

July 6, 2012

Cochise County Community Development Department
Planning, Zoning and Building Safety
1415 Melody Lane, Building E
Bisbee, AZ 85603
Attn: Mr. Carlos De La Torre

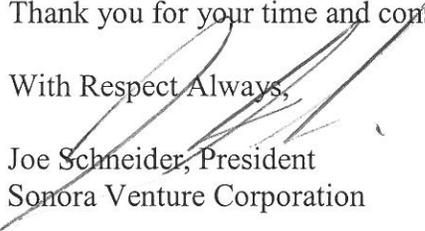
Re: Sonora Verde Estates

Dear Mr. De La Torre:

We are writing to request an extension of the Sonora Verde Estates Assurance Agreement. The project is currently 90% complete. There are 43 home sites of which 37 have been developed and sold. Lot 39 was developed, but inadvertently placed in Phase 2 instead of Phase 1. The 5 remaining sites were scheduled for full completion in February 2010. However in January 2010 a problem occurred when Pomerene Water Company demanded conditions not in the water agreement. This hurdle should be overcome shortly. The following work has been completed on the 5 remaining parcels; Earthwork – Kelly Companies; Street to Grade – Kelly Companies; Underground Electric – Suphur Springs Electric; Underground Phone – Century Link; Engineering – PRE; Surveys/Site Inspections – PRE. The realty market is in a very depressed state. In spite of this I believe that the need for land will soon reverse this trend and the community will be thriving again. We are confident that the 5 planned homes will be sold.

Thank you for your time and consideration.

With Respect Always,


Joe Schneider, President
Sonora Venture Corporation

Cc: Mr. Timothy Remick, Esq.
Mr. Samuel K. Blum
Ms. Helene Jewell, Little Remick & Capp Attorneys
Mr. William Strang, P.E.
Ken Herb, Herb/Fox