



The Richard E. Jacobs Group, Inc.

RECEIVED

AUG 24 2012

CITY MANAGER

William R. Hansen
Vice President & General Counsel
Direct Dial No. 440-808-6325
E-mail: whansen@rejacobsgroup.com
Facsimile: 440-808-6903

August 23, 2012

Via e-mail and FedEx

Mr. Mark Finigan
Assistant City Manager
City of Key West
City Hall
525 Angela Street
Key West, Florida 33040

Re: 529 Front Street, Key West, Florida

Dear Mr. Finigan:

This letter supplements and revises my July 17, 2012 letter to you (copy enclosed, without the enclosures thereto) regarding the proposed purchase by Pier House Joint Venture (the "Venture") from the City of Key West (the "City") of the property located at 529 Front Street, for a purchase price of \$7,500,000. My July 17th letter stated that in order to allow you and the City Commission time to evaluate the offer of the Venture in this regard, we would allow the offer of the Venture to remain open until Friday, August 24, 2012, at which time it will be deemed rescinded unless accepted by the City on or before such date. It is our understanding that the form of Contract for Sale and Purchase by and between the City and the Venture will not be placed on the City Commission agenda for approval until the City Commission meeting to be held on Tuesday, September 18, 2012. Accordingly, please be advised that the Venture hereby extends the period within which the offer of the Venture will remain open, from August 24, 2012 through and including Friday, September 21, 2012, at which time it will be deemed rescinded unless accepted by the City on or before September 21, 2012.

Very truly yours,

William R. Hansen

WRH/lkm

cc: Shawn Smith, Esq., City Attorney
Larry Erskine, Assistant City Attorney
Ed Scales, Esq.
(all via email and FedEx; w/enclosure)