



Longitude Venture Partners III, L.P.  
Statement of Partner's Capital (Unaudited)  
For the Quarter and Nine Months Ended September 30, 2021  
and for the Period from Inception to September 30, 2021

**Sobrato Family Holdings, LLC**  
Commitment Amount: \$20,000,000  
Unfunded Commitment Amount <sup>(1)</sup>: \$2,850,617  
Commitment %: 3.8095%

*See accompanying notes to the Statement of Partner's Capital*

	Quarter Ended <sup>(2)(3)</sup>	Year to Date	From Inception
A) Beginning Capital	\$18,489,627	\$20,211,762	\$0
B) Contributed Capital	0	949,886	18,899,245
C) Cash Distributions Subject to Recall <sup>(4)</sup>	0	0	(1,134,628)
D) Cash Distributions Not Subject to Recall	0	0	(3,546,088)
E) Stock Distributions Subject to Recall <sup>(4)(5)</sup>	0	0	(615,234)
F) Stock Distributions Not Subject to Recall <sup>(5)</sup>	0	(2,566,697)	(5,115,263)
G) Transfer of Interest, as Applicable	0	0	0
H) Syndication Costs	0	0	(40,936)
<b>Net Increase/(Decrease) in Partner's Capital Resulting from Operations:</b>			
I) Allocation of Net Management Fee Expense <sup>(6)</sup>	(86,970)	(250,643)	(1,803,926)
J) Net Operating Income/(Loss) (Excluding Net Management Fee Expense)	(4,683)	(9,870)	(231,744)
K) Organizational Costs <sup>(7)</sup>	0	0	(14,551)
L) Net Realized Gain/(Loss) on Investments	(115,788)	(776,019)	3,030,580
M) Deemed Gain on Investments <sup>(5)</sup>	0	1,783,244	3,587,670
N) Net Change in Unrealized Investment Gain/(Loss)	2,476,652	1,417,175	7,743,713
	<u>2,269,211</u>	<u>2,163,887</u>	<u>12,311,742</u>
<b>Partner's Capital, September 30, 2021</b>	<u>\$20,758,838</u>	<u>\$20,758,838</u>	<u>\$20,758,838</u>

Longitude Venture Partners III, L.P.  
Notes to the Statement of Partner's Capital  
For the Quarter and Nine Months Ended September 30, 2021  
and for the Period from Inception to September 30, 2021

**Sobrato Family Holdings, LLC**

- (1) The unfunded commitment amount consists of your commitment amount, less your inception to September 30, 2021 contributed capital, plus your inception to September 30, 2021 distributions subject to recall, adjusted for transfer activity, as applicable.
- (2) Partnership expenses (including the management fee) have been allocated in accordance with Section 5.1(c) of the Limited Partnership Agreement ("the LPA") to the capital accounts of all Partners in proportion to their respective partnership percentages.

The Profit/(Loss) of the Partnership were allocated in accordance with Section 5.1(a) and 5.1(b) of the LPA.

The amounts shown on your Statement of Partner's Capital are presented net of the GP's carried interest allocation, which is \$14,891,703, \$14,200,507 and \$80,527,186 for the current quarter, year to date, and for the period from inception to September 30, 2021, respectively. Your impact of the GP's carried interest allocation, calculated as the GP's carried interest multiplied by your commitment percentage, is \$567,303, \$540,972 and \$3,067,704 for the current quarter, year to date, and for the period from inception to September 30, 2021, respectively.

The GP's total distributions include distributions to the GP's carried interest, in the form of tax distributions, of \$0, \$0, and \$8,980,000 for the current quarter, year to date, and from inception to September 30, 2021, respectively. Tax distributions will be offset against any future distributions to the GP as its carried interest. Your impact of the GP's carried interest paid as part of distributions, calculated as the GP's carried interest paid multiplied by your commitment percentage is \$ 0, \$ 0, and \$342,095 for the current quarter, year to date, and from inception to September 30, 2021, respectively.

The remaining accrued but unpaid balance of the GP's carried interest at September 30, 2021 is \$71,547,186. Your impact of the GP's remaining accrued but unpaid balance as of September 30, 2021 is \$2,725,609.

- (3) Realized items for tax are allocated first, followed by unrealized items. While the allocations are performed quarterly, they are subsequently reconciled on a year-to-date basis. As such, the current quarter allocation reflects the impact of applying the year-to-date performance of the Fund through the allocation waterfall above. Your individual allocation of tax related items will be detailed on your 2021 Schedule K-1, which is anticipated to be provided in March, 2022.
- (4) Distributions subject to recall have been added back to your unfunded Capital Commitment and are subject to recall by the GP pursuant to section 4.2(c)(ii) of the Fund's LPA.
- (5) Distributions of stock resulted in a realized gain for book and a "deemed" (i.e. not taxable) gain for tax purposes.
- (6) The net management fee expense consists of your allocation of the gross management fee plus your allocation of management fee offsets as stated below:

	Current Quarter	Year to Date	From Inception
Allocation of Gross Management Fee	(\$90,000)	(\$275,000)	(\$1,881,111)
Allocation of Management Fee Offsets	3,030	24,357	77,185
<b>Allocation of Net Management Fee Expense at September 30, 2021</b>	<b>(\$86,970)</b>	<b>(\$250,643)</b>	<b>(\$1,803,926)</b>

- (7) Organizational Costs are expensed under GAAP and capitalized for tax.