



## Puget of Texas, Inc.

May 12, 2008


Mr. Steven M. Jaffe, Esq.  
Executive Vice President and  
General Counsel  
B.H. Management, Inc.  
11111 Santa Monica Blvd., Ste. 600  
Los Angeles, CA 90025

**RE: B.H./Capital Development Company/ Puget of Texas, Inc.**

Steve,

Just a short note to thank you, Scott Henry and your associated team for the very professional and enjoyable manner by which we were able to complete the sale of our Dallas Portfolio. You folks honored the initial suggestion concerning your ability to complete due diligence and race to closing within the provided timelines. This was our second closing with B. H. Properties and rest assured, given the opportunity, we look forward to additional activity in the future.

Sincerely,



John R. Donaldson  
Senior Vice President

JRD:smc