

**Statement of Subdivision Security
California Government Code Sections 66492 and 66493**

The official records for secured real property tax maintained by the Tax Collector of the City and County of San Francisco show that the estimated amount of secured real property tax due for the fiscal year 2015-2016 for each of the following properties, which are subject to liens for taxes not yet payable, is:

Block 8715 Lot 006	
Estimate property tax due for FY 2015-2016	\$838,191
Block 8715 Lot 007	
Estimate property tax due for FY 2015-2016	\$851,245
Block 8715 Lot 008	
Estimate property tax due for FY 2015-2016	\$558,558

Pursuant to the requirements of California Government Code Section 66493, the security bond required to be posted with the Clerk of the Board of Supervisors prior to the recordation of this subdivision map is the amount of \$4,495,987.

The amount of security for the taxes specified above will remain in effect through April 10, 2016. If the parcel or the map designated above is not recorded in the Assessor-Recorder's Office on or prior to this date, a new statement of subdivision security must be obtained.

This statement does not include any assessments for taxes or other assessments that do not appear on the secured real property tax roll maintained by the San Francisco Tax Collector.

April 24, 2015

Date



DAVID P. AUGUSTINE
Tax Collector
City & County San Francisco



Aon Risk Insurance Services West, Inc.

Construction Services Group

May 1, 2015

Joy Fallon
CIM Group, LLC
4700 Wilshire Blvd.
Los Angeles, CA 90010

Re: 1000 Channel Street Owner, LLC
Bond No. CMS284354
RLI Insurance Company, as Surety
\$4,495,987.00 Subdivision Tax Bond – Block 8715, Lots 006, 007, 008
To: City and County of San Francisco
Effective: 5/1/15-16
Premium: \$89,920.00

Dear Joy:

Enclosed please find the above captioned requested bond, duly authorized and executed, with a copy for your file. Please have the bond signed by an authorized person, then file with the Obligee.

Our premium invoice for the bond will follow under separate cover. If you have any questions, please give me a call.

Sincerely,

Tracy Aston
Surety Account Manager
(213) 630-3349

Enclosure(s)

BOND No.: CMS284354
PREMIUM: \$ 89,920.00
Effective Date: May 1, 2015

SUBDIVISION TAX BOND

KNOW ALL MEN BY THESE PRESENTS:

1000 Channel Street Owner, LLC,

That we, a Delaware limited liability company, as Principal and RLI Insurance Company, a Illinois corporation, as Surety, are held and firmly bound unto the CITY AND COUNTY OF SAN FRANCISCO, in the penal sum of Four Million Four Hundred Ninety Five Thousand Nine Hundred Eighty Seven and NO/100----- Dollars (\$ 4,495,987.00) lawful money of the United States of America, to be paid to the COUNTY OF SAN FRANCISCO, State of California, for which payment, well and truly be made, we bind ourselves, our heirs, executors, administrators, successors and assigns jointly and severally, firmly by these presents, to assure payment of fiscal year 2015-2016 real estate taxes.

WHEREAS, the above names Principal is about to file a map entitled:

Block 8715, Lot 006; Block 8715, Lot 007; Block 8715, Lot 008

and

WHEREAS, there are no liens against the subdivision or any part thereof for unpaid state, county, municipal or local taxes or special assessments collected by taxes, except taxes or special assessments not yet payable.

NOW, THEREFORE, if the said Principal shall pay on or before April 10, 2016 all taxes and assessments, which are now a lien against said tract, or any part thereof, but not yet payable at the time of filing of the map of said tract, then this obligation is to be void and of no effect; otherwise to remain in full force and effect.

PROVIDED, however, that the Surety may terminate this bond as to future liability by giving thirty (30) days written notice to the Obligee at the above address, such termination not to affect any liability incurred or accrued prior to the expiration of said thirty (30) day period.

SIGNED, SEALED AND DATED this 1st day of May, 2015.

-----PRINCIPAL-----

1000 Channel Street Owner, LLC,
a Delaware limited liability company

-----SURETY-----

RLI Insurance Company

By: EA

Name: ERIC RUBENFELD

Title: VICE PRESIDENT & SECRETARY

By: Tracy Aston
Tracy Aston Attorney-in-Fact

ACKNOWLEDGEMENT

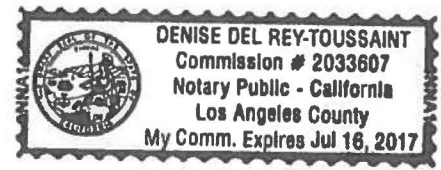
A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

STATE OF CALIFORNIA)
) ss.
COUNTY OF Los Angeles)

On May 4, 2015 before me, Denise del Rey-Toussaint, Notary Public, personally appeared Eric Rubinfeld (insert name(s) of signer(s)) who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.



