

## **Amendments to Articles of Incorporation or Bylaws**

### ***Articles Supplementary***

On July 22, 2020, United Development Funding IV, a Maryland real estate investment trust (the “Trust”), by resolution of its Board of Trustees (the “Board”), elected to be subject to Section 3-803 of the Maryland General Corporation Law (the “MGCL”). In accordance with the MGCL, the Trust will file articles supplementary (the “Articles Supplementary”) effectuating the Trust’s election to be subject to Section 3-803 of the MGCL with the State Department of Assessments and Taxation of Maryland.

As a result of the Trust’s election to be subject to Section 3-803 of the MGCL, the Board will be classified into three separate classes of trustees, with trustees in each class generally serving three-year terms. The term of the Class I trustee shall continue until the first annual meeting of shareholders after the date on which the Trust becomes subject to Section 3-803 of the MGCL and until his successor is elected and qualifies. The Class I trustee is Hollis M. Greenlaw. The term of the Class II trustees shall continue until the second annual meeting of shareholders after the date on which the Trust becomes subject to Section 3-803 of the MGCL and until their successors are elected and qualify. The Class II trustees are Lawrence Jones and Phillip K. Marshall. The term of the Class III trustees shall continue until the third annual meeting of shareholders after the date on which the Trust becomes subject to Section 3-803 of the MGCL and until their successors are elected and qualify. The Class III trustees are J. Heath Malone and Steven J. Finkle.

This summary is subject to and qualified in its entirety by reference to the text of the Articles Supplementary, which is included as Exhibit 3.1.1 to this filing and is incorporated in this Item 5.03 by reference.

### ***Bylaws***

On July 22, 2020, the Board approved the Second Amended and Restated Bylaws of the Trust (the “Second Amended and Restated Bylaws”). The following summary of the Second Amended and Restated Bylaws is subject to and qualified in its entirety by reference to the text of the Second Amended and Restated Bylaws, which is included as Exhibit 3.1.2 to this filing and is incorporated in this Item 5.03 by reference.

### ***Nominations by Qualified Shareholders***

Shareholders may only propose trustee nominees if the shareholder is a “Qualified Shareholder.”

A shareholder is a “Qualified Shareholder” if neither such shareholder nor (i) anyone acting in concert with such shareholder, (ii) any beneficial owner of the Trust shares owned by such shareholder or (iii) anyone that directly, or indirectly controls, is controlled by or is under common control with such shareholder: (a) is a party adverse to the Trust or its subsidiaries in material legal proceedings, (b) has, or within the last five years has had, a Short Interest (as defined in the Second Amended and Restated Bylaws) or (c) is, or within the last five years has been, an employee, officer, director, manager, general partner or trustee of a person that is, or within the last 5 years has been, involved in a bankruptcy or insolvency proceeding as a debtor or had a receiver appointed by a court for its business or property.

A “Short Interest” is any direct or indirect participation in a hedging, derivative or other transaction, or any other agreement, arrangement, understanding or relationship, the effect or intent of which is to provide, directly or indirectly, the opportunity to profit or share in any profit derived from any decrease in the price or value of any Trust shares.

### ***Shareholder Nominations of Independent Trustees***

Shareholders may only propose trustee nominees if the nominee is an Independent Trustee (as defined in the Second Amended and Restated Bylaws).

An Independent Trustee: (i) is not an employee of UMTH General Services, L.P. (“UMTH”) or involved in the Trust’s day to day activities, (ii) meets Nasdaq Stock Market, LLC’s (“Nasdaq”) requirements for an

independent Trustee (not including the requirements applicable only to the Trust's Audit Committee members) regardless of whether the Trust's shares are listed on Nasdaq, (iii) is not a party adverse to the Trust or its subsidiaries in material legal proceedings or an employee, officer, director, manager, general partner, trustee or affiliate of such a party and (iv) does not have, and within the last five years has not had or been an employee, officer, director, manager or trustee of a person that has, or within the last five years has had, a Short Interest.

#### *Minimum Number of Trustees*

The Board must always have at least four trustees or, if greater, the minimum number required by Maryland law.

#### *Managing Trustees*

If the Trust's Advisory Agreement with UMTH is in effect, the Board must include at least one individual designated for nomination by UMTH as a "Managing Trustee."

A Managing Trustee will not be an Independent Trustee. A Managing Trustee must have been an employee of UMTH or involved in the day to day activities of the Trust for at least one year. If the number of Trustees is increased, at least 20% of the Board must include Managing Trustees designated by UMTH. Hollis M. Greenlaw is the current Managing Trustee.

#### *Independent Trustees*

If the Trust's Advisory Agreement with UMTH is in effect, the Board must include at least three Independent Trustees.

If the number of Trustees is increased, the number of Independent Trustees must represent not less than a majority of the Board. Only an Independent Trustee is eligible for election as a successor to an Independent Trustee. The current Independent Trustees are Phillip K. Marshall, J. Heath Malone, Steven J. Finkle and Lawrence Jones.

#### *Release of Claims*

A settlement, waiver or release by the Trust of material claims or rights in any legal proceeding must be approved by a majority of the disinterested trustees. A trustee is disinterested if neither he nor the shareholder that nominated him, if applicable, has any direct or indirect material interest in such legal proceeding (other than as a Trust shareholder).

**This information was included in an 8-K filed with the SEC on July 22, 2020.**