

Report regarding the update on current claims

- **PW:** It was requested the Lawyer gave a brief report.

Update: Situation in the Courts of the Lawsuits Building Defect Claim

The last judicial action is that Polaris has submitted a new request of accumulation of all the judicial actions in Court of First Instance Nº 14. Immediately, we presented writing to the Court being opposed to the request. In addition we request to the Court that doesn't stop the judicial action, because in four of seven actions we already have date for the first hearing. The writing was submitted on 7th June, not having been notified by the Courts nor the parties.

The hearings will be held:

- Phase 3. October 2nd 2012, 11.15 a.m
- Phase 4. November 12th 2012. 11.45 a.m
- Phase 6. October 24th 2012. 10.30 a.m
- Phase 7. October 8th 2012. 13.40 pm

- **Murcia: Claim against Murcia Town Hall.** A communication from the lawyer in charge, Mr Santiago González – Varas, has been received saying that Murcia Town Hall has sent the administrative File. Now, Mr González - Varas has asked that Murcia Town Hall completes the file in order to win time to include a technical report in the lawsuit.

He explained that, taking into account that the "Contencioso – Administrativo" has 2 focuses: discrepancies among Statutes and the deficiencies of the Resort, although it has been adopted; he considers that it would be necessary to include a technical report in the lawsuit. For this reason, we asked for a quote from the Architect, Mr Antonio Ángel Clemente (the architect who made the report in the building defects case). He commented that for a technical report, the price would be around € 20,000 adding that a short and less technical report could be cheaper. He also added that the report would be signed by a member of this team, not by himself.

The Committee stated that this was too expensive, asking to reduce the amount or to look for other reasonable offers.

Update: We have also requested an engineer that Mr González - Varas recommended. It has been received on 16th July: 1,485 Euros (VAT NOT INCLUDED). This report would be short. As the two technicians: the architect and the engineer know personally Mr González - Varas, they are going to talk to him and try to close what he needs and a price for the Community.