

A Message from CEO David Denner

Dear Neighbor:

Along with the rest of Florida, the summer and early fall were filled with preparations for and cleaning up after the multiple hurricanes that rocked the state. I am amazed at the resilience of Floridians and their willingness to help each other in a time of need.

Coronet Industries weathered the hurricane season reasonably well. We were prepared and worked around the clock to minimize damage and ensure that the pond retention system's integrity was maintained. Here are a few other highlights of what is going on at Coronet.

Operations/Security - Around the clock guard service has continued and was enhanced by random roving patrols. Roving patrols were limited during periods of heavy rain in August and September to minimize potential damage to roads and berms, but restored in October. The fence along Cason Road and Lexie Lane was completed, but was damaged by falling tree in numerous areas. Repairs will be completed in November. Areas on the eastern boundary of the property are currently being fenced.

Personnel - Staffing remains at 10 employees.

Decommissioning - A firm was awarded the contract to execute the disposal plan presented to the DEP in July. They mobilized in September and completed their work in early November. Site assessment activities continue with analytical results expected by the year-end.

Ponds/Water Treatment - Coronet continues to treat and release water according to DEP's Immediate Final Order (IFO). Nearly 40 inches of rainfall was recorded on the site in August and September. By the end of October, more than 600 million gallons of water has been discharged from the site.

Advanced preparation and rapid response in the aftermath of the hurricanes minimized damage to the pond retention system and maximized the discharge of water. Today, all pond levels are below normal design level. In late October, Coronet leased an excavator with the capability to operate in 3-5 feet of water and has used this piece of equipment to access deeper areas of water in the ponds. This will enable Coronet to continue to treat water until the end of the year and further reduce pond levels.

Demolition - The company had expected to begin demolition of the site by this time. However, due to litigation issues, demolition work has been delayed at this time.

We will continue to provide updates as we continue to deliver on our commitment to do the right thing for our neighbors and the State of Florida.

Happy Holidays,



David Denner

