

Round Hill Country Club

August 7, 2003

Mrs. R Jean Taylor
421 Rolling Lane
Alamo, CA 94507

Dear Mrs. Taylor:

We are in receipt of your letter of August 5th regarding action taken at the most recent meeting of the RHE board of directors. You make no mention of the addendum that was included when we provided you the minutes of the meeting.

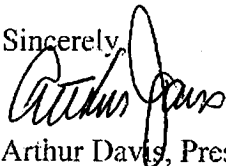
That addendum said, in essence, that the board of directors, upon further reflection, reversed the action taken at the meeting relating to rescinding the filing for the variance, pending further discussion and discovery.

This action, taken subsequent to the board meeting, was in compliance with Section 9.03.H of the Round Hill Enterprises by laws. The written consent for reversing the original action will be signed by the directors and entered into the minutes of the July meeting at our August board meeting.

As a consequence, I will not be instructing Mr. Mahoney to rescind his signature, as you ask.

Thank you for your attention to this matter. Please do not hesitate to keep in touch.

Sincerely,



Arthur Davis, President
Round Hill Enterprises

Copy: Directors of Round Hill Enterprises
Alamo Improvement Association Board of Directors
RHPOA North Board of Directors
San Ramon Valley Fire Protection District

R. Jean Taylor
421 Rolling Lane
Alamo, CA 94507
PH: (925) 837-0912 FAX: (925) 837-2666

SENT VIA CERTIFIED U.S. MAIL

August 5, 2003

Mr. Pete Davis, President
Round Hill Enterprises
3169 Round Hill Road
Alamo, CA 94507

SUBJECT: Board of Directors Meeting of July 17, 2003

Dear Mr. Davis,

Under the heading "New Business" in the minutes of the subject meeting, one topic I introduced at the pre-meeting was as follows:

"Round Hill has signed off on a variance regarding a 4ft. high retaining wall, which would need to be built near the cart path. This approval could be rescinded if the board so decided."

Accordingly, a motion was passed by the majority of the Board to rescind Round Hill's signature on the variance concerning the retaining wall.

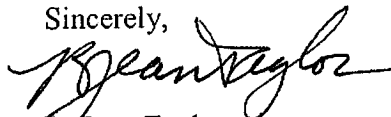
Pursuant to the Round Hill Golf & Country Club By-Laws, incorporated under the Laws of the State of California, a majority vote of the authorized directors constitutes a quorum of the Board of Directors:

"Except as otherwise provided in the Articles of Incorporation or By-laws or in the California General Corporation Law, every act or decision done or made by the majority of the directors present at a meeting duly held at which a quorum is present shall be regarded as the act of the Board of Directors."

As President, you are responsible to inform the proper agencies that Round Hill Enterprises has, by a majority vote, rescinded their approval for the requested variance. Please, immediately, inform the following agency of this rescission:

Community Development Department
County File #VR031032
651 Pine Street
4th Floor, North Wing
Martinez, CA 94533

Sincerely,



R. Jean Taylor
Shareholder & Member RHCC

CC: Round Hill Enterprises Board of Directors
Alamo Improvement Association Board of Directors
RHPOA North Board of Directors
San Ramon Valley Fire Protection District

R. Jean Taylor
421 Rolling Lane
Alamo, CA 94507
PH: (925) 837-0912 FAX: (925) 837-2666

August 12, 2003

Mr. Pete Davis, President
Round Hill Enterprises
3169 Round Hill Road
Alamo, CA 94507

SUBJECT: Addendum of the Board of Directors Meeting of July 17, 2003

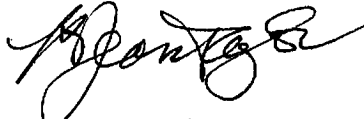
Dear President Davis:

I am in receipt of your letter dated August 7, 2003, regarding the above subject.

The enclosed copy of my letter dated August 12, 2003 to the Community Development Department is for your information. Also, as indicated therein, please inform the Community Development Department, and the other agencies involved, of the majority vote of the Directors on July 17th to rescind approval of the requested variances.

Also, I would appreciate a prompt response to my letter of August 6, 2003 invoking my right for an in-depth look at the RHE books. It is imperative that Eichstaedt & Devereaux LLP, Certified Public Accountants, calendar the date and time for this event.

Sincerely,



R. Jean Taylor
Shareholder & Member RHCC

Enclosures

✓ Copy of Letter dated August 12, 2003 to Community Development Department

Copies to: RHE Board of Directors
Jack Mahoney, General Manager RHCC