June 25, 2013

Mr. Jon Rilling
Accretive Capital Partners, LLC
12275 El Camino Real, Suite 110
San Diego, CA 92130

RE: Lilac Hills Ranch (TM 5571) - Sight Distance Analysis at Circle R Drive and Mtn Ridge Rd

Dear Jon:

Per your request, we have conducted the Sight Distance Analysis at the intersection of Circle R Drive and Mountain Ridge Road in Valley Center (see Figure 1 - Vicinity Map) to determine adequate sight distance per the San Diego County Public Road Standards requirements. For this analysis, it was assumed the existing alignment of Mountain Ridge Road would remain the same as it approaches Circle R Drive from the north.

The speed survey was completed between September 11, 2012 and September 16, 2012 by National Data and Surveying Services. Average speeds range from 34.7 to 37.0 mph while the 85th percentile, speeds were in the range of 41.3-44.0 mph (see table below). For this analysis, a 45 mph prevailing speed was used. Per the County of San Diego sight distance requirements, the minimum corner intersection sight distance is 450' for a prevailing speed of 45 mph.

<table>
<thead>
<tr>
<th>Circle R Drive, just east of Mountain Ridge Road</th>
<th>ADT</th>
<th>Average Speed (mph)</th>
<th>85th Percentile Speed (mph)</th>
<th>Heavy Vehicle %</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>EB</td>
<td>WB</td>
<td>EB</td>
<td>WB</td>
</tr>
<tr>
<td>Weekday</td>
<td>1,822</td>
<td>34.7</td>
<td>36.7</td>
<td>41.3</td>
</tr>
<tr>
<td>Weekend</td>
<td>1,407</td>
<td>34.5</td>
<td>37.0</td>
<td>41.5</td>
</tr>
</tbody>
</table>

The line of sight from Observation Point ‘B’ looking east is of 450’ has been achieved due to recent clearing performed in April 2013 along the existing public road within APN 129-390-18 between the existing pavement of Circle R Drive and an existing public road easement granted per PM 17205. It is recommended that this area be kept clear by means of preventative maintenance to maintain adequate sight distance at this Intersection. The County has prescriptive easement rights to this portion of Circle R Drive, a public road. Since the required clearing area is between the existing pavement to the north and an existing public road easement to the south, the County should have the right to clear this area to establish the required line of sight to assure public safety for the use of this existing public road as part of their normal maintenance responsibilities. However, a clear space easement should be obtained over this area (as illustrated on Figure 2) from the offsite property owner (APN 129-390-18) to ensure maintenance rights in perpetuity. Additionally, this clearing area falls within the 50’ fire buffer area required by the Deer Springs Fire Protection District along all existing property lines.

The current line of sight for the eastbound traffic as seen from Observation Point ‘B’ on Mountain Ridge Road looking west toward Object Target ‘C’ on Circle R Drive is also adequate and neither maintenance nor clearing is recommended at this time.

Profiles through both lines of sight and photos are provided for clarity (Figures 3-6).

If you have any particular questions or require additional information, please do not hesitate to call.

Sincerely,

LANDMARK CONSULTING

Mark A. Brencick, P.E., P.L.S.
President

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- 9555 Genesee Avenue, Suite 200, San Diego, CA 92121, Ph: (858) 587-8070 Fax: (858) 587-8750 -
PROFILE: CIRCLE R EAST

FIGURE 3
LINE OF SIGHT PROFILE FOR MTN RIDGE RD AND CIRCLE R DR (WESTBOUND TRAFFIC)
PROFILE: CIRCLE R WEST

FIGURE 4
LINE OF SIGHT PROFILE FOR MTN RIDGE RD AND CIRCLE R DR (EASTBOUND TRAFFIC)
FROM MOUNTAIN RIDGE ROAD LOOKING WEST ONTO CIRCLE "R" DRIVE
FROM MOUNTAIN RIDGE ROAD LOOKING EAST ONTO CIRCLE "R" DRIVE

FIGURE 6
PHOTOS
June 25, 2013

Mr. Jon Rilling
Accretive Capital Partners, LLC
12275 El Camino Real, Suite 110
San Diego, CA 92130

RE: Lilac Hills Ranch (TM 5571) - Sight Distance Analysis at West Lilac Road and Covey lane

Dear Jon:

Per your request, we have conducted the Sight Distance Analysis at the intersection of West Lilac Road and Covey Lane in Valley Center (see Figure 1 - Vicinity Map) to determine adequate sight distance per the San Diego County Public Road Standards requirements.

