



Fidelity National Title Company

6060 Sepulveda Boulevard, Suite 100 Van Nuys, CA 91411
(818) 881-7800 FAX (818) 776-8528

PRELIMINARY REPORT

TITLE OFFICER: Sheila Isham - Ph (818) 758-5718

ORDER NO.: 19622335

TO: Kennedy Wilson
9601 Wilshire Blvd #220
Beverly Hills,, CA

LOAN NO.:

ATTN: Daniel Yi

SHORT TERM RATE: N/A

PROPERTY ADDRESS: 22983 Sycamore Creek Drive, Santa Clarita, California

EFFECTIVE DATE: February 10, 2010, 07:30 A.M.

The form of policy or policies of title insurance contemplated by this report is:

ALTA Homeowner's Policy of Title Insurance (1/1/08)
ALTA Loan Policy (6/17/06)

1. THE ESTATE OR INTEREST IN THE LAND HEREINAFTER DESCRIBED OR REFERRED TO COVERED BY THIS REPORT IS:

A Fee
2. TITLE TO SAID ESTATE OR INTEREST AT THE DATE HEREOF IS VESTED IN:

Kathryn N. Kemp-Hill
3. THE LAND REFERRED TO IN THIS REPORT IS DESCRIBED AS FOLLOWS:

SEE EXHIBIT "ONE" ATTACHED HERETO AND MADE A PART HEREOF

FT5KJ 02/16/2010

LEGAL DESCRIPTION

EXHIBIT "ONE"

THE LAND REFERRED TO HEREIN BELOW IS SITUATED IN THE CITY OF SANTA CLARITA, COUNTY OF LOS ANGELES, STATE OF CALIFORNIA, AND IS DESCRIBED AS FOLLOWS:

Lot 81 of Tract No. 29958, in the City of Santa Clarita, County of Los Angeles, State of California, as per map recorded in Book 816, Pages 50 to 59, inclusive of maps in the office of the County Recorder of said County.

Excepting therefrom all rights to minerals, oil, gas, tars, hydrocarbon and metalliferous substances of every kind, together with the right to drill or mine for the same, without, however, the right of surface entry and without the right to drill or mine through the surface or the upper 500 feet of the subsurface of said land as reserved by the Newhall Land and Farming Company, a Corporation, in deed recorded November 25, 1970, Book D-4899, Page 339, Official Records of said County.

Except therefrom all rights to subsurface water, including, but not limited to, the right to take, use and develop for use any and all subsurface water that may now exist or may hereafter exist under said land, without, however, the right of surface entry and without the right to drill, explore or operate through the surface or the upper 500 feet of the subsurface of said land as reserved by the Newhall Land and Farming Company, a Corporation, in deed recorded November 25, 1970, Book D-4899, Page 339, Official Records of said County.

Assessor's Parcel No: 2810-009-002

AT THE DATE HEREOF, ITEMS TO BE CONSIDERED AND EXCEPTIONS TO COVERAGE IN ADDITION TO THE PRINTED EXCEPTIONS AND EXCLUSIONS IN SAID POLICY FORM WOULD BE AS FOLLOWS:

1. Property taxes, which are a lien not yet due and payable, including any assessments collected with taxes to be levied for the fiscal year 2010-2011.

2. Property taxes, including any personal property taxes and any assessments collected with taxes, for the fiscal year 2009-2010, Assessor's Parcel Number 2810-009-002.

Code Area Number: 0000965
1st Installment: \$2,062.79 Delinquent, Penalty \$206.27
2nd Installment: \$2,062.79 Unpaid
Land: \$182,900.00
Improvements: \$132,600.00
Exemption: \$
Personal Property: \$

3. Said property has been declared tax defaulted for non-payment of delinquent taxes for the fiscal year 2006-2007.

APN: 2810-009-002
Default No.:
Default Date: None Shown

Amounts to redeem for the above stated fiscal year (and subsequent years, if any) are:

Amount: \$21,144.82
By: February 28, 2010
Amount: \$21,396.95
By: March 31, 2010

4. The lien of supplemental taxes, if any, assessed pursuant to the provisions of Chapter 3.5 (Commencing with Section 75) of the Revenue and Taxation code of the State of California.

5. Water rights, claims or title to water, whether or not disclosed by the public records.

6. Easement(s) for the purpose(s) shown below and rights incidental thereto as granted in a document;

Granted to:
Purpose: Right of way to lay, construct, repair, maintain, operate and renew, operate and renew water pipelines and appurtenances, with right of ingress and egress
Recorded: May 4, 1971, Instrument No. 1598, Book D-5046, Page 786, of Official Records
Affects: Said land

7. Covenants, conditions and restrictions, but omitting any covenants or restrictions, if any, based upon race, color, religion, sex, sexual orientation, familial status, martial status, disability, handicap, national origin, ancestry or source of income, as set forth in applicable state or federal laws, except to the extent that said covenant or restriction is permitted by applicable law, as set forth in the document referred to in the numbered item last above shown.

