

December 5, 2007

Mr. Keenan Rice
MuniCap, Inc.
8340 Governor Ridgely Lane
Ellicott City, MD 21043

Re: Plantation Lakes, Millsboro DE
Lencraft, LLC

Dear Mr. Rice:

I am writing you on behalf of U. S. Home Corporation, General Manager of Lencraft, LLC. In accordance with the Developer's Continuing Disclosure Agreement for the Plantation Lakes Special Development District (Section 3.(iii), I hereby inform you that Wachovia Bank, N.A. has declared their development loan secured by portions of the Plantation Lakes property to be in default. Lencraft, LLC anticipates that said default claims will be cured and/or withdrawn during the month of December 2007.

Please feel free to call me to discuss this matter at your convenience.

Sincerely,



Robert J. Jacoby
Division President

RJJ/smb

cc: John Stalfort, Esq., Miles and Stockbridge
William R. Luther