

February 23, 2010

Dear Homeowner:

It's been a week since I last communicated with you, but please be assured that Centex continues to monitor, investigate, and analyze the affected area where the soil movement occurred, as well as respond to all our current homeowners' immediate needs during this process.

Here's an update on where we are in addressing the soil movement:

Investigative Process

While our engineers continue to monitor and collect data from the site, the focus of their work has shifted to the analysis phase: analyzing the data, soil borings, inclinometer readings, etc. to help Centex determine why the slope failed, as well as the eventual repair.

Concurrently, the independent engineer is also determining the stability of the remaining slope and retaining wall alignments along the entire affected hillside that did not experience failure from the soil movement on January 24th. This work is just as important as understanding what caused the slope failure because we need to ensure proper engineering and construction was performed throughout the entire retaining wall and slope. It is important you continue to feel safe within the community and are confident no other slope failures are likely to occur.

As I stated in my February 8 homeowner message, the engineering firm is expected to deliver a recommended course of action within 4-6 weeks. I'm happy to inform you they are on schedule to deliver their report by mid-March.

Voluntary Home Inspections

Third-party, independent engineers have already begun inspecting homes within the Rivermist community. As previously noted, this program is currently offered for the approximately 90 homes that were evacuated and have now been allowed to return home to provide assurance to those homeowners their home was not affected by the soil movement on the hillside on January 24th. If you desire to have your home reviewed under this program, please contact Rivermist@centex.com no later than February 28, 2010 to schedule your inspection.

Additionally, if you have concerns about your home, you can always submit a warranty request via www.centex.com. Please don't hesitate to continue sending us your questions via Rivermist@centex.com or via www.rivermistinfo.com.

Sincerely,

Laurin Darnell
Centex Homes