8. Covenants, conditions and restrictions in the declaration of restrictions but omitting any covenants or restrictions, if any, based upon race, color, religion, sex, sexual orientation, familial status, martial status, disability, handicap, national origin, ancestry or source of income, as set forth in applicable state or federal laws, except to the extent that said covenant or restriction is permitted by applicable law.

Recorded: April 26, 1972, Instrument No. 4260, of Official Records

Said covenants, conditions and restrictions provide that a violation thereof shall not defeat the lien of any mortgage or deed of trust made in good faith and for value.

9. Covenants, conditions and restrictions in the declaration of restrictions but omitting any covenants or restrictions, if any, based upon race, color, religion, sex, sexual orientation, familial status, martial status, disability, handicap, national origin, ancestry or source of income, as set forth in applicable state or federal laws, except to the extent that said covenant or restriction is permitted by applicable law.

Recorded: July 14, 1972, Instrument No. 5113, of Official Records

Said covenants, conditions and restrictions provide that a violation thereof shall not defeat the lien of any mortgage or deed of trust made in good faith and for value.

10. Easement(s) for the purpose(s) shown below and rights incidental thereto as granted in a document;

Granted to:

Purpose: Underground Electrical Supply

Recorded: November 14, 1972, Instrument No. 2403, of Official Records

Affects: The Northeasterly 2 feet

11. Our examination of record title to the herein described land does not disclose existing loans. We therefore request a copy of the owner's disclosure statement with referenced to existing encumbrances to reconfirm our findings.

12. This Company will require a Statement of Information from the vestee(s) named below, as we are unable to determine of record the marital status of said vestee at the time of acquisition of title.

Vestee(s): Kathryn N. Kemp-Hill

If the above required statement discloses that said vestee was married at the time of acquisition of title, the community property interest of their spouse needs to be addressed. The Company reserves the right to add additional items or make further requirements after review of the requested Statement of Information.

13. In order to complete this report, this Company requires a Statement of Information to be completed by the following party,

Party: All Parties

The Company reserves the right to add additional items or make further requirements after review of the requested Statement(s) of Information.

14. The application for title insurance was placed by reference to only a street address or tax identification number.

Based on our records, we believe that the description in this report covers the parcel requested, however, if the legal description is incorrect a new report must be prepared.

If the legal description is incorrect, in order to prevent delays, the seller/buyer/borrower must provide the Company and/or the settlement agent with the correct legal description intended to be the subject of this transaction.

END OF ITEMS

- Note 1. The current owner does NOT qualify for the \$20.00 discount pursuant to the coordinated stipulated judgments entered in actions filed by both the Attorney General and private class action plaintiffs for the herein described property.

- Note 2. None of the items shown in this report will cause the Company to decline to attach CLTA Endorsement Form 100 to an Extended Coverage Loan Policy, when issued.

- Note 3. The Company is not aware of any matters which would cause it to decline to attach the CLTA Endorsement Form 116 indicating that there is located on said land a Single Family Dwelling known as 22983 Sycamore Creek Drive,, Santa Clarita, CA to an Extended Coverage Loan Policy.

- Note 4. There are NO deeds affecting said land, recorded within twenty-four (24) months of the date of this report.

- Note 5. If a county recorder, title insurance company, escrow company, real estate broker, real estate agent or association provides a copy of a declaration, governing document or deed to any person, California law requires that the document provided shall include a statement regarding any unlawful restrictions. Said statement is to be in at least 14-point bold face type and may be stamped on the first page of any document provided or included as a cover page attached to the requested document. Should a party to this transaction request a copy of any document reported herein that fits this category, the statement is to be included in the manner described.

Note 6. WIRE INSTRUCTIONS

COMERICA BANK CALIFORNIA
Financial Services Group
2321 Rosecrans Avenue, Suite 1225
El Segundo, CA, 90245

Routing No. 121137522
For Credit to FIDELITY NATIONAL TITLE

Account No. 1891608570
Attn: Payoff Department
Ref: Order No. _____
Title Officer: _____

Note 7. The RESPA Rule to Simplify and Improve the Process of Obtaining Mortgages and Reduce Consumer Settlement Cost includes a provision for average charges, allowing settlement service providers to establish an average recording fee. Transactions closing in January 2010, the average recording for all residential loan transactions (including refinances) is \$79.00 and the charge for all residential sale transactions with a purchase money loan is \$82.00, Transactions closing after January of 2010, the average recording charge for loan transactions (including refinances) is \$93.00 and the charge for all residential sale transactions with a purchase money loan is \$98.00. Divide the average charge between the buyer and seller as per contract or local custom. The average charge is applied regardless of the number of documents recorded in the transaction. If your transaction is not a residential loan or sale with a new loan, please contact your title provider for actual recording charges.

Note 8. Part of the RESPA Rule to Simplify and Improve the Process of Obtaining Mortgages and Reduce Consumer Settlement Costs requires the settlement agent to disclose the agent and underwriter split of the premiums, including endorsements as follows:

Line 1107 is used to record the amount of the total title insurance premium, including endorsements, that is retained by the title agent. Fidelity National Title Company retains 88% of the total premium and endorsements.

