

October 12, 2018

Investor Report for Q3 2018

Dear Chancery Surprise Behavioral Hospital Investor:

We hope that you have had a wonderful summer. We have been busy with construction and getting the behavioral hospital ready for its first patient.

We are happy to report that the construction is proceeding very well and we have made significant progress since our last report in July 2018:

- Stucco, drywall, skylights and built-up roofing have been completed while masonry screen walls and ceiling grids are currently being installed.
- Concrete site work is 95% complete with the installation of the stone veneer underway on the north site wall.
- Last but not the least, we're expecting the 3rd construction financing draw within a week or two.

Construction is approximately 60% complete and we expect to accept our first patient by Q4 2018 as scheduled.

Please see below for the most recent pictures taken at the site:



We have hired our Director of Business Development, Lori Frazier, an expert with 10 years of experience in marketing and management of the seniors housing sector. Her profound knowledge of the industry will ensure the success of our behavioral hospital! Please see the Appendix for Lori's full biography.

In consultation with our senior management and marketing team, our project has been officially named: Avenir Behavioral Health Center. Please feel free to check out the new website at <http://avenirbehavioralcenter.com/> for the details.

We will continue to issue quarterly disclosure with updates on financing, construction, stabilization and operations as the project proceeds.

In the interim, please feel free to contact me (sarah@chanceryseniors.com) or our President, Jessica Zhang (jessica@chanceryseniors.com), directly with any questions.

Again, thank you for your investment in this project!

Sincerely,

Chancery Seniors Housing Investments Inc.



Sarah Cathrae
Managing Director

Appendix

Lori Frazier

Director of Business Development

Lori Frazier serves as The Director of Business Development for Avenir Behavioral Health Center. Her primary role is to build relationships in the community with professionals and organizations and to educate about Avenir Behavioral Health Center's programs. Lori comes to Avenir with over 10 years experience in Business Development, Marketing and Management within the senior industry. She has held previous positions in Behavioral Health Hospitals, Hospice, Home Health and Senior Placement Services. She holds a Masters Degree in Counseling and a Bachelor's Degree from Arizona State University.

When she is not working, Lori is spending time with her husband Aaron and her two daughters, Madison and Alexa.

