437,993	100,000	-	645	37,311	4,291	580,240	450,000
PIP III-25	400,000	175,196	40,000	-	258	14,924	1,716	232,094	180,000
PIP III-26	1,000,000	437,993	100,000	-	645	37,311	4,291	580,240	450,000
PIP III-28	20,000	9,062	2,000	-	62	746	86	11,956	9,000
PIP III-29	6,000	2,719	600	-	19	224	26	3,588	2,700
PIP III-32	2,000,000	906,342	200,000	-	6,248	74,622	8,581	1,195,793	900,000
PIP III-35	500,000	226,587	50,000	-	1,562	18,655	2,145	298,949	225,000
PIP III-36	2,000	906	200	-	6	75	9	1,196	900
PIP III-37	10,000	4,532	1,000	-	31	373	43	5,979	4,500
Total Class R1 - Infrastructure	\$ 7,298,000	\$ 3,234,991	\$ 729,800	\$ -	\$ 10,998	\$ 272,294	\$ 31,313	\$ 4,279,396	\$ 3,284,100

MERCER PRIVATE INVESTMENT PARTNERS III, LP

(A Delaware Limited Partnership)

Schedule of Changes in Partners' Capital Accounts (Unaudited)

For the six months ended June 30, 2017

Partners	Capital commitment	Partners' capital at January 1, 2017	Capital contributions	Distributions	Net investment income	Net change in unrealized appreciation on investments	Net realized gain on investments	Partners' capital at June 30, 2017	Remaining capital commitment at June 30, 2017
Class R2 - Real Estate									
Limited Partners:									
PIP III-2	\$ 300,000	\$ 242,286	\$ 12,000	\$ (9,000)	\$ 3,098	\$ 10,145	\$ 696	\$ 259,225	\$ 60,000
PIP III-3	800,000	646,093	32,000	(24,000)	8,261	27,053	1,856	691,263	160,000
PIP III-4	160,000	129,218	6,400	(4,800)	1,652	5,411	371	138,252	32,000
PIP III-5	600,000	484,570	24,000	(18,000)	6,196	20,289	1,392	518,447	120,000
PIP III-6	800,000	646,093	32,000	(24,000)	8,261	27,053	1,856	691,263	160,000
PIP III-9	175,000	141,334	7,000	(5,250)	1,807	5,918	406	151,215	35,000
PIP III-10	140,000	113,068	5,600	(4,200)	1,446	4,734	325	120,973	28,000
PIP III-13	520,000	419,961	20,800	(15,600)	5,370	17,584	1,206	449,321	104,000
PIP III-14	400,000	323,047	16,000	(12,000)	4,131	13,526	928	345,632	80,000
PIP III-22	800,000	646,093	32,000	(24,000)	8,261	27,053	1,856	691,263	160,000
PIP III-24	2,000,000	1,615,236	80,000	(60,000)	20,653	67,631	4,640	1,728,160	400,000
PIP III-25	800,000	646,093	32,000	(24,000)	8,261	27,053	1,856	691,263	160,000
PIP III-27	15,000	12,369	600	(450)	192	507	35	13,253	3,000
PIP III-28	25,000	20,614	1,000	(750)	320	845	58	22,087	5,000
PIP III-29	8,000	6,597	320	(240)	102	271	19	7,069	1,600
PIP III-32	4,000,000	3,298,250	160,000	(120,000)	51,223	135,263	9,280	3,534,016	800,000
PIP III-35	1,000,000	824,563	40,000	(30,000)	12,806	33,816	2,320	883,505	200,000
PIP III-36	4,000	3,299	160	(120)	51	135	9	3,534	800
PIP III-37	15,000	12,369	600	(450)	192	507	35	13,253	3,000
PIP III-38	50,000	41,230	2,000	(1,500)	640	1,691	116	44,177	10,000
Total Class R2 - Real Estate	\$ 12,612,000	\$ 10,272,383	\$ 504,480	\$ (378,360)	\$ 142,923	\$ 426,485	\$ 29,260	\$ 10,997,171	\$ 2,522,400

MERCER PRIVATE INVESTMENT PARTNERS III, LP

(A Delaware Limited Partnership)

Schedule of Changes in Partners' Capital Accounts (Unaudited)

