



BLUEROCK RESIDENTIAL GROWTH REIT, INC.

Enterprise–Wide Environmental Sustainability Policy

Our Commitment to a Safer, Cleaner Planet

Bluerock Residential Growth REIT, Inc., and its subsidiaries (collectively, “we,” “our,” “us,” or “the Company”) are committed to reducing their environmental impact as the Company’s business continues to expand throughout the United States.

In keeping with this intent, we are committed to reducing energy consumption while improving waste and water management in our offices, while working with our partners to develop and operate residences that operate in better accord with our environment.

We recognize that climate change -- including, among other conditions, global warming, changing weather patterns and challenges to water supply -- presents risk to our ecosystems as well as to people, property and economies. The physical effects of climate change have the potential to influence asset value in affected areas. For example, changes in the frequency of extreme weather events may alter probability scenarios, assumptions related to asset life or investment returns/decisions. Equally, the placement of our properties has an impact on the environment as well. We understand the need to address and mitigate the risk of climate-related impacts both from and to our properties and commit to verifying that the assets we own are built and retrofitted with these potentialities in mind. The Company’s investment model – from site selection through construction and operations – will incorporate an evaluation of multiple environmental impacts and include them in our projections at the time of purchase. This affords us the functional and financial flexibility to develop (or retrofit) properties that operate responsibly in a changing environment.

We intend to continue to enroll eligible acquisitions in Fannie Mae and Freddie Mac’s green financing programs. These programs offer lower borrowing costs to purchasers of qualified, older, multifamily projects who agree to retrofit or upgrade properties with quantifiable, sustainable solutions. We will continue to pursue these opportunities, as appropriate, for qualified properties.

We will continue to work with our development partners and property managers to seek sustainable solutions across our portfolio. A majority of BRG’s acquisitions consist of operating properties that we retrofit and improve with new, sustainable solutions. This investment model generates a continually replenishing opportunity to improve the environmental impact of older, less sustainable properties throughout the United States, and it is our intent to pursue continued opportunities to acquire and upgrade properties in this vein. Our ground-up developments will incorporate environmentally sound principles from their inception.

In alignment with this commitment, we agree to report on our initiatives to improve our sustainable footprint.

We recognize that sustainability initiatives at our rental properties deliver significant benefits to residents and operations, with lower costs for energy and water, healthier, more livable, environments, lower financing costs and improved marketability, among others.

Areas of focus across our portfolio may include installation of energy efficient windows, high R-value insulation for roofing and exterior walls, tankless or Energy Star-rated water heaters, energy efficient HVAC units, direct tenant metering for electric and natural gas, programmable thermostats, LED lighting, Energy Star-rated kitchen appliances and washers/dryers, bike racks for residents, designated ride sharing locations for residents, electric car charging stations, runoff control, water treatment and waste

retention during construction and/or operations, tenant submetering for water, low flow shower heads, faucets and toilets, use of gray water for irrigation, waste to landfill reduction and controls on construction waste management, active tenant recycling programs and use of low VOC paints, carpets and flooring.

We further commit to environmentally sound behaviors in our own corporate operations, including recycling, reductions in our use of paper and plastics, programs to encourage use of public transportation and use of environmentally safe cleaning products. We will look for opportunities to continue to improve on the sustainability front.

Demand for housing will continue to grow as the population increases, creating an imperative for housing options that meet the dual needs of a growing pool of renters and an increasingly fragile ecosystem. We believe that by honoring our commitments to the environment, we can bolster the Company's triple bottom line, thereby supporting our people, our planet and our profits.