

# HK&C

HART, KING & COLDREN

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Our File Number: 35762.001/438  
**PERSONAL & CONFIDENTIAL**

**VIA FACSIMILE and U.S. MAIL**

Steven P. Rice  
CROWELL & MORING, LLP  
3 Park Plaza, 20th Floor  
Irvine, CA 92614-8505

Re: Laguna Woods Village

Dear Mr. Rice:

I am in receipt your letter of May 8<sup>th</sup> with the attached report from Stewart Title. I have forwarded same to interested parties and await their reply.

In the interim, perhaps you could enlighten us concerning your observation that "Various of the CC&Rs and agreements that remain in effect, as described in Ms. Noonan's report, have been violated in recent years by real estate sales, transfers of other assets, and other governance decisions made by the Mutual and GRF Boards and by the community's property manager, PCM." It would be helpful if you could identify the transactions to which you refer in this regard which would, in turn, allow us to focus our inquiry accordingly. We would appreciate the same effort with regard to your further reference to, "certain real estate transactions and other redevelopment plans now under discussion". Again, please identify to what transactions you refer so that I can focus the inquiry on those matters.

Thank you for your attention to these requests.

Very truly yours,

HART, KING & COLDREN



William R. Hart

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