

# **ITEM 2**

From: SRODENBOUGH@brookspierce.com  
Sent: Sunday, August 28, 2011 10:44 PM  
To: Rue, James A.  
Cc: GHays@HaysConsulting.net; Tom.Bosch@Troutmansanders.com;  
IMACSWEEN@brookspierce.com  
Subject: Re: SJK: Kowalewski Home

Alex and Tom,

You have reported in your emails below that you learned late on Friday that Stan Kowalewski has removed "many fixtures," believed to include interior doors, cabinetry, bathroom fixtures and lighting fixtures, from his Summerfield home, which we understand to be an asset of the Special Opportunities Fund now in the control of the Receiver by order of the Court in the SEC's enforcement action. Combs, Inc. was the builder of the Kowalewski house in 2005. The home was finished in accordance with the specifications of the home's original purchaser, Bill Brooks, now deceased. Allowances for interior fixtures, including interior doors and hardware, kitchen cabinetry, granite countertops, bathroom fixtures and lighting fixtures, totalled approximately \$179,027.36, not including labor for installation of light fixtures, plumbing fixtures or staining and installation of interior doors. After Kowalewski purchased the home from its original owner, he contracted with Combs, Inc. in 2010 to perform certain renovations to the home, including approximately \$4,305.44 in upgrades to the interior fixtures. If all of the above interior fixtures have now been removed from the house, Combs, Inc. estimates that it would cost approximately \$44,100.00 in labor to reinstall the removed interior doors and hardware, bathroom fixtures and lighting fixtures. To replace granite countertops and cabinetry, which are supplied at a collective charge for labor and material by the subcontractor, it would cost approximately \$142,129.93 for the cabinetry and \$25,184.56 for the granite countertops. Please be aware that these costs are based on the limited information that has to this time been supplied to Combs, Inc. about the extent of the fixtures removed. A firm cost estimate could be made by Combs, Inc. on inspection of the Kowalewski home. -- Bo

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S. Leigh "Bo" Rodenbough IV  
Brooks, Pierce, McLendon,

Humphrey & Leonard, L.L.P.  
230 N. Elm Street, Suite 2000 (27401)  
P.O. Box 26000 (27420)  
Greensboro, NC  
Direct Ph.: 336-271-3119  
Direct Fax: 336-232-9119  
Firm Ph.: 336-373-8850  
Firm Fax: 336-378-1001  
brodenbough@brookspierce.com