



To: ABC Company  
From: Bob Rogers  
Date: July 17, 2007  
Subject: Sample Project

OBSERVATIONS AND CURRENT STATUS:

Developers Research inspected the above referenced property on July 17, 2007. We met with John Smith, Onsite Superintendent for Sample Project, who provided the following information:

- Phase 5 building permits have been obtained from the County of Any County.
- All Phase 5 homes are in various states of vertical construction.
- All Phase 5 wet and dry utility construction is complete.
- Phase 5 streets are base paved.
- Phase 5 sidewalk, curb and gutter construction is complete.
- Phase 4 curb and gutter construction is complete.
- The Phase 4 water, sewer and storm drain construction is complete and passed testing by the County of Any County.
- Mr. Smith is anticipating the base paving of the Phase 4 streets to commence July 21, 2007.
- A change order for Phase 4 has been requested for approximately 15 tons of dirt replacement. The dirt replacement is due to saturated soils from recent rains and is intended to raise the level of dirt in the southwest portion of the project.
- The site did not balance and approximately 25,000 yards will be exported.
- Phase 3 sewer lines and laterals construction is complete.
- The retaining wall construction for the site is complete.
- Phase 3 sidewalk construction has commenced.
- The County of Any County is requiring the construction of Water Suppression Lines in the areas of the concession stand and the multi-purpose court in the park area. The lines are currently on site and according to Mr. Smith, this construction will take approximately two days to complete.
- The project's surrounding streets have damage due to the construction traffic of this project. The County of Any County is requiring Sample Project to replace approximately 4,000 square feet of asphalt on Wilson Road. Mr. Smith stated the other offsite street failures were not due to construction traffic failures; however, Sample Project may be required to replace the asphalt because there are currently no other construction projects in the area.

If you have any questions or comments, please call Bob Rogers at (949) 861-3300.  
Thank you for the opportunity to work with you.

