

Schedule A

LBF Holdings, LLC

Date of Investment:	5/22/2007
Amount of Investment:	\$ 32,000,000
KUE LP Partnership Interest (Combined with KUE Management, Inc.)	1.4299%
Distributions to date:	
Cash	
9/3/2013	\$ 1,429,874
10/1/2014	\$ 4,401,209
Other	
K12, Inc. Shares - FMV of K12 Shares at date of distribution	\$ 3,849,804
Remaining Financial Investment	\$ 22,319,113
Estimated Tax Basis as at 12/31/2014:	
KUE LP	\$ 24,227,698
KUE 1 LP (Propco Partnership - 8.3968%)	\$ 1,324,613
KUE 4 LP (Opco Partnership - 8.3968%)	\$ 1,660,663

**KUE LP Monetization** (see discussion on pages 8-10 of the Memorandum and Schedule D)

1. Current Payment*	\$ 3,933,826
2. Potential Additional Payments based upon release of Contingent Liability Items (other than Contingent Tax Liability)*	\$ 1,836,564
3. Total Potential Payment with application of Contingent Tax Liability*	\$ 5,770,390
4. Additional Payment on line #1 Current Payment if Schedule F payment deferral election is made and Federal Tax Legislation is enacted* ***	\$ 1,529,821
5. Additional Payment on line #2 Potential Additional Payment (based on release of Contingent Liability Items) if Schedule F payment deferral election is made and Federal Tax Legislation is enacted* ***	\$ 158,147
6. Total Potential Payment based upon application of line #'s 3, 4 and 5* ****	\$ 7,458,358
Less Estimated KUE LP tax basis	\$ 24,227,698
Estimated Capital Loss (if Schedule F election is not made and /or Federal Tax Legislation is not enacted)**	\$ (18,457,308)
Estimated Capital Loss (if Schedule F election is made and Federal Tax Legislation is enacted)**	\$ (16,769,340)

\* This figure will be updated for income/expense accruals as of the closing date.  
 \*\* Please consult with your tax advisor concerning the appropriate calculation of your capital loss.  
 \*\*\* See detailed discussion on pages 9-10 of the Memorandum.  
 \*\*\*\* Not factored into this figure is the resulting dividend income allocation and capital loss calculation - see pages 9-10 of the Memorandum; please consult with your tax advisor.

**Potential Propco Value Ranges** (see discussion on page 5 of the Memorandum and Schedule B)

Range	\$491.4M	\$632.5M
Your share	\$ 7,026,443	\$ 9,044,008
Estimated tax basis	\$ 1,324,613	\$ 1,324,613
Estimated capital gain	\$ 5,701,830	\$ 7,719,395

**Potential Opco Value Ranges** (see discussion on page 5 of the Memorandum and Schedule C)

Range	\$841.1M	\$1,079.1M	\$1,317.1M
Your share	\$ 12,026,743	\$ 15,429,864	\$ 18,832,985
Estimated tax basis	\$ 1,660,663	\$ 1,660,663	\$ 1,660,663
Estimated capital gain	\$ 10,366,080	\$ 13,769,201	\$ 17,172,322

Pre Tax Summary:

Amount of Investment	\$ 32,000,000
Less: Distributions to Date	\$ (9,680,887)
Remaining Financial Investment	\$ 22,319,113

	With Application of Contingent Tax Liability					
Plus: Potential KUE LP Monetization	\$ 5,770,390	\$ 5,770,390	\$ 5,770,390	\$ 5,770,390	\$ 5,770,390	\$ 5,770,390
Plus: Potential Propco Monetization @ \$491.4M value	7,026,443	7,026,443	7,026,443	9,044,008	9,044,008	9,044,008
Plus: Potential Propco Monetization @ \$632.5M value						
Plus: Potential Opco Monetization @ \$841.1M value	12,026,743			12,026,743		
Plus: Potential Opco Monetization @ \$1,079.1M value		15,429,864			15,429,864	
Plus: Potential Opco Monetization @ \$1,317.1M value			18,832,985			18,832,985
Monetization with application of Contingent Liability	24,823,577	28,226,697	31,629,818	26,841,141	30,244,262	33,647,383
Plus distributions to date	9,680,887	9,680,887	9,680,887	9,680,887	9,680,887	9,680,887
Total Monetization	\$ 34,504,464	\$ 37,907,584	\$ 41,310,705	\$ 36,522,028	\$ 39,925,149	\$ 43,328,270

	Without Application of Contingent Tax Liability					
Plus: Potential KUE LP Monetization	\$ 7,458,358	\$ 7,458,358	\$ 7,458,358	\$ 7,458,358	\$ 7,458,358	\$ 7,458,358
Plus: Potential Propco Monetization @ \$491.4M value	7,026,443	7,026,443	7,026,443	9,044,008	9,044,008	9,044,008
Plus: Potential Propco Monetization @ \$632.5M value						
Plus: Potential Opco Monetization @ \$841.1M value	12,026,743			12,026,743		
Plus: Potential Opco Monetization @ \$1,079.1M value		15,429,864			15,429,864	
Plus: Potential Opco Monetization @ \$1,317.1M value			18,832,985			18,832,985
Monetization without application of Contingent Liability	26,511,545	29,914,665	33,317,786	28,529,109	31,932,230	35,335,351
Plus distributions to date	9,680,887	9,680,887	9,680,887	9,680,887	9,680,887	9,680,887
Total Monetization	\$ 36,192,432	\$ 39,595,552	\$ 42,998,673	\$ 38,209,996	\$ 41,613,117	\$ 45,016,238

① KUE Loss 8 16-18 depending on option chosen

② PROPCO 5 6.7 mil  
 ③ OPCCO 13.8 mil  
 midst est gains x 24.5 mil