For the six months ended June 30, 2017

Partners	Capital commitment	Partners' capital at January 1, 2017	Capital contributions	Distributions	Net investment loss	Net change in unrealized appreciation on investments	Net realized gain on investments	Partners' capital at June 30, 2017	Remaining capital commitment at June 30, 2017
Class R3 - Natural Resources									
Limited Partners:									
PIP III-2	\$ 300,000	\$ 149,505	\$ 30,000	\$ -	\$ (944)	\$ 945	\$ 5,217	\$ 184,723	\$ 132,000
PIP III-3	800,000	398,678	80,000	-	(2,516)	2,520	13,912	492,594	352,000
PIP III-4	160,000	79,734	16,000	-	(503)	504	2,782	98,517	70,400
PIP III-5	600,000	299,008	60,000	-	(1,887)	1,890	10,434	369,445	264,000
PIP III-6	800,000	398,678	80,000	-	(2,516)	2,520	13,912	492,594	352,000
PIP III-8	3,000,000	1,546,270	300,000	-	(9,436)	9,452	52,171	1,898,457	1,320,000
PIP III-9	175,000	87,210	17,500	-	(550)	551	3,043	107,754	77,000
PIP III-10	140,000	69,769	14,000	-	(440)	441	2,435	86,205	61,600
PIP III-13	520,000	259,140	52,000	-	(1,636)	1,638	9,043	320,185	228,800
PIP III-14	400,000	199,338	40,000	-	(1,258)	1,260	6,956	246,296	176,000
PIP III-17	1,500,000	753,397	150,000	-	(3,974)	4,726	26,085	930,234	660,000
PIP III-22	800,000	398,678	80,000	-	(2,516)	2,520	13,912	492,594	352,000
PIP III-24	2,000,000	996,695	200,000	-	(6,291)	6,301	34,781	1,231,486	880,000
PIP III-25	800,000	398,678	80,000	-	(2,516)	2,520	13,912	492,594	352,000
PIP III-28	25,000	12,948	2,500	-	(17)	79	435	15,945	11,000
PIP III-29	9,000	4,660	900	-	(6)	28	157	5,739	3,960
PIP III-32	4,000,000	2,071,744	400,000	-	(2,663)	12,602	69,561	2,551,244	1,760,000
PIP III-35	1,000,000	517,935	100,000	-	(666)	3,151	17,390	637,810	440,000
PIP III-36	4,000	2,071	400	-	(3)	13	70	2,551	1,760
PIP III-37	20,000	10,360	2,000	-	(13)	63	348	12,758	8,800
Total Class R3 - Natural Resources	\$ 17,053,000	\$ 8,654,496	\$ 1,705,300	\$ -	\$ (40,351)	\$ 53,724	\$ 296,556	\$ 10,669,725	\$ 7,503,320

MERCER PRIVATE INVESTMENT PARTNERS III, LP

(A Delaware Limited Partnership)

Schedule of Changes in Partners' Capital Accounts (Unaudited)

For the six months ended June 30, 2017

Partners	Capital commitment	Partners' capital at January 1, 2017	Capital contributions	Distributions	Net investment income	Net change in unrealized depreciation on investments	Net realized gain on investments	Partners' capital at June 30, 2017	Remaining capital commitment at June 30, 2017
Class SO - Sustainable Opportunities									
Limited Partners:									
PIP III-11	\$ 5,000,000	\$ 2,758,469	\$ 250,000	\$ -	\$ 14,997	\$ 69,270	\$ 21,310	\$ 3,114,046	\$ 1,600,000
PIP III-12	5,000,000	2,758,469	250,000	-	14,997	69,270	21,310	3,114,046	1,600,000
PIP III-23	500,000	275,850	25,000	-	1,500	6,927	2,131	311,408	160,000
PIP III-26	1,000,000	551,693	50,000	-	2,999	13,854	4,262	622,808	320,000
PIP III-31	100,000	55,170	5,000	-	300	1,385	426	62,281	32,000
PIP III-34	500,000	275,848	25,000	-	1,500	6,927	2,131	311,406	160,000
PIP III-38	50,000	28,564	2,500	-	274	693	213	32,244	16,000
Total Class SO - Sustainable Opportunities	\$ 12,150,000	\$ 6,704,063	\$ 607,500	\$ -	\$ 36,567	\$ 168,326	\$ 51,783	\$ 7,568,239	\$ 3,888,000

MERCER PRIVATE INVESTMENT PARTNERS III, LP

(A Delaware Limited Partnership)

Schedule of Changes in Partners' Capital Accounts (Unaudited)

