

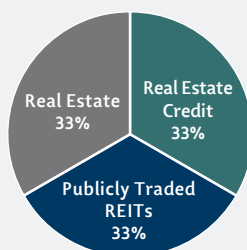
The Value of an Institutional Approach

The following hypothetical illustration is not intended to represent the Resource Real Estate Diversified Income Fund's past or future performance. The Resource Real Estate Diversified Income Fund is a relatively new fund and has a limited historical performance.

An institutional real estate allocation may lower volatility and increase returns

The addition of an institutional real estate allocation can make a significant impact on a portfolio.

To demonstrate, "Diversified Real Estate Income"¹ replicates an institutional approach of blending various forms of real estate investments to potentially increase returns while reducing volatility.



With equal weights of real estate, credit investments, and publicly traded REITs, the hypothetical Diversified Real Estate Income would have produced:

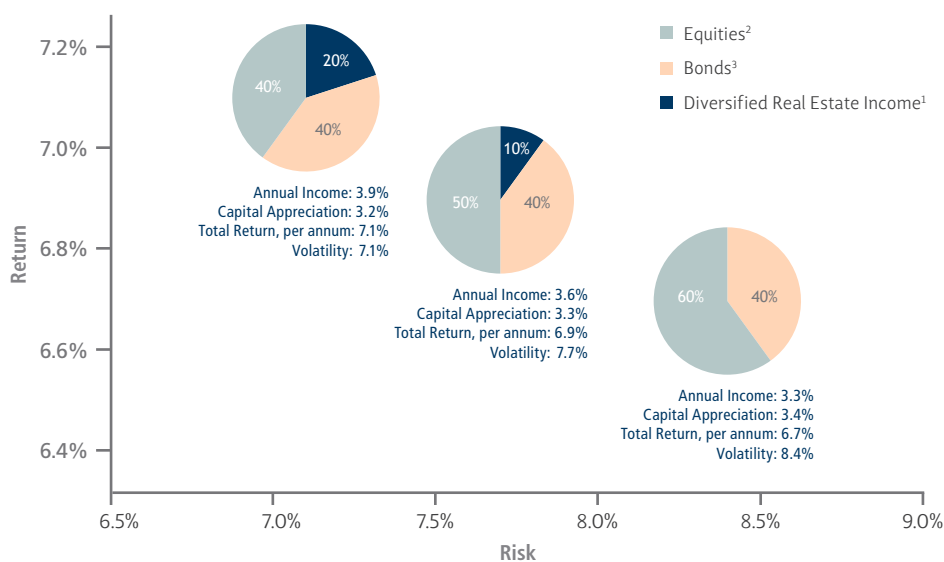
Diversified Real Estate Income 2000–2016	
Annual Income	5.2%
Annual Capital Appreciation	2.9%
Annual Total Return, per annum	8.1%
Volatility	9.3%

Historical Results: increased returns with lower risk¹

Adding Diversified Real Estate Income, a portfolio mix that replicates an institutional real estate allocation, may reduce risk and increase overall returns and yield.

Past performance is no guarantee of future results. This chart is for illustrative purposes only and the portfolio does not represent a specific investment, including the Resource Real Estate Diversified Income Fund. You cannot invest directly in an index.

Historical Risk and Returns 2000–2016



The analysis assumes that the hypothetical Diversified Real Estate Income portfolio is rebalanced amongst the three sections of direct real estate, debt, and publicly traded REITs on a quarterly basis.

¹ The hypothetical portfolio is a blend of equal segments of direct real estate, debt, and publicly traded REITs. Source: Internal Resource Real Estate data - NCREIF Property Index (Direct Real Estate), Wells Fargo Preferred REIT Index (Debt), FTSE EPRA NAREIT Global Developed Index (Publicly Traded Real Estate). Data as of 12/00–12/16. Source: Internal Resource Real Estate data. You cannot invest directly in an index.

² The underlying data for equity markets used in this analysis was based on the S&P 500 Index that produced a yield of 2.07%, total return of 5.43% and a volatility of 16.47%.

³ The data for the bond markets used was based on the EFFAS Bond Index for U.S. 10-year government bonds (Bloomberg: USG5), which produced a yield of 5.03%, total return of 6.59%, and a volatility of 12.41%.

An institutional approach: Resource Real Estate Diversified Income Fund

Resource Real Estate Diversified Income Fund (the “Fund”) provides an institutional real estate investment approach by blending a professionally managed portfolio of private real estate equity, real estate credit, and global traded REIT equity. When added to a portfolio, the Fund may lower correlation to volatile equity markets reducing risk, while increasing overall returns.

Seeks to provide

- **Income** – targeted annualized quarterly distribution greater than 5%*
- **Capital Appreciation** – growth potential through asset appreciation
- **Low Correlation** – lower correlation to the equity markets
- **Diversification** – multiple investments, sectors, and investment types
- **Quarterly Liquidity** – liquidity through quarterly redemptions**

* Target annualized distribution is measured at the Fund level and is not equal to actual returns for an investor. As portfolio and market conditions change, future distributions will vary and target annualized distribution may not be obtained in the future. A portion of our distribution has been comprised of a return of capital because certain Fund investments have included preferred and common equity investments, which may include a return of capital. Distributions are not guaranteed.

** Quarterly redemptions will be no less than 5% of the shares outstanding made available. Regardless of how the Fund performs, there is no guarantee that shareholders will be able to sell all of the shares they desire in a quarterly repurchase offer.

Risk disclosures

There is no guarantee that the Fund will achieve its objectives, generate profits, or avoid losses. Diversification does not ensure profit or prevent losses.

An investor should consider the investment objectives, risks, charges, and expenses of the Fund carefully before investing. To obtain a prospectus containing this and other information, please call (866) 773-4120 or download the file from www.RREDIF.com. Read the prospectus carefully before you invest.

The Fund is distributed by ALPS Distributors, Inc. (ALPS Distributors, Inc. 1290 Broadway, Suite 1100, Denver, CO 80203). Resource Real Estate, Inc. and ALPS Distributors, Inc. are not affiliated.

Investing involves risk. Investment return and principal value of an investment will fluctuate, and an investor's shares, when redeemed, may be worth more or less than their original cost. Alternative investment funds, ETFs, interval funds, and closed-end funds are subject to management and other expenses, which will be indirectly paid by the Fund. Preferred securities are subject to credit risk and interest rate risk. Convertible securities are typically issued as bonds or preferred shares with the option to convert to equities. As a result, convertible securities are hybrids that have characteristics of both bonds and common stocks and are subject to risks associated with both debt securities and equity securities. Issuers of debt securities may not make scheduled interest and principal payments, resulting in losses to the Fund. Typically, a rise in interest rates causes a decline in the value of fixed income securities. The use of leverage, such as borrowing money to purchase securities, will cause the Fund to incur additional expenses and magnify the Fund's gains or losses.

There currently is no secondary market for the Fund's shares and the Fund expects that no secondary market will develop. Limited liquidity is provided to shareholders only through the Fund's quarterly repurchase offers, regardless of how the Fund performs. Investments in lesser-known, small and medium capitalization companies may be more vulnerable than larger, more established organizations. The Fund will not invest in real estate directly, but because the Fund will concentrate its investments in securities of REITs, its portfolio will be significantly impacted by the performance of the real estate market. There are risks associated with REITs. Risks include declines from deteriorating economic conditions, changes in the value of the underlying property, and defaults by borrowers. The sales of securities to fund repurchases could reduce the market price of those securities, which in turn would reduce the Fund's NAV.