

HERSHA HOSPITALITY TRUST  
Form SC 13D  
May 21, 2014

SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

SCHEDULE 13D

Under the Securities Exchange Act of 1934  
(Amendment No.)\*

HERSHA HOSPITALITY TRUST  
(Name of Issuer)

Class A Common Shares of Beneficial Interest, par  
value \$0.01 per share  
(Title of Class of Securities)

427825104  
(CUSIP Number)

Marc Weingarten

Schulte Roth & Zabel LLP

919 Third Avenue

New York, New York 10022

(212) 756-2000  
(Name, Address and Telephone Number of Person  
Authorized to Receive Notices and  
Communications)

May 13, 2014  
(Date of Event Which Requires Filing of This  
Statement)

If the filing person has previously filed a statement on Schedule 13G to report the acquisition that is the subject of this Schedule 13D, and is filing this schedule because of Rule 13d-1(e), Rule 13d-1(f) or Rule 13d-1(g), check the following box. "

\* The remainder of this cover page shall be filled out for a reporting person's initial filing on this form with respect to the subject class of securities, and for any subsequent amendment containing information which would alter disclosures provided in a prior cover page.

The information required on the remainder of this cover page shall not be deemed to be "filed" for the purpose of Section 18 of the Securities Exchange Act of 1934 ("Act") or otherwise subject to the liabilities of that section of the Act but shall be subject to all other provisions of the Act (however, see the Notes).

CUSIP No. 427825104 SCHEDULE 13D Page 2 of 10 Pages

1 NAME OF REPORTING PERSON

GRS Advisors, LLC

CHECK THE APPROPRIATE " "

2 BOX IF A MEMBER OF(b) " A GROUP

3 SEC USE ONLY SOURCE OF FUNDS

4 AF CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDING IS

5 REQUIRED PURSUANT TO ITEMS 2(d) or 2(e) CITIZENSHIP OR PLACE OF ORGANIZATION

Delaware

7 SOLE VOTING POWER

0 SHARED VOTING POWER

8 12,533,042 Class A Common Shares of Beneficial Interest SOLE DISPOSITIVE POWER

NUMBER OF SHARES BENEFICIALLY OWNED BY EACH REPORTING PERSON WITH:

9

0

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SHARED  
DISPOSITIVE  
POWER

**10** 12,533,042  
Class A  
Common  
Shares of  
Beneficial  
Interest

AGGREGATE  
AMOUNT  
BENEFICIALLY  
OWNED BY EACH  
**11** PERSON

12,533,042 Class A  
Common Shares of  
Beneficial Interest

**12** CHECK IF THE  
AGGREGATE  
AMOUNT IN  
ROW (11) ..  
EXCLUDES

**13** CERTAIN  
SHARES  
PERCENT OF CLASS  
REPRESENTED BY  
AMOUNT IN ROW (11)

**14** 6.2%  
TYPE OF REPORTING  
PERSON

IA; CO

CUSIP No. 427825104 SCHEDULE 13D Page 3 of 10 Pages

**1** NAME OF REPORTING PERSON

Michael A. Elrad

**2** CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP

MEMBER OF A GROUP

**3** SEC USE ONLY SOURCE OF FUNDS

**4** AF CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDING IS REQUIRED PURSUANT TO ITEMS 2(d) or 2(e) CITIZENSHIP OR PLACE OF ORGANIZATION

AF  
CHECK BOX  
IF  
DISCLOSURE  
OF LEGAL  
PROCEEDING  
IS  
REQUIRED  
PURSUANT  
TO ITEMS  
2(d) or 2(e)  
CITIZENSHIP OR  
PLACE OF  
ORGANIZATION

United States  
SOLE  
VOTING  
POWER

**7** 0  
SHARED  
VOTING  
POWER

**8** 12,533,042  
Class A  
Common  
Shares of  
Beneficial  
Interest  
SOLE  
DISPOSITIVE  
POWER

NUMBER OF  
SHARES  
BENEFICIALLY  
OWNED BY  
EACH  
REPORTING  
PERSON WITH:

**9**

0

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SHARED  
DISPOSITIVE  
POWER

10 12,533,042  
Class A  
Common  
Shares of  
Beneficial  
Interest

AGGREGATE  
AMOUNT  
BENEFICIALLY  
OWNED BY EACH  
PERSON

11

12,533,042 Class A  
Common Shares of  
Beneficial Interest

CHECK IF THE  
AGGREGATE  
AMOUNT IN

12

ROW (11) ..

