

Herak Development
P. O. Box 3631
Seattle, WA 98124

Gentlemen:

Please be advised that I represent the Board of Directors of Virginia City Highlands Property Owners' Association for Unit No. 1 of Storey County, Nevada and have been instructed to advise you that at the last meeting of the Board of Directors a motion was duly passed that travel and use of the private roadways within Unit No. 1 be restricted to the use of members of the Association and their authorized guests.

By virtue of the foregoing action, you are further advised that the limited access and use heretofore allowed by the Association to the developers and property owners of Unit No. 2 and the public, is hereby rescinded.

The foregoing action has been necessitated by reason of a deterioration of the improvements to the roadways together with an infringement upon the enjoyment of the members of the Association in the use of their property, all of which has resulted from the increased travel of the roadways by your association and the public.

Very truly yours,

HOWARD, CAVALLERA & SPERRAZZA

LEONARD T. HOWARD, SR.

/mlh

cc Mark Schrader, Chairman
Virginia City Highlands
Property Owners' Assoc.