

**Oldham & Reece, LLP**  
Attorneys at Law  
www.lcopc.com

416 Pirkle Ferry Road  
Suite K-500  
Cumming, Georgia 30040

Tel. (770) 889-8557  
Fax (770) 888-4988

Larry C. Oldham  
Brent S. Reece

January 3, 2006

**VIA FACSIMILE NO. (404) 739-8870  
AND U. S. MAIL**

Paul Jay Pontrelli, Esq.  
Stites & Harbison, PLLC  
303 Peachtree Street, N.E.  
2800 SunTrust Plaza  
Atlanta, Georgia 30339

Re: High Gables Homeowners Association, Inc. v. Larry C. Oldham,  
Civil Action File No. 05-CV-2005. Superior Court of Forsyth  
County, Georgia

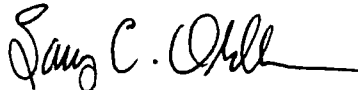
Dear Mr. Pontrelli:

Thank you for your letter dated December 30, 2005. I reject the HOA's counterproposal and propose the following to it:

1. We dismiss our claims against each other, without prejudice. We both bear our own expenses of litigation and attorney's fees.
2. The HOA waives its claim against me for all fines that have allegedly accrued.
3. I will reinstate my prior arrangements with Peachtree Post to install my mailbox. Once the new mailbox is installed, I will retire the catfish mailbox I am currently using.
4. I will install such additional landscaping as I intend to install on or before May 28, 2006. The HOA can decide after that date whether it wants to sue me again for any alleged deficiencies.
5. Heritage Management sends a letter to the HOA members stating the following: "In order to avoid additional litigation expenses and without admitting any liability to each other, the High Gables Homeowners Association and Larry Oldham have resolved the litigation between them on a mutually acceptable basis and have dismissed their claims against each other."

This offer remains open for acceptance by the HOA until 5:00 p.m. on January 6, 2006, at which time it will stand withdrawn without any further action by me.

Very truly yours,



Larry C. Oldham

LCO/bms