EXCLUDES  
CERTAIN  
SHARES  
PERCENT OF CLASS  
REPRESENTED BY  
AMOUNT IN ROW (11)

13

6.2%  
TYPE OF REPORTING  
PERSON

14

IN; HC

CUSIP No. 427825104 SCHEDULE 13D Page 4 of 10 Pages

**1** NAME OF REPORTING PERSON

Norman S. Geller

**2** CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP

MEMBER OF A GROUP

**3** SEC USE ONLY  
**4** SOURCE OF FUNDS

AF  
CHECK BOX

**5** IF DISCLOSURE OF LEGAL PROCEEDING IS REQUIRED PURSUANT TO ITEMS 2(d) or 2(e) CITIZENSHIP OR PLACE OF ORGANIZATION

United States  
SOLE VOTING POWER

**6** 7

0  
SHARED VOTING POWER

**8** 12,533,042  
Class A  
Common  
Shares of  
Beneficial  
Interest  
SOLE  
DISPOSITIVE  
POWER  
**9**

NUMBER OF  
SHARES  
BENEFICIALLY  
OWNED BY  
EACH  
REPORTING  
PERSON WITH:

0

SHARED  
DISPOSITIVE  
POWER

10 12,533,042  
Class A  
Common  
Shares of  
Beneficial  
Interest

11 AGGREGATE  
AMOUNT  
BENEFICIALLY  
OWNED BY EACH  
PERSON

12 12,533,042 Class A  
Common Shares of  
Beneficial Interest  
CHECK IF THE  
AGGREGATE  
AMOUNT IN  
ROW (11) ..  
EXCLUDES

13 CERTAIN  
SHARES  
PERCENT OF CLASS  
REPRESENTED BY  
AMOUNT IN ROW (11)

14 6.2%  
TYPE OF REPORTING  
PERSON

IN; HC



CUSIP No. 427825104 SCHEDULE 13D Page 5 of 10 Pages

1 NAME OF REPORTING PERSON

Barry A. Malkin

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP

3 SEC USE ONLY

4 SOURCE OF FUNDS

5 AF CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDING IS REQUIRED PURSUANT TO ITEMS 2(d) or 2(e) CITIZENSHIP OR PLACE OF ORGANIZATION

6 United States

7 SOLE VOTING POWER

0 SHARED VOTING POWER

8 12,533,042 Class A Common Shares of Beneficial Interest SOLE DISPOSITIVE POWER

NUMBER OF SHARES BENEFICIALLY OWNED BY EACH REPORTING PERSON WITH:

9

0

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SHARED  
DISPOSITIVE  
POWER

10 12,533,042  
Class A  
Common  
Shares of  
Beneficial  
Interest

AGGREGATE  
AMOUNT  
BENEFICIALLY  
OWNED BY EACH  
PERSON

11

12,533,042 Class A  
Common Shares of  
Beneficial Interest

CHECK IF THE  
AGGREGATE  
AMOUNT IN

12

ROW (11) ..

EXCLUDES  
CERTAIN  
SHARES  
PERCENT OF CLASS  
REPRESENTED BY  
AMOUNT IN ROW (11)

13

6.2%  
TYPE OF REPORTING  
PERSON

14

IN; HC

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**Item 1. SECURITY AND ISSUER**

This statement on Schedule 13D (this "Schedule 13D") relates to the Class A Common Shares of Beneficial Interest, par value \$0.01 per share (the "Common Shares"), of Hersha Hospitality Trust (the "Issuer"), a Maryland real estate investment trust. The address of the Issuer's principal executive office is 44 Hersha Drive, Harrisburg, PA 17102.

**Item 2. IDENTITY AND BACKGROUND**

(a) This Schedule 13D is filed on behalf of each of the following persons (collectively, the "Reporting Persons"):

- (i) GRS Advisors, LLC, a Delaware limited liability company ("GRSLLC");
- (ii) Michael A. Elrad;
- (iii) Norman S. Geller; and
- (iv) Barry A. Malkin.

GRSLLC holds Common Shares in various accounts and funds under its management and control. GEM MM, LLC, a Delaware limited liability company ("GEM-MM"), is the administrative manager of GRSLLC. Messrs. Elrad, Geller and Malkin are the controlling persons of GEM-MM.

(b) The principal business address GRSLLC, GEM-MM and each of Messrs. Elrad, Geller and Malkin is 900 N. Michigan Avenue, Suite 1450, Chicago, IL 60611.

(c) The principal business of GRSLLC is to provide investment management services for accounts and funds under its management. The principal occupation of each of Messrs. Elrad, Geller and Malkin is to serve as executive vice presidents and president of GRSLLC.

(d) None of the Reporting Persons or GEM-MM has, during the last five years, been convicted in a criminal proceeding (excluding traffic violations or similar misdemeanors).

(e) None of the Reporting Persons or GEM-MM has, during the last five years, been a party to a civil proceeding of a judicial or administrative body of competent jurisdiction and as a result of such proceedings was or is subject to a judgment, decree or final order enjoining future violations of, or prohibiting or mandating activities subject to, federal or state securities laws or finding any violation with respect to such laws.

(f) GRSLLC is a Delaware limited liability company. Each of Messrs. Elrad, Geller and Malkin is a citizen of the United States.

**Item 3. SOURCE AND AMOUNT OF FUNDS OR OTHER CONSIDERATION**

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The Reporting Persons used approximately \$66,401,067 in the aggregate to purchase the Common Shares reported in this Schedule 13D.

