

To: All Tenants
One Canal Place

From: Charles Peterson

Re: Status of One Canal Place

Date: September 19, 2005

On behalf of One Canal Place, we are hopeful that you and your families have weathered Hurricane Katrina safely and in good health. We understand how trying this period has been for you, your families and your employees.

One Canal Place survived the storm and its aftermath reasonably well. A small contingent of engineers and guards stayed in the building during the storm.

Subject to further inspection, our observations are that the damage to the property was limited. We lost less than a dozen windows. We also had some limited wind-driven water intrusion. The roof-top cooling tower sustained damage, but our engineers have it functioning. Prior to his evacuation, Chief Engineer Henry Leissinger took precautionary measures with the mechanical and electrical systems that minimized damage when power and water pressure were restored. Our inspections have shown that most offices are undamaged.

We arranged for an armed security force to protect Canal Place after the storm. That force remains in place for the time being.

As of this writing, all building systems including HVAC and elevators are functioning. We are doing everything we can to ready the building for occupancy. While currently the city has announced that city water is unsafe for drinking or for washing hands, we are arranging for a shipment of bottled water for use at the building.

Tenants desiring access to their space may do so subject to such water situation, and are advised that certain building services will be limited. Access will be granted subject to satisfactory identification similar to our normal after-hours procedures. Tenants or personnel desiring access must bring their own keys as building or security personnel will not open doors.

We will stay in contact with you as further information develops regarding the opening of the City for businesses to return. I can be contacted at the above email address if you have any questions or concerns.

Again, we wish you, your employees and your families the best.