

EXHIBIT II
DISCLOSURE STATEMENT

SL Briarcliff Manor Operator, Inc. (the “Operator”), as operator of The Club at Briarcliff Manor (the “Residence”), located at 25 Scarborough Road, Briarcliff Manor, NY 10510, hereby discloses the following as required by Public Health Law section 4658(3):

1. The Consumer Information Guide developed by the New York State Commissioner of Health is attached as Exhibit IV-A of this Agreement.
2. The Operator is licensed by the New York State Department of Health to operate at 25 Scarborough Road, Briarcliff Manor, NY 10510 as an Assisted Living Residence as well as an Enriched Housing Program. The Operator is also certified to operate at this location as an Enhanced Assisted Living Residence and Special Needs Assisted Living Residence. These additional certifications may permit individuals who may develop conditions or needs that would otherwise make them no longer appropriate for continued residence in a basic Assisted Living Residence to be able to continue to reside in the Residence and to receive either Enhanced Assisted Living services or Special Needs Assisted Living services, as long as the other conditions of residency set forth in this Agreement continue to be met. The Operator is currently approved to provide:
 - a. Enhanced Assisted Living services for up to a maximum of 132 persons
 - b. Special Needs Assisted Living services for up to a maximum of 37 persons

The Operator will post prominently in the Residence, on a monthly basis, the then-current number of vacancies under its Enhanced Assisted Living and Special Needs Assisted Living programs.

It is important to note that the Operator is currently approved to accommodate with the Enhanced Assisted Living and Special Needs Assisted Living programs only up to the numbers of persons stated above. If you become appropriate for Enhanced Assisted Living services or Special Needs Assisted Living services, and one of those units is available, You will be eligible to be admitted into the Enhanced Assisted Living program or the Special Needs Assisted Living unit. If, however, such units are at capacity and there are no vacancies, the Operator will assist You and Your representatives to identify and obtain other appropriate living arrangements in accordance with New York State’s regulatory requirements. If you become eligible for and choose to receive services in the Enhanced Assisted Living Residence or the Special Needs Assisted Living Residence program within this Residence, it may be necessary for You to change your Apartment within the Residence.

3. The owner of the real property upon which the Residence is located is SHI-III Briarcliff REIT, LLC. The mailing address of the real property owner is 303 East Wacker Drive, Suite 2400, Chicago, IL 60601. The following individual is authorized to accept personal service on behalf of the real property owner: Stephen J. Levy.
4. The Operator of the Residence is SL Briarcliff Manor Operator, Inc. The mailing address of the Operator is 303 East Wacker Drive, Suite 2400, Chicago, IL 60601. The individual authorized to accept personal service on behalf of the Operator is the Stephen J. Levy.
5. There is no ownership interest in excess of 10% on the part of the Operator (whether a legal or beneficial interest) in any entity which provides care, material, equipment or other services to residents of the Residence.
6. There is no ownership interest in the Operator in excess of 10% (whether legal or beneficial interest) on the part of any entity which provides care, material, equipment or other services to residents of the Residence.
7. Should it be necessary for You to receive health services not covered by fees under the Residency Agreement, You may receive such services from the health care provider of Your choice whether or not the Operator has an arrangement with the provider. In such situations, You will enter into a payment agreement directly with the health care provider. In certain circumstances, government programs such as Medicare or Medicaid may pay for these additional medical services.
8. You shall have the right to choose Your health care providers, notwithstanding any other agreement to the contrary.
9. Public funds for payment for certain residential, supportive or home health services are available for eligible individuals. Such public funds include Medicare coverage of qualifying home care services.
10. The New York State Department of Health's toll free telephone number for reporting complaints regarding the services provided by the Operator is 1-866-893- 6772.
11. The New York State Long Term Care Ombudsman Program (NYSLTCOP) provides a toll-free number 1-855-582-6769 to request an Ombudsman to advocate for the resident. The local LTCOP telephone number is (914) 345-5900, extension 298. The NYSLTCOP web site is www.ltombudsman.ny.gov.