



APPRAISAL ASSOCIATES OF FLORIDA, INC.

Real Estate Appraisers — Consultants

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March 28, 2008

Palace Builder Plus, LLC
145 Cypress Point Parkway
Palm Coast, FL. 32164
Attention : Jeff Vasilevskiy – President

Dear Mr. Vasilevskiy:

It was a pleasure to meet with you and your staff and to be introduced to your company and the intricate details of your innovative construction quality, which you are currently marketing and providing to your customers.

After our very informative meeting, which included a detailed presentation of the specifications of your homes, as well as an inspection of several of your homes, which are in various states of construction, and included a completely finished product, the following is reported:

The product that you are constructing which are now commonly referred to as super insulated, hurricane resistant and energy efficient “Green Homes”, appears to have the type of quality that exceeds that of most site-built homes. These homes include such features as a very elaborate wall system. This system has above-standard structural integrity with extremely strong, cast-in-place walls, with a wind and projectile resistance of up to 200 MPH. Energy efficiency ratings are far above current building codes. Walls are rated at R-47. Other very desirable features include: sound suppression, fire retardant (up to a rating of four hours), and being mold and termite resistant. In addition, the improvements are typically constructed much faster than a normal site-built dwelling. These standard specifications, which include many high efficiency features, offer large savings associated with the utility bills.

Some of the other specifications which are considered to be above the average for homes, include: plywood sheathing for the roof, decking, upgraded dimensional shingles, insulated, double pane windows, upgraded appliances, upgraded mill work, upgraded cabinets, upgraded countertops, upgraded appliances, other misc. upgrades, etc.

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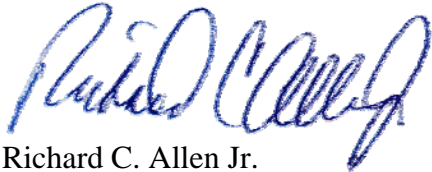
Palace Builders

In addition, these homes have been given endorsements from various sources such as: Green Building Coalition, Inc., Florida Water, Florida Yards & Neighborhood, FPL BuildSmart, and Energy Star Partner.

In summary, it was a pleasure to be introduced to you, your company and the product that you are offering to the consumer. It is my opinion that your quality is far above the average builder specifications and a typical buyer will indeed respond very positively to it.

I hope and trust this letter will satisfy your needs at this time and should need anything further, please do not hesitate to contact me.

Respectfully Submitted,

A handwritten signature in blue ink, appearing to read "Richard C. Allen Jr.", written in a cursive style.

Richard C. Allen Jr.

St.Cert.Res.REA. #RD2095

Owner – Residential Manager