

Debtors' Motion to Reject Certain Unexpired Leases and Executory Contracts (the "Rejection Motion").

By the Rejection Motion, the Debtors seek entry of an order authorizing them to reject certain leases (the "Leases") and executory contracts (the "Executory Contracts" and, together with the Leases, the "Agreements") that, in the Debtors' opinion, are no longer beneficial to the Debtors' estates.

The Leases fall into the following categories: (i) advertising; (ii) equipment; (iii) model homes; (iv) office space; and (v) storage space. The Executory Contracts provide for certain ongoing services and materials, real-estate-related information and computer software.

After reviewing the Agreements and, to the extent possible, attempting to negotiate the terms of certain Agreements, the Debtors have concluded that the Agreements do are not necessary for the Debtors' successful reorganization and, therefore, rejection of the Agreements is in the best interest of the Debtors and their estates.

A hearing on the Rejection Motion is scheduled for May 7, 2008 at 9:30 a.m.; objections to the Rejection Motion are due at 5:00 p.m. on May 2, 2008.