

RIDER

To be attached to and form part of:

Bond Number 929347744
Dated July 25, 2005

issued by the THE CONTINENTAL INSURANCE COMPANY
in the amount of \$2,384,919.00

on behalf of SERRANO ASSOCIATES, LLC
(Principal)

and in favor of COUNTY OF EL DORADO
(Obligee)

Now therefore, it is agreed that in consideration of the premium charged, the attached bond shall be amended as follows:

Revision of "Attachment A" correcting the Laborers/Materialmen amount to \$1,627,640.00.

Adding "Attachment B" which will include Serrano Village K5 - Unit 2 and correcting "Attachment B" to the Laborers and Materialmen bond limiting the cumulative liability of the Laborers and Materialmen bond to \$1,627,640.00.

All else to remain unchanged.

It is further understood and agreed that all other terms and conditions of this bond shall remain unchanged.

This Rider is to be Effective this 14th day of November, 2005.
Signed, Sealed & Dated this 1st day of December, 2005.

SERRANO ASSOCIATES, LLC
a Delaware limited liability company

By: Parker Development Company
a California corporation, Its Managing Member

By: [Signature]
Name: William R. Parker
Title: President
(Principal)

THE CONTINENTAL INSURANCE COMPANY
(Surety)

By: [Signature]
Katherine G. Zerounian, Attorney-in-Fact

*Reduced by \$1,698,153.09
leaving a balance of
\$686,165.91 per Bd action
of 10/17/06.*