MINUTES OF REGULAR MEETING OF DIRECTORS
OF SA F&P PROPERTY HOLDING CORP.

A regular meeting of the Board of Directors of SA F&P PROPERTY HOLDING CORP. ("Corporation") was held at the San Antonio Fire & Police Pension Fund Office on the 15th day of February, 2017 at 12:15 p.m., in accordance with the provisions of the Bylaws of this Corporation.

At 12:15 p.m., Dean Pearson, President, called the meeting to order and Warren Schott, Secretary of the Corporation, called the roll and announced that a quorum was present (Dean Pearson, J.T. Trevino and Warren Schott, were present). Jim Smith, Larry Reed, Jimmy Foster, Harry Griffin, Mark Gremmer, Matthew O'Reilly, Erik Dahler, Harold Shwiff, and Britney Brantley were also in attendance. The first order of business was the approval of the minutes of the November 22, 2016 regular meeting of the Board of Directors. Upon motion by Warren Schott, seconded by J.T. Trevino, the minutes were approved unanimously.

Harold Shwiff of Sullivan Commercial presented a leasing update (attached). Currently, Shavano III is 71% leased, Shavano IV is 88% leased and the Parkway Center is 100% leased.

Harold Shwiff informed the Board that a new directory has been fabricated and installed at the Parkway Center of displaying meeting notices. As such, there is no need for the LCD directory. No action was taken.

Warren Schott gave an update on the Shavano Center loan which was used to purchase the two Shavano buildings. He reminded the Board that the loan was made with The Northern Trust Company and carried a floating interest rate. The rate has been slowly increasing to its current 1.38% rate. Considering the investment return on the building, the Board agreed that paying off the loan didn't make sense at this point. No action was taken – we will continue to monitor the interest rate.

There being no further business, upon motion duly made by J.T. Trevino, and seconded by Warren Schott, the meeting was adjourned at 12:30 p.m.

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WARREN SCHOTT, Secretary

APPROVED:

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DEAN PEARSON, President