



May 29, 2020

ALEKHYA GADE & BALA PRAVEEN Reddy DUGGIMPUDI
1501-5 MICHAEL POWER PLACE
ETOBICOKE
M9A 0A3

*** Sent via Email ***

Dear ALEKHYA GADE & BALA PRAVEEN Reddy DUGGIMPUDI,

Purchaser: ALEKHYA GADE & BALA PRAVEEN Reddy
DUGGIMPUDI
Vendor: Valstar Homes (Oakville Sixth Line) Inc.
Property: North Oakville - Building: 1
Address:
Lot/Unit: 166

First Notice - (s.5(b) Tarion Addendum)

UNAVOIDABLE DELAY EVENT HAS OCCURRED

RE: Purchase Agreement dated the 28th day of October, 2019 including Addendum, and amendments, if any (the "Purchase Agreement") relating to the Home.

The terms of your Purchase Agreement (see the Addendum) permit the Vendor to extend the date of closing or occupancy and other critical dates in certain circumstances, including where there has been an event and/or loss of construction time which amounts to an Unavoidable Delay.

PLEASE NOTE THAT:

1. An "Unavoidable Delay" event has occurred which may delay completion of your home. The specific "Unavoidable Delay" trigger event is as follows: COVID-19 Pandemic.
2. The Pandemic was declared on the 11th day of March, 2020. It may affect timing of delivery of your home as a result of the lack of trades and municipal government closures.
3. It is possible that the pandemic may affect the completion and/or delivery schedule of the above-noted home.
4. You should be aware that the delay in completion of your home will include the combination of two (2) periods of time. The total delay will include both:
 - 1) the period of time for direct impacts of the pandemic; but also,
 - 2) any additional period of delay due to after-effects caused by the pandemic which are beyond the Vendors reasonable control (the "**Remobilization Period**").
5. It is difficult at this stage to be certain if or how long the total delays may be and thus how the construction schedule for your Home will be affected.
6. As more information becomes available, we will keep you informed of developments.

For further information regarding the delay, please visit: www.tarion.com.

Valstar Homes (Oakville Sixth Line) Inc.

*An "Unavoidable Delay" means a strike, fire, explosion, flood, act of God, civil insurrection, act of war, act of terrorism or pandemic, plus any period of delay directly



caused by the event, which is beyond the reasonable control of the builder and is not caused or contributed to by the fault of the builder.