The source of the funds used to acquire the Common Shares reported herein is the working capital of investment funds in accounts managed by GRSLLC, and margin borrowings described in the following sentence. Such Common Shares are or may be held from time to time by the Reporting Persons in commingled margin accounts, which may extend margin credit to the Reporting Persons from time to time, subject to applicable federal margin regulations, stock exchange rules and credit policies. In such instances, the positions held in the margin account are pledged as collateral security for the repayment of debit balances in the account. The margin accounts bear interest at a rate based upon the broker's call rate from time to time in effect.

**Item 4. PURPOSE OF TRANSACTION**

The Reporting Persons initially acquired Common Shares of the Issuer for investment purposes because they believed that the Common Shares were undervalued.

The Reporting Persons intend to engage in discussions with management of the Issuer, as well as with its Board of Directors (the "Board"), with respect to strategies the Issuer could pursue, including without limitation transactions with real estate investment funds managed by the Reporting Persons, to close the valuation gap which the Reporting Persons believe exists between the current market prices of the Common Shares and the underlying value of the Issuer's assets. The Reporting Persons may also engage in such discussions with other shareholders and other interested parties.

Except as set forth herein, the Reporting Persons have no present plan or proposal that would relate to or result in any of the matters set forth in subparagraphs (a) – (j) of Item 4 of Schedule 13D. The Reporting Persons intend to review their investment in the Issuer on a continuing basis. Depending on various factors including, without limitation, actions taken (or not taken) by the Board and management as a result of the discussions, the Issuer's financial position and strategic direction, price levels of the Common Shares, other investment opportunities available to the Reporting Persons, conditions in the securities market, and general economic and industry conditions, the Reporting Persons may in the future take such actions with respect to their investment in the Issuer as they deem appropriate including, without limitation, changing their intention with respect to any and all matters referred to in subparagraphs (a) – (j) of Item 4 of Schedule 13D, selling some or all of their Common Shares, or purchasing additional Common Shares.

**Item 5. INTEREST IN SECURITIES OF THE ISSUER**

(a) – (b) The aggregate number and percentage of Common Shares to which this Schedule 13D relates is 12,533,042 Common Shares, constituting approximately 6.2% of the Issuer's currently outstanding Common Shares. The percentages of Common Shares reported herein are based upon the 200,624,864 Common Shares outstanding as of May 2, 2014, as reported in the Issuer's Quarterly Report on Form 10-Q filed with the Securities and Exchange Commission on May 2, 2014.

The information required by Items 5(a) – (b) is set forth in rows 7 – 13 of the cover page for each of the Reporting Persons and is incorporated herein by reference.

By virtue of their control of GRSLLC, Messrs. Elrad, Geller and Malkin may be deemed to have shared voting power or shared dispositive power with respect to all of the Common Shares as to which GRSLLC has voting power or dispositive power.



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(c) Information concerning transactions in the Common Shares effected by the Reporting Persons during the past sixty days is set forth in Appendix A hereto and is incorporated herein by reference. Unless otherwise indicated, all of such transactions were effected in the open market.

(d) No person (other than the Reporting Persons or the funds and accounts they manage) is known to have the right to receive or the power to direct the receipt of dividends from, or the proceeds from the sale of, the Common Shares reported herein.

(e) Not applicable.

**Item 6. CONTRACTS, ARRANGEMENTS, UNDERSTANDINGS OR RELATIONSHIPS WITH RESPECT TO SECURITIES OF THE ISSUER**

The Reporting Persons are parties to an agreement with respect to the joint filing of this

Schedule 13D and any amendments thereto. A copy of such agreement is attached as Exhibit 1 to this Schedule 13D and is incorporated by reference herein.

Other than the joint filing agreement, there are no contracts, arrangements, understandings or relationships among the Reporting Persons or between the Reporting Persons and any other person with respect to the securities of the Issuer.

**Item 7. MATERIAL TO BE FILED AS EXHIBITS**

**Exhibit Description**

1 Joint Filing Agreement, dated May 21, 2014

## SIGNATURES

After reasonable inquiry and to the best of his or its knowledge and belief, each of the undersigned certifies that the information set forth in this statement is true, complete and correct.

Date: May 21, 2014

## GRS ADVISORS, LLC

/s/ Michael A. Elrad

Name: Michael A. Elrad

Title: Executive Vice President

/s/ Michael A. Elrad

**Michael a. elrad**

/s/ Norman S. Geller

**Norman s. geller**

/s/ Barry A. Malkin

**Barry a. Malkin**



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**Appendix A****TRANSACTIONS IN THE ISSUER'S COMMON SHARES BY THE REPORTING PERSONS DURING THE PAST SIXTY DAYS**

The following table sets forth all transactions with respect to the Common Shares effected during the past sixty days by any of the Reporting Persons. Except as otherwise noted, all such transactions in the table were effected in the open market through a broker.

**GRSLLC**

Trade Date	Shares Purchased (Sold)	Price Per Share (\$)
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3/28/2014	(2,917)	5.76
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3/28/2014	(63)	5.74
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3/31/2014	69,400	5.84
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5/12/2014	500,000	6.09
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5/13/2014	1,566,900	6.14
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5/15/2014	380,000	5.97
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5/19/2014	500,000	6.14
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5/20/2014	251,900	6.11
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