Line 1108 is used to record the amount of the title insurance premium, including endorsements, that is retained by the Title underwriter. Fidelity National Title Insurance Company retains 12% of the total premium and endorsements.

END OF NOTES

609219021
 7302077
 10050101
 740221
 740221
 750127
 800308-88
 800503-88
 20040331

THIS MAP SHOULD BE USED FOR REFERENCE PURPOSES ONLY. NO LIABILITY
 IS ASSUMED FOR THE ACCURACY OF THE DATA SHOWN. PARCELS MAY NOT
 COMPLY WITH LOCAL SUBDIVISION OR BUILDING ORDINANCES.

2005

9 0182

SCALE 1" = 100'

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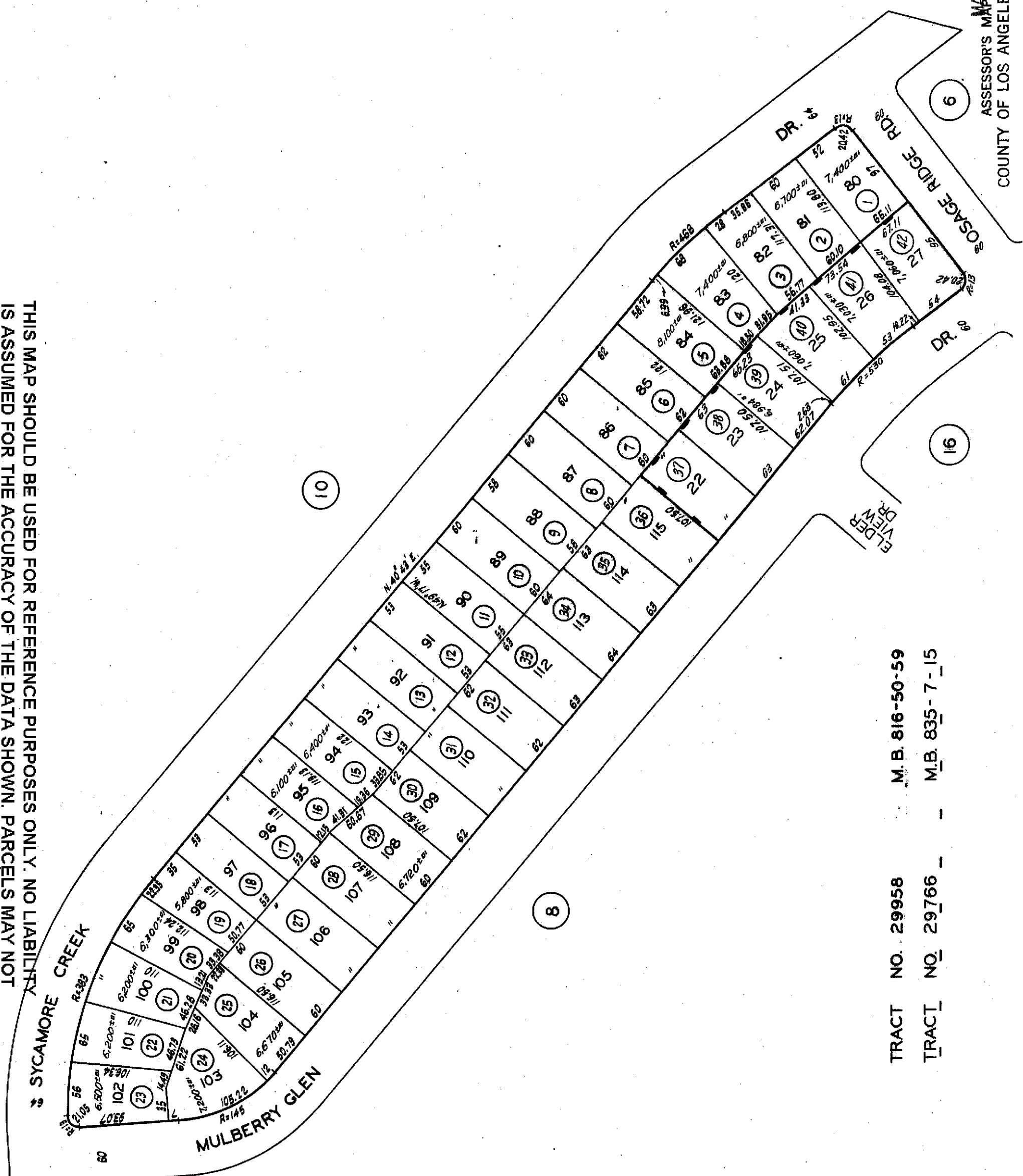
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CODE 965

FOR PREV. ASSMT SEE:
2810-9

TRACT NO. 29958 M. B. 816-50-59
 TRACT NO. 29766 M. B. 835-7-15

ASSESSOR'S MAP MAY 18 2004
 COUNTY OF LOS ANGELES, CALIF.



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