

**BUILD NYC RESOURCE CORPORATION**  
**OPERATING & FINANCIAL RISKS**  
**YEAR ENDED June 30, 2020**

Although there should not be any liability for personal injuries as a result of its lending activities, Build NYC has been named a party to personal injury litigation in the past. Build NYC requires all project companies to purchase and maintain commercial insurance coverage for these risks and to name Build NYC as additional insured and is covered as an additional insured on the project company's commercial insurance coverage for the currently pending personal injury litigation. Build NYC is an additional named insured on NYCEDC's general liability policy. In management's opinion, the personal injury litigation is not expected to have a materially adverse effect on the financial position of Build NYC.