For the six months ended June 30, 2017

Partners	Capital commitment	Partners' capital at January 1, 2017	Capital contributions	Distributions	Net investment income (loss)	Net change in unrealized appreciation (depreciation) on investments	Net realized gain on investments	Partners' capital at June 30, 2017	Remaining capital commitment at June 30, 2017
Total All Classes									
Limited Partners:									
PIP III-1	\$ 350,000	\$ 268,785	\$ 15,750	\$ (25,375)	\$ (725)	\$ 1,130	\$ 12,658	\$ 272,223	\$ 99,750
PIP III-2	2,250,000	1,512,445	139,500	(74,250)	(1,111)	45,160	40,593	1,662,337	744,000
PIP III-3	4,000,000	2,626,572	262,000	(111,000)	1,521	82,460	62,865	2,924,418	1,338,000
PIP III-4	750,000	490,151	49,650	(20,025)	416	15,544	11,437	547,173	251,450
PIP III-5	3,500,000	2,321,581	224,000	(105,000)	20	71,335	58,494	2,570,430	1,165,000
PIP III-6	5,000,000	3,329,882	317,000	(154,500)	(721)	101,442	85,557	3,678,660	1,661,000
PIP III-7	3,000,000	2,109,914	165,000	(130,500)	(6,724)	56,945	68,073	2,262,708	969,000
PIP III-8	8,000,000	4,831,985	655,000	(72,500)	(21,723)	185,698	98,868	5,677,328	3,095,000
PIP III-9	750,000	454,714	57,500	(5,250)	557	23,155	4,663	535,339	269,000
PIP III-10	700,000	459,655	45,850	(19,425)	266	14,431	11,001	511,778	234,150
PIP III-11	35,000,000	23,857,596	1,900,000	(1,305,000)	(52,239)	638,724	702,031	25,741,112	11,290,000
PIP III-12	30,000,000	21,910,188	1,175,000	(1,812,500)	(35,238)	132,842	921,321	22,291,613	8,925,000
PIP III-13	2,800,000	1,705,298	215,800	(15,600)	65	93,869	15,329	2,014,761	1,007,800
PIP III-14	1,000,000	609,984	76,000	(12,000)	3,002	22,248	8,742	707,976	346,000
PIP III-15	1,500,000	1,054,956	82,500	(65,250)	(3,362)	28,473	34,036	1,131,353	484,500
PIP III-16	2,000,000	1,406,605	110,000	(87,000)	(4,482)	37,963	45,381	1,508,467	646,000
PIP III-17	1,500,000	753,397	150,000	-	(3,974)	4,726	26,085	930,234	660,000
PIP III-18	1,250,000	879,133	68,750	(54,375)	(2,802)	23,727	28,364	942,797	403,750
PIP III-19	5,000,000	3,516,521	275,000	(217,500)	(11,205)	94,909	113,454	3,771,179	1,615,000
PIP III-20	2,000,000	1,406,605	110,000	(87,000)	(4,482)	37,963	45,381	1,508,467	646,000
PIP III-21	500,000	351,654	27,500	(21,750)	(1,121)	9,492	11,345	377,120	161,500
PIP III-22	4,000,000	2,626,572	262,000	(111,000)	1,521	82,460	62,865	2,924,418	1,338,000
PIP III-23	1,500,000	979,155	80,000	(43,500)	(742)	25,908	24,823	1,065,644	483,000
PIP III-24	15,000,000	10,082,966	930,000	(495,000)	(7,405)	301,061	270,619	11,082,241	4,960,000
PIP III-25	2,000,000	1,219,967	152,000	(24,000)	6,003	44,497	17,484	1,415,951	692,000
PIP III-26	2,000,000	989,686	150,000	-	3,644	51,165	8,553	1,203,048	770,000
PIP III-27	50,000	34,300	3,150	(450)	191	2,007	124	39,322	16,200
PIP III-28	150,000	99,069	9,700	(3,650)	384	3,470	2,117	111,090	52,000
PIP III-29	50,000	33,132	3,340	(1,255)	121	1,120	740	37,198	17,210
PIP III-30	250,000	231,217	-	(36,250)	(373)	(9,467)	17,360	202,487	52,500
PIP III-31	100,000	55,170	5,000	-	300	1,385	426	62,281	32,000
PIP III-32	25,000,000	17,119,733	1,585,000	(772,500)	58,382	507,214	427,783	18,925,612	8,305,000
PIP III-33	10,000	7,876	450	(725)	4	33	361	7,999	2,850
PIP III-34	500,000	275,848	25,000	-	1,500	6,927	2,131	311,406	160,000
PIP III-35	6,000,000	4,099,212	382,500	(182,250)	14,536	122,058	101,273	4,537,329	1,995,500
PIP III-36	25,000	17,118	1,585	(772)	57	508	428	18,924	8,305
PIP III-37	100,000	66,511	6,600	(2,625)	223	2,096	1,571	74,376	34,450
PIP III-38	300,000	226,832	11,500	(16,000)	1,011	2,858	7,521	233,722	85,000
PIP III-39	100,000	62,732	7,600	-	(6)	4,312	260	74,898	37,400
Total All Classes	\$ 167,985,000	\$ 114,084,717	\$ 9,737,225	\$ (6,085,777)	\$ (64,711)	\$ 2,871,848	\$ 3,352,117	\$ 123,895,419	\$ 55,053,315