

A&R ENGINEERING and TESTING, INC.

Geotechnical & Material Engineers • Registration No. P-1123

December 5, 2014

Princeton Classic Homes
10410 Windermere Lakes Blvd.
Houston, Texas 77065

Attention: Mr. Jerry Morales

Reference: Potential Presence of Surface Fault
8750 and 8754 Candace Street
Houston, Texas 77055
A&R NO.: 14S5174 and 14S5175

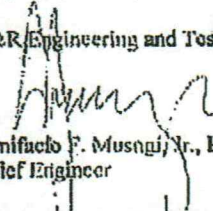
Dear Mr. Morales:

Our desktop review of the presence of a surface fault within the above locations revealed potential presence of a known surface fault known as "Long Point Fault" as shown in the attached Plate No. 1. An A&R personnel, Mr. Alfred A. Macciras, P.E., made a visual assessment of the 2 lots and surrounding areas and observed signs and features that indicated the presence of a fault within the 2 lots. We understand that Dr. Carl Norman, P.G., a well-known expert on faults within the Gulf Coast region, was retained to perform a detailed study of the presence of a fault within those locations (8750 and 8754 Candace Street). Based on an initial site visit and assessment by Dr. Norman, he verbally indicated his belief that a fault line goes through those two lots. A detailed fault evaluation will be required in order to map the locations and directions of the surface fault within the 2 locations.

If you have any question concerning this letter or require additional information, please contact us at 713-290-1912.

Very Truly Yours,

A&R Engineering and Testing, Inc.


Bonifacio F. Musngi, Jr., P.E.
Chief Engineer



Attachment: Plate No. 1 Potential Presence of Known Surface Fault

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