



Investing in Unitus Seed Fund II, LP through an ImpactAssets Donor Advised Fund

Investors in Unitus Seed Fund II, LP (USF II) make direct investments as limited partners to the fund via a series of capital calls over the 10-year life of the fund. Investors receive distributions from USF II over time (with amounts and profits based on the performance of the fund) which can be used for whatever purpose the investor wants. Some investors who are also philanthropic donors have inquired about making market-rate, mission-related investments or program-related investments (PRIs) from family foundations, and mission-related investments from Donor Advised Funds (DAFs). In these cases, the funds are designated for charitable use, and the donor/charitable organization is getting the benefit of growing these funds over time, re-investing or re-deploying proceeds in other areas, receiving tax preferences, all while supporting the social impact of the organizations in USF II's portfolio.

Unitus has partnered with [ImpactAssets](#) (IA) to provide a simple method for investing in USF II while receiving a charitable tax credit for an individual or a private foundation. Working through IA, you simply make a tax-deductible donation or a grant from another charitable entity into your DAF at IA, and then IA takes a Limited Partner position with USF II. IA manages all of the capital calls, tax reporting and other administrative responsibilities of interacting with USF II. You receive quarterly fund update reports from USF via email including how much capital is being returned to your DAF. You then advise IA on how to re-invest or grant all returned capital.

Steps to Implement an Investment in USF through IA:

Step 1: Open a DAF by completing attached application form and send to IA by mail, fax or email.

Step 2: Transfer your total capital commitment amount to IA (details on application form). Your funding options include:

- (a) Send donation check/wire donation to "ImpactAssets"
- (b) Send foundation grant check/wire to "ImpactAssets"
- (c) Request a grant from an existing DAF to ImpactAssets

That's it! IA will send you an acknowledgement when your monies are received which you can use for your tax filings.

Important Facts

1. USF II capital calls will be funded from your DAF. IA is the limited partner (not the individual donor or foundation) to USF II. The full capital commitment must be funded up front to your DAF, and will be invested in a standard investment platform until the funds are drawn down via capital calls.
2. Because this investment will have a pro forma term of 10 years, the DAF will have to reserve for its yearly administrative fees net of a target of 2-3% interest earned on idle cash.
3. DAFs are investing in USF II as an alternative asset class, and as such is an investment and not a grant. As disclosed by USF II, venture investing is risky and the capital may not be returned.

About ImpactAssets

IA is a USA 501c3 public charity which specializes in making investments which have an intentional positive impact on society. IA engages individuals and foundations to setup donor advised funds for this purpose. IA was formed in 2009 as a spin-out from Calvert Foundation, a leader in these types of positive society impact investments.