The speed survey was completed January 2013 by National Data and Surveying Services. Average speeds range from 25 to 42 mph while the 85th percentile speeds were in the range of 31-48 mph (see table below). For this analysis, a 48 mph prevailing speed was used for the northbound traffic on West Lilac Road south of Covey Lane; and 40 mph for the southbound traffic on West Lilac Road north of Covey Lane. Per the County of San Diego sight distance requirements, the minimum corner intersection sight distance is 480’ for a prevailing speed of 48 mph, and 400’ for a prevailing speed of 40 mph.

<table>
<thead>
<tr>
<th>Roadway</th>
<th>Segment</th>
<th>Direction</th>
<th>Average Speed</th>
<th>85% Percentile Speed</th>
</tr>
</thead>
<tbody>
<tr>
<td>Covey Lane</td>
<td>West of L. Lilac Road</td>
<td>EB</td>
<td>25</td>
<td>31</td>
</tr>
<tr>
<td></td>
<td></td>
<td>WB</td>
<td>28</td>
<td>35</td>
</tr>
<tr>
<td>W. Lilac Road</td>
<td>North of Covey Lane</td>
<td>NB</td>
<td>34</td>
<td>41</td>
</tr>
<tr>
<td></td>
<td></td>
<td>SB</td>
<td>34</td>
<td>40</td>
</tr>
<tr>
<td></td>
<td>South of Covey Lane</td>
<td>NB</td>
<td>42</td>
<td>48</td>
</tr>
<tr>
<td></td>
<td></td>
<td>SB</td>
<td>38</td>
<td>44</td>
</tr>
</tbody>
</table>

Currently, the maximum line of sight distance from Observation Point ‘B’ looking south toward Object Target ‘C’ on West Lilac Road is 330’ assuming no clearing or grading is completed. A line of sight distance of 480’ can be achieved by grading and clearing dense trees and brush in an area on property APN 129-190-44. In order to mitigate for the 480’ Line of Sight distance requirement, a clear space easement with grading rights should be obtained (as illustrated in Figure 2).

The current line of sight for the southbound traffic as seen from Observation Point ‘B’ on Covey Lane looking north toward Object Target ‘A’ on West Lilac Road was adequate; no improvements or clearing will be required.

Profiles through both lines of sight and photos are provided for clarity (Figures 3-5).

If you have any particular questions or require additional information, please do not hesitate to call.

Sincerely,

LANDMARK CONSULTING

Mark A. Brencick, P.E., P.L.S.
President
LEGEND

CLEAR SPACE EASEMENT WITH ASSOCIATED GRADING RIGHTS

● OBSERVATION POINT — 10' FROM THE EDGE OF PAVEMENT OF WEST LILAC ROAD AND 2' RIGHT OF THE C OF COVEY LANE AT A HEIGHT OF 3.5'

▲ TARGET OBJECT AT A HEIGHT OF 4.25' LOCATED ON THE C OF WEST LILAC ROAD

FIGURE 2
SIGHT DISTANCE ANALYSIS
WEST LILAC ROAD AND COVEY LANE
PROFILE: W LILAC NORTH

FIGURE 3
LINE OF SIGHT PROFILE FOR WEST LILAC ROAD AND COVEY LANE (SOUTHBOUND TRAFFIC)
PROFILE: W LILAC SOUTH

FIGURE 4
LINE OF SIGHT PROFILE FOR WEST LILAC ROAD AND COVEY LANE (NORTHBOUND TRAFFIC)