

Section 13.11. Conflicts of Interest. No Trustee, officer, or Adviser of the Trust, or any person affiliated with such persons ("Inside Persons") shall sell or lease any Real Property or other assets (other than securities of the Trust) to Trust or purchase or lease any Real Property or other assets (other than securities of the Trust) from the Trust, or borrow any assets from the Trust, directly or indirectly, except pursuant to transactions that are fair and reasonable to the Shareholders and that relate to:

(a) the acquisition of Real Property or other assets at the creation of the Trust or shortly thereafter, or Real Property or other assets to be acquired by the Trust upon completion of the first public offering of Shares, all of which such transactions are fully disclosed in any prospectus or offering circular used in connection with the first public offering of Shares;

(b) the acquisition by the Trust of federally insured or guaranteed Mortgage Loans at prices not exceeding the currently quoted prices at which the Federal National Mortgage Association is purchasing comparable Mortgage Loans;

(c) the acquisition of other Mortgage Loans on terms not less favorable to the Trust than similar transactions not involving Inside Persons; or

(d) the acquisition by the Trust of other Real Property or assets for consideration not exceeding the fair value thereof as determined by a qualified, disinterested, independent appraiser.

All such transactions and all other transactions in which Inside Persons have any direct or indirect interest shall be approved by a majority of the Trustees, including a majority of the disinterested Trustees. No commissions or remuneration shall be received by any Inside Person in connection with the purchase, sale or other acquisition or disposition of Trust Real Property or other Trust assets.

For the purposes of this Section 13.11 and Section 5.5 persons affiliated with a natural person shall include such natural person's spouse and minor children who are then residing with him, his partners

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