



December 16, 2005

Mr. Nicolas P. Robinson
Bradshaw & Robinson, LLP
P.O. Box 607
128 Hillsboro Street
Pittsboro, NC 27312

Re: Wastewater Treatment Allocation

Dear Mr. Robinson:

This is to advise that Heater Utilities, Inc., owner and operator of the wastewater treatment plant at The Preserve at Jordan Lake (The Preserve), Chatham County, hereby allocates to William Copeland and his 5.6 acres property located at the intersection of U.S. 64 and Big Woods Road up to 8,000 gallons per day of wastewater treatment capacity. Mr. Copeland shall be responsible for installation of all appurtenances necessary to connect to the wastewater treatment system at The Preserve and for any connection fees that may be charged. The connection fee charges to Mr. Copeland will be based on the number of single family equivalent associated with the capacity being reserved for his proposed restaurant.

Should you have any questions regarding this matter, please contact me at 919.467.8712, Ext. 64.

Sincerely,

Rudy Shaw

Rudy Shaw
Business Development Manager

RS/psd