

Mervyn Mandell Esq Chairman Hampstead Garden Suburb Trust Ltd 862 Finchley Road London NW11 6AB

7 February 2007

Dear Mervyn

I am writing to inform you of a resolution passed yesterday evening after a serious and constructive discussion which lasted just over one hour.

"The Council of the Hampstead Garden Suburb Residents Association believes that it would be a matter of the greatest regret if there were a dispute about the Trust management charge in the Suburb's Centenary Year. It supports the introduction of a graded management charge based on Council Tax bands, as proposed in the May 2006 Trust Gazette, and calls upon the Trust to conduct a postal ballot of householders to ascertain whether the majority of them agree with this view or would prefer the charge to remain at a flat rate."

The resolution was passed with no votes against and two abstentions which included the only Trust Council member present. Each member of Council, except the Trust Council member who had been asked by you not to participate, was asked to give his or her personal opinion before the vote was cast.

You are welcome to pass this letter to the Leasehold Valuation Tribunal as it is in the public domain and may be pertinent to the case before the Tribunal.

The Hampstead Garden Suburb Residents Association is the representative body for residents of Hampstead Garden Suburb. The Association has 2,200 households in membership. It is believed to be the largest such association in the UK.

Yours sincerely

David Lewis Chairman

Hampstead Garden Suburb Residents Association