

Eastern Gardens

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July 16, 2008

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

From: Eastern Gardens Board of Directors

Subject: Fair Housing Issue

Dear Members/Shareholders:

On June 28, 2008 Eastern Gardens Cooperative, Inc. received a complaint regarding a fair housing issue. The Board of Directors has retained legal counsel to assist in resolving the complaint which may include conciliatory, i.e. settlement discussions with fair housing. There is a possibility of a special assessment to cover legal costs. The situation is still in the investigation phase, and is not public record, so to maintain the privacy of the parties and for the protection of all parties, no names will be mentioned at this time. As a member/shareholder of the corporation, you will be apprised of the outcome.

Sincerely,

EASTERN GARDENS COOPERATIVE, INC.
Board of Directors