

City of Grand Prairie

P.O. Box 534045 • Grand Prairie, Texas 75053-4045 • 972-237-8010 • 972-237-8030 fax

September 5, 2006

Mr. Raymond J. Goad
President & CEO
Wildflower Resort Company
100 Crescent Court, 7th Floor
Dallas, Texas 75201

Via Registered Mail

Re: Default by Wildflower Resort Company

Dear Mr. Goad:

Please accept this letter as the City of Grand Prairie's written notice of default pursuant to **Section XVI TERMINATION ON DEFAULT 16.1(i) Default**. Financing commitments have not been timely obtained as specified in **Section 1.4 (b)**. Commencement of Construction has not timely begun as specified in **Section 1.4 (d)**. If these events of default are not cured within 60 days of your receipt of this notice, the City of Grand Prairie will exercise its right to terminate the Sublease.

If you have any questions you may contact the City Attorney, Mr. Donald Postell or me.

Sincerely yours,

Tom Cox
Deputy City Manager

c: Donald R. Postell
City Attorney