Signature Denise del Rey-Toussaint (Seal)

CALIFORNIA ALL-PURPOSE ACKNOWLEDGMENT

A Notary Public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

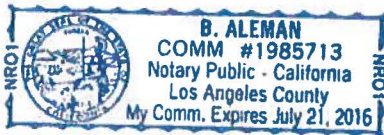
State of California

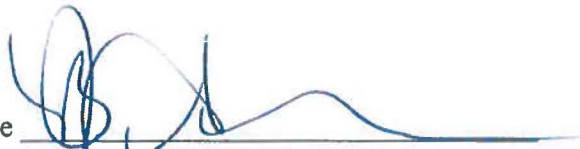
County of Los Angeles

On MAY 1 2015 before me, B. Aleman, Notary Public, personally appeared Tracy Aston who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/~~are~~ subscribed to the within instrument and acknowledged to me that he/~~she/they~~ executed the same in ~~his/her/their~~ authorized capacity(~~ies~~), and that by ~~his/her/their~~ signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.



Signature 
Signature of Notary Public



RLI Surety
 9025 N. Lindbergh Dr. | Peoria, IL 61615
 Phone: (800)645-2402 | Fax: (309)689-2036
 www.rlicorp.com

POWER OF ATTORNEY

RLI Insurance Company

Know All Men by These Presents:

That this Power of Attorney is not valid or in effect unless attached to the bond which it authorizes executed, but may be detached by the approving officer if desired.

That **RLI Insurance Company**, an Illinois corporation, does hereby make, constitute and appoint:
Tracy Aston, Ashraf Elmasry, Simone Gerhard, KD Conrad, Edward C. Spector, Daravy Mady, James Ross, B. Aleman, Lisa Crail,
Kristine Mendez, Misty Wright, jointly or severally

in the City of Los Angeles, State of California its true and lawful Agent and Attorney in Fact, with full power and authority hereby conferred, to sign, execute, acknowledge and deliver for and on its behalf as Surety, the following described bond.

Any and all bonds provided the bond penalty does not exceed Twenty Five Million Dollars (\$25,000,000.00).

The acknowledgment and execution of such bond by the said Attorney in Fact shall be as binding upon this Company as if such bond had been executed and acknowledged by the regularly elected officers of this Company.

The **RLI Insurance Company** further certifies that the following is a true and exact copy of the Resolution adopted by the Board of Directors of **RLI Insurance Company**, and now in force to-wit:

"All bonds, policies, undertakings, Powers of Attorney or other obligations of the corporation shall be executed in the corporate name of the Company by the President, Secretary, any Assistant Secretary, Treasurer, or any Vice President, or by such other officers as the Board of Directors may authorize. The President, any Vice President, Secretary, any Assistant Secretary, or the Treasurer may appoint Attorneys in Fact or Agents who shall have authority to issue bonds, policies or undertakings in the name of the Company. The corporate seal is not necessary for the validity of any bonds, policies, undertakings, Powers of Attorney or other obligations of the corporation. The signature of any such officer and the corporate seal may be printed by facsimile."

IN WITNESS WHEREOF, the **RLI Insurance Company** has caused these presents to be executed by its Vice President with its corporate seal affixed this 3rd day of September, 2014.



RLI Insurance Company

By: [Signature]
 Roy C. Die Vice President

State of Illinois }
 County of Peoria } SS

CERTIFICATE

On this 3rd day of September, 2014, before me, a Notary Public, personally appeared Roy C. Die, who being by me duly sworn, acknowledged that he signed the above Power of Attorney as the aforesaid officer of the **RLI Insurance Company** and acknowledged said instrument to be the voluntary act and deed of said corporation.

I, the undersigned officer of **RLI Insurance Company**, a stock corporation of the State of Illinois, do hereby certify that the attached Power of Attorney is in full force and effect and is irrevocable; and furthermore, that the Resolution of the Company as set forth in the Power of Attorney, is now in force. In testimony whereof, I have hereunto set my hand and the seal of the **RLI Insurance Company** this day of MAY 1 - 2015

By: [Signature]
 Jacqueline M. Bockler Notary Public

RLI Insurance Company

By: [Signature]
 Roy C. Die Vice President



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