

COUNTRYLANE WOODS II HOMEOWNERS' ASSOCIATION

January 16, 2006

To Homeowners of CLW II

We are sending this letter to all CLWII homeowners due to numerous inquiries we have had from homeowners about a brochure they found on their doorstep calling for a special meeting of the corporation.

Over the course of the last nine months residents have brought to our attention issues that they requested we research. They include property ownership of the common ground, corporate by-laws, voting procedures, items which can be voted on, and the holding of an annual corporate meeting.

Based upon these issues the directors/trustees reviewed the governing documents of CLWII and took action on those issues requiring resolution. Please remember that the day to day business of CLWII is governed by the indentures. The primary reason for incorporation was homeowner protection and tax benefits for the subdivision.

We recognize and respect a member's right to request a special meeting of the corporation as provided for in the by-laws. These can be found on the CLWII website www.countrylanewoodsii.com.

The by-laws state that:

- notice of any corporate member meeting must be via first class mail
- specify procedures for voting
- quorum requirements for voting,
- directors of the corporation must first be trustees of CLWII
- no action may be taken that violates either the by-laws or the indentures.

At this time these provisions have not been followed which makes any action taken at such a meeting invalid.

We have always recognized the opinions of individuals, but the indentures and by-laws of CLWII govern the subdivision. Thousands of dollars have been spent answering the specific questions of a small group driven by John Osthus, Miles Whitener and several others. We have done our best to resolve all legitimate concerns and issues in the best interest of the homeowners. We would prefer not to spend any more of your money on this cause.

Thank you for taking the time to read this information and your support.

Eric Ruegg, Ted Sundhausen, Cris Finnegan, Mike Ritchie, Carol Weber
Directors / Trustees CLWII