



Apple REIT Ten, Inc. **Investor Acknowledgement of Risk**

Acct. #: _____ Date: _____ Doc. # 1022
 IC Name/Code: _____ Track #: _____

Corporate Headquarters:

477 Jericho Turnpike
 P.O. Box 9006
 Syosset, NY 11791
 1-800-367-3000

I have received a copy of the current Prospectus for Apple REIT Ten, Inc. (the "Company") in effect as of the date hereof. I have had an opportunity to read it and review it with my Investment Counselor and/or other financial advisor. As a result, I hereby acknowledge that I am aware of the risks concerning the Apple REIT Ten investment specified in the Prospectus including, but not limited to, the following:

1. I hereby acknowledge that I meet the suitability requirements for an investment in Apple REIT Ten specified in the Prospectus and Subscription Agreement. I further acknowledge that I have adequate resources exclusive of this investment to provide for my needs and that this investment is consistent with my investment objectives and financial capabilities.
2. I understand that there can be no assurance that the Company will operate profitably, appreciate in value, or generate sufficient cash for distributions to shareholders. To the extent that distributions to shareholders are made by the Company, I understand that such distributions may not necessarily be sourced from operations but may be sourced from offering proceeds and/or borrowings.
3. **I understand that, pursuant to the provisions detailed in the Prospectus, my investment in the Company has limited liquidity and that I should be prepared to hold my investment for an indefinite length of time.** After a one (1) year holding period, unit holders seeking to redeem their shares during the first five (5) years of ownership will be eligible (but not guaranteed) to receive a maximum redemption equal to 92% of the shareholder's purchase price, exclusive of dividends/distributions.
4. The prospectus indicates that within approximately seven (7) years from the initial closing, the Company may either: (i) cause the shares to be listed on a national securities exchange or quoted on NASDAQ National Market System, (ii) dispose of all its properties in a manner which will permit distributions to shareholders of cash, or (iii) merge, consolidate or otherwise combine with a real estate investment trust or similar investment vehicle. I understand, however, that the Company is under no obligation to take any of these actions, and these actions, if taken, might be taken after seven years from the initial closing.
5. I understand that the value of my Apple REIT 10 investment will be reported on my David Lerner Associates, Inc. ("DLA") monthly account statements at \$11.00 per unit unless an estimated value, included in the Company's annual report, is appropriate under applicable regulations. I understand that the true value of my Apple REIT 10 investment may be higher or lower than the value reflected in my DLA monthly statement. I further understand that DLA has not and does not intend in the future to calculate the value of the Apple REIT 10 investment.
6. I understand that if I make subsequent purchases of this investment, those purchases may be done without the need for an additional Subscription Agreement and/or Acknowledgement Form to be signed by me. I, therefore, represent that DLA may continue to rely on this document and all representations therein for any subsequent purchase unless notified in writing by me not to do so. Written notification should be made to the Compliance Department. A representative of the Compliance Department can be reached by telephone at 1-800-645-1611.

Client Name (Print): _____

Client Signature: **X** _____ Date: _____

Joint Client Name (Print): _____

Joint Client Signature: **X** _____ Date: _____

IC Name (Print): _____

IC Signature: _____ Date: _____

IMPORTANT LEGAL DOCUMENT – READ CAREFULLY BEFORE SIGNING