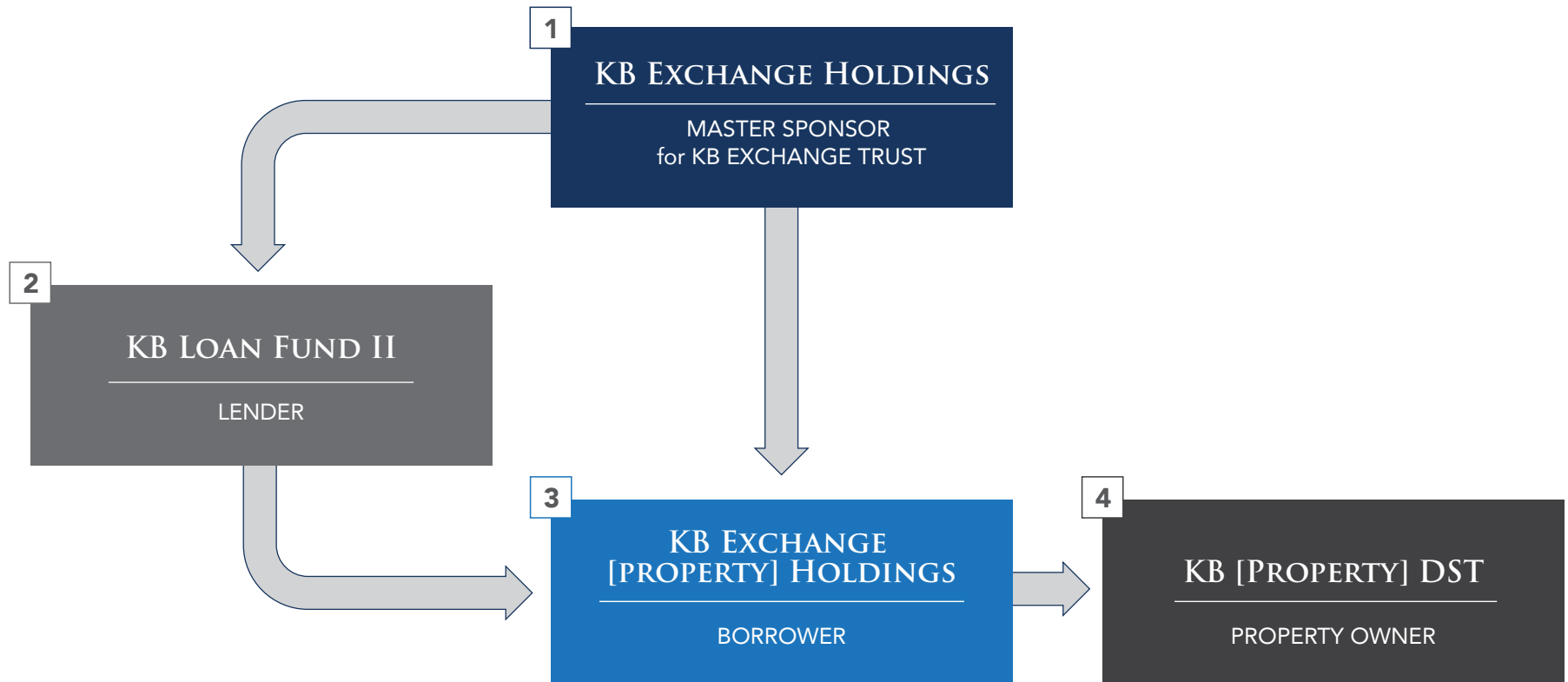


KB LOAN FUND II TRANSACTION MODEL [SIMPLIFIED]



1	KB Exchange Holdings is the 100% owner of the Borrower.
2	KB Loan Fund II (Lender) makes a mezzanine loan to the Borrower for the property acquisition.
3	Borrower holds all of the unsold property interests (DST).
4	Property Owner is structured as a Delaware Statutory Trust with investors holding beneficial ownership interests therein.