PORTER RANCH DEVELOPMENT COMPANY

January 30, 2012

Mr. Mel Mitchell, President Porter Ranch Neighborhood Council P.O. Box 7337 Porter Ranch, California 91327

Re: Porter Ranch Grading – status update

Dear Mel:

In September of 2011, after a bit of a delay, Porter Ranch Development Company began the grading operation located north of Corbin Avenue between Porter Ranch Drive and Mason Avenue. The operation has been in full effect as the effort to complete the work prior to the opening of the Porter Ranch Community School is the primary objective.

We appreciate the support of the community and understanding and patience while this work is underway. Many stakeholders have contacted our office and we have had the opportunity to meet with residents to more fully discuss the details previously provided in the FAQ sheet.

The earth movement operation was originally reported to take approximately one-year and we have been underway for 4 months. In order to optimize efficiency, the original scope will be slightly modified and some additional work will occur just southwest of the intersection of Porter Ranch Drive and Sesnon Avenue and west of the Holleigh Bernson Park. This work is all within the permitted areas and will help minimize future impacts on existing homeowners.

Fortunately, the grading activity has been highly efficient and much has been accomplished. The operation has been safe and the work will be accomplished prior to the school opening! Additionally, we are currently fairly well ahead of the original schedule and now anticipate the majority of work utilizing heavy equipment will be completed by spring of this year. Smaller equipment finalizing the work may still be visible and working in the general area, but the larger-scale equipment that is potentially more intrusive will no longer be needed.

Porter Ranch Development Company strives to continue to grow our community in a safe and responsible manner. Again, we appreciate the patience of all residents and look forward to completing the large-scale activities by spring.

Sincerely,

The Porter Ranch Development Team