

VOLUNTARY NOTICE

January 4, 2023

Lifespace Communities, Inc. (“Lifespace” or the “Sponsor”)

This notice is being sent to the Municipal Securities Rulemaking Board via the Electronic Municipal Market Access system pursuant to the Securities and Exchange Commission Rule 15c2-12 (the “Rule”) and the Lifespace Master Continuing Disclosure Agreement dated November 1, 2010, as from time to time amended in accordance with the provisions thereof (the “CDA”).

Event Information:

This notice is being provided by Lifespace as a voluntary notification of the potential incurrence of a financial obligation, subject to conditions, by Lifespace.

Lifespace is the sole member of Northwest Senior Housing Corporation d/b/a Edgemere (“Edgemere”) and Senior Quality Lifestyles Corporation (“SQLC,” and together with Edgemere, the “Debtors”). On April 14, 2022, the Debtors each filed voluntary petitions for relief under Chapter 11 of the Bankruptcy Code in the United States Bankruptcy Court for the Northern District of Texas (the “Bankruptcy Court”). This notice provides information regarding the Debtors’ Third Amended Plan of Reorganization of the Plan Sponsors (the “Third Amended Plan”), and Third Amended Disclosure Statement for the Plan of Reorganization of the Plan Sponsors (the “Third Amended Disclosure Statement”, together with the Third Amended Plan, the “Plan”), both filed with the Bankruptcy Court in December, 2022. The Bankruptcy Court has approved the Third Amended Disclosure Statement and entered an Order establishing certain deadlines and procedures regarding the voting process for holders of Claims. Capitalized terms used herein have the meanings set forth in the Plan.

Pursuant to the Plan, Lifespace has agreed to provide certain limited financial support if the Plan is confirmed by the Bankruptcy Court.

Specifically, the Plan provides for a settlement of all potential Estate, Trustee, DIP Lender and Resident claims against Lifespace in exchange for (a) a \$16.5 million payment to the Trustee on the Effective Date for Distribution to holders of the Original Bonds, pursuant to the terms of the Original Bond Documents (the “Lifespace Bond Contribution”), and (b) subject to certain conditions, annual payments (the “Lifespace Resident Contributions”) made into a trust, pursuant to the schedule attached to the Third Amended Disclosure Statement, which funds shall be used to pay participating Residents for claims relating to their Residency Agreements. The anticipated Lifespace Resident Contributions will be paid over approximately 19 years in an aggregate amount of approximately \$143,000,000. In exchange for the Lifespace Resident Contributions and the releases provided under the Plan, Lifespace will be entitled to a Pro Rata distribution of Litigation Trust Assets, in accordance with the terms of the Plan and the Litigation Trust Agreement. The Lifespace Bond Contribution and Lifespace Resident Contributions are collectively referred to as the “Lifespace Contribution”.

THE LIFESPACE CONTRIBUTION IS CONDITIONED UPON, AMONG OTHER THINGS, CONFIRMATION OF THE PLAN BY THE BANKRUPTCY COURT. THE PROPOSED PLAN AND THE LIFESPACE CONTRIBUTION MAY BE MODIFIED PRIOR TO CONFIRMATION. THERE CAN BE NO ASSURANCE THE PROPOSED PLAN WILL BE APPROVED IN ITS CURRENT FORM, IF AT ALL, BY THE BANKRUPTCY COURT.