

WHAT ARE SOME CRITICAL ROLES A THIRD-PARTY PARTNER PERFORMS FOR A REAL ESTATE FUND?

One important element that leads to a successful real estate fund is the operations. Timely completion of administrative tasks and compliance by an outside party that certifies valuations, prepares tax filings, and provides financial reporting are vital to a fund.

Let's take a look at several crucial roles.



BUILD WEALTH THROUGH
PRIVATE REAL ESTATE INVESTMENTS



AUDITOR

An auditor is responsible for ensuring the accuracy & reliability of financial information and providing independent assessments of the financial statements & internal controls of the real estate fund.

Some of their other major responsibilities:

- Verify valuations
- Ensure compliance with regulations
- Safeguard investors through risk management
- Detect and prevent fraudulent activity



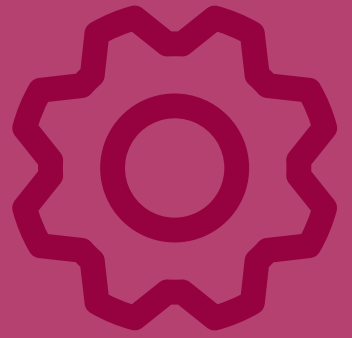
ASSESSING FINANCIAL PERFORMANCE

One of the most important tasks auditors perform is assessing the fund's financial performance. By analyzing financial statements like the income statement, balance sheet, and cash flow, the auditor can evaluate profitability, liquidity, and solvency.

Most importantly, the auditor validates the valuations used in the financial statements to ensure investors are receiving an accurate representation of their investment's current value.



FUND ADMINISTRATOR



Fund administrators play a critical role in real estate funds—they help ensure regulatory compliance, provide quarterly and annual financial & performance reporting, and implement risk management processes and procedures to identify & mitigate risks.

Here are other tasks they perform:

- Process subscriptions, capital calls, and distributions
- Calculate net asset values (NAVs)
- Apply the waterfall to distribution and NAV calculations
- Onboard investors and maintain records securely
- Reconcile cash and securities to ensure accurate fund accounting
- Ensure the fund adheres to relevant laws and SEC regulations, like preparing regulatory filings, monitoring compliance with investment restrictions, and conducting regular audits

LEGAL

The legal team ensures the fund is compliant with laws and regulations like securities laws, anti-money laundering regulations, and other requirements that help protect investors and the fund.

In addition to fund-level counsel, the legal team supports each investment transaction made by the fund. They are involved in deal structure, documentation, and numerous other elements of the investment process. A strong legal partner becomes an extension of the fund manager's staff and works in close coordination with the investment team.

Investors can feel secure, knowing their investment's risks are actively managed by a cohesive team, which positions the fund to deliver attractive returns.



CHOOSING THE RIGHT THIRD PARTIES FOR THESE ROLES IS A VITAL PART OF A SUCCESSFUL REAL ESTATE FUND. JLAM UTILIZED A RIGOROUS EVALUATION PROCESS TO CAREFULLY SELECT LEADING FIRMS TO PARTNER WITH TO PERFORM THESE CRUCIAL FUNCTIONS.

FOR MORE INFORMATION ABOUT HOW OPERATIONS PLAY A PART IN OUR REAL ESTATE FUND,

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