Eastern Gardens

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November 12, 2010

To: All Members/Residents of Eastern Gardens Cooperative, Inc.

Subject: Follow-up to "Schedule of Notices and Fines for Enforcement of Governing Documents"

Dear Members/Shareholders:

As a follow-up to the dissemination of the proposed draft of the "Schedule of Notices and Fines for Enforcement of Governing Documents" and the Board's request for membership comments in reference to them: the Board at this time has ruled to table the proposal indefinitely. Eastern Garden's management and the Board of Directors will continue to use the existing policies and procedures, that is, warning notices with no fines and Eastern Gardens Procedures for Expulsion, sometimes referred to as the internal dispute resolution (IDR). The Board would like to thank those members who submitted their comments and suggestions in regards to the proposal for schedule of notices and fines.

For your convenience, below are current procedures employed by Eastern Gardens in the case of all reported violations:

1. MEMBER/SHAREHOLDER/OCCUPANT violating the By-Laws, Occupancy Agreement, or the Rules and Regulations will be notified in writing by Eastern Garden's management to correct or cease and desist the violation to the satisfaction of the Corporation. NOTE: Only three written notices will be given, at which time management shall follow Eastern Gardens Procedures for Expulsion and forward its findings onto the Board of Directors for their continued action. (See EASTERN GARDENS COOPERATIVE, INC., PROCEDURES FOR EXPULSION FROM CORPORATION).

Sincerely, EASTERN GARDENS COOPERATIVE, INC.

James Patrick

Ed Healy

Donna Schmelz Kathy Slotterback

Eastern Gardens Board of Directors