

The Reserve Release Procedure for Saturday, 5/25/2019

Seller: D.R. Horton Bay, Inc., a California corporation.

Homes Offered and Pricing: At the release to be held on Saturday, May 25, 2019, (13) single-family homes will be released for sale: Lot 50 Plan 3Alt.-C, Lot 51 Plan 4B, Lot 52 Plan 2Alt.-C, Lot 53 Plan 3Alt.-B, Lot 54 Plan 4C, Lot 59 Plan 2Alt.-A, Lot 60 Plan 3Alt.-C, Lot 61 Plan 2Alt.-B, Lot 62 Plan 4A, Lot 63 Plan 2Alt.-C, Lot 64 Plan 3Alt.-B, Lot 65 Plan 4C, and Lot 66 Plan 3Alt.-A. These homes constitute the "Release." Pricing for the Release homes will be available at The Reserve sales office beginning at 10 a.m. on Saturday, May 25, 2019.

The Reserve Release Location: The Reserve sales office is located at 30123 Mountain View Drive, Hayward CA 94544. The sales office is open Mondays from 1:00 p.m. to 6:00 p.m. and Tuesday through Sunday 10:00 a.m. to 6:00 p.m.

When: The Release for Priority List interested buyers will be held on Saturday, May 25, 2019. Doors to the sales office will open at 10:00 a.m.

How: Between 10:00 a.m. and 11:00 a.m. on Saturday, May 25, 2019, each pre-qualified buyer must check-in. The Priority List is generated from the pre-qualification date and time (when an interested buyer provided D.R. Horton with a pre-qualification letter from any lender licensed to do business in California or proof of funds for an all-cash buyer).

(Proxies. An interested buyer on the Priority List who is unable to attend the Release but who is interested in purchasing a home at the Release may use a proxy if: (i) the proxy has a current, notarized power of attorney from the interested buyer authorizing the proxy to enter into a contract to purchase real property on the interested buyer's behalf and (ii) the proxy has a cashier's or certified check for the deposit as set forth below. All Release rules and procedures set forth herein apply to the proxy just as they would apply to an interested buyer.)

At 11:00 a.m., a D.R. Horton sales agent will announce the first Priority List name to select his/her home. The interested buyer must be present at the time his or her name is called and must provide proof of identity. If the interested buyer is not present or fails to respond when his/her name is called, the interested buyer will be immediately disqualified from this Release and be placed at the end of the Priority List, and the name of the next interested buyer on the Priority List will be announced. Notwithstanding the foregoing, an interested buyer who fails to attend the Release will retain his/her position on the Priority List IF such interested buyer notifies D.R. Horton in writing at least 24 hours prior to the Release (an email to the community's sales agent is acceptable) that the interested buyer will not be attending the Release but wishes to remain on the Priority List for future releases.

The first interested buyer on the Priority List who is present will have his or her choice of all homes being offered during the Release. The next interested buyer whose name is called will have his or her choice of all remaining homes in the Release. Names in order from the Priority List will continue to be read until all homes in the Release have been selected *and* the interested buyers whose names were called have made earnest money deposits on the homes they selected. Each buyer whose name is announced must choose a home *within*

five (5) minutes of the time his or her name is announced and make a \$20,000 deposit on the home selected. Checks should be made payable to D. R. Horton, and such checks must be either a cashier's or certified check or a personal check drawn on the buyer's personal bank account. (No corporate or third-party checks will be accepted.) If a Priority List buyer whose name is announced fails to select a home and make a \$20,000 deposit within the five-minute time frame, his or her name will be disqualified for this Release but will retain his or her place on the Priority List for future releases and another name will be announced. A Priority List buyer whose name is called, selects a home and provides a deposit check will be immediately removed from the Priority List. Should such buyer thereafter fail to execute a Purchase Agreement for the home selected, the buyer will be placed at the end of the Priority List for any future releases. Once all homes in the Release have been selected using the above procedures, the D.R. Horton sales agent will call the next five (5) in order from the Priority List. Each interested buyer whose name is called during this process must be present and announce themselves to the D.R. Horton sales agent. Each interested buyer selected will be a "Back-Up Buyer" in the order in which his or her name was selected.

Appointments for the execution of D.R. Horton's Purchase Agreement and Escrow Instructions ("Purchase Agreement") for all Priority List buyers who make the required earnest money deposit will be scheduled between 10:00 a.m. Sunday, May 26, 2019 and Friday, May 31, 2019 at 6:00 p.m. Purchase Agreement execution appointments will take place at The Reserve sales office.

Financing offered by DHI Mortgage Company Ltd. LP ("DHIM"), licensed by the Department of Business Oversight under the California Residential Mortgage Lending Act. #413-0364 813- 7337; Branch NMLS#315197, 6681 Owens Drive, Pleasanton, CA 94588, Company NMLS #14622, DHIM is an affiliate of D. R. Horton. For more information on DHIM licensing, please visit <http://dhimortgage.com/affiliate/>. *Within five (5) days of executing the Purchase Agreement*, each selected buyer also must submit to DHIM, the financial information and authorizations necessary to obtain credit information that is requested by DHIM for the assessment of the buyer's ability to qualify for financing. A buyer is not required to use DHIM to pre-qualify or finance the purchase of the home; a buyer may use any lender of buyer's choice to pre-qualify or finance the purchase of the property. Provided for informational purposes only. This is not a commitment to lend. Not all borrowers will qualify. DHIM is an equal opportunity lender.

Any homes that are not reserved with a deposit check by 1:00 p.m. on May 25, 2019 will be offered for sale immediately to the general public on a first come, first served basis. Any reserved homes that are not under contract by 5:00 p.m. on Friday, May 31, 2019, after all Back-Up Buyers have been contacted will be offered for sale to the general public on a first come, first served basis at that time.

Other Important Information:

No contingent sales will be considered or accepted during the Priority List Release. If any homes are offered to the general public on a first come, first served basis pursuant to the preceding paragraph, contingent sales will be considered.

An interested buyer may not purchase more than one home at the Release.

Prices, terms and availability are subject to change without prior notice.

By participating in the Release, each interested buyer acknowledges and agrees that D.R. Horton shall be the sole decision maker for any disputes arising out of the Release process, and the decision of D.R. Horton shall be final.

D.R. Horton Broker Referral Program rules apply. Broker must accompany client on their first visit to the D.R. Horton sales office and client must not have previously registered on the D.R. Horton website or called the D.R. Horton Buyer Resource Center. Broker must hold a valid California real estate license as of the date of registration and buyer close of escrow. Broker Referral is a flat fee of \$25,000 for "The Reserve".

For more information, contact: Gracelyn Falby at (925) 918-1224, CA DRE Lic. #01322974 or Kris Hansen at (925) 448-0531 CA DRE Lic. #01219169, D. R. Horton Bay, Inc., CA DRE Lic. #01810171, is the listing brokerage firm, and it is also the general contractor for The Reserve, Contractor's License #901572.