

From: Lawrence Corson
Sent: Friday, April 17, 2015 8:50 AM
To: Lawrence Corson
Subject: FW: UDF Update

From: Larry Corson
Sent: Friday, April 17, 2015 8:49 AM
To: Chas Fitzgerald; Jeff David; Jennifer Rabon
Subject: UDF Update

Last night, it was confirmed to me that (i) the FBI is investigating UDF and their financial practices, and (ii) Kyle Bass of Hayman Capital has the largest short position in UDF. Kyle was one of the hedge funds that correctly played the US Housing collapse.

I think the buzzards are circling.....

Also, interestingly, confirmed that Newland put no equity in the deal to buy Canyon Falls and the other Wheelock assets. Their Japanese partner put up all the capital, underwriting to roughly a 15% IRR. Big money chasing yield in a no yield environment, rarely ends well.

Lastly, Calais is going back to Westlake Town Council with an 8 lot plan for the parcel on Dove Road between Glenwyck and Terra Bella. Projected pricing for the 1-acre lots.....\$575,000.

LC