Letter of Commitment to Develop in Greek Village

This letter is for the purpose of expressing official intent of the BETA UPSILON House Corporation of KAPPA SIGMA Fraternity/Sorority to develop and construct a chapter house on the campus of North Carolina State University (NC State) as part of the planned Greek Village development. The House Corporation certifies that the undergraduate chapter that it represents is in good standing with NC State and meets the eligibility standards for participating in the project as outlined by the Department of Greek Life of NC State.

The Chapter House will be constructed on land leased to the House Corporation from the State of North Carolina for a term of Forty-Years (40), with one renewal period of equal time.

With an earnest money deposit of Twenty Five Thousand Dollars ($25,000.00) the House Corporation hereby identifies site number 4 in Phase 1 as the preferred site for development. Housing Corporation acknowledges and accepts that lot selection is NC State's decision and will be made in NC State's sole discretion.

The earnest money deposit shall remain refundable until the parties execute a ground lease, at which time the deposit shall no longer be refundable and the deposit will be applied to the Chapter's shared cost of infrastructure development for Phase 4. The House Corporation will have 45 days to negotiate and execute a ground lease from the date said document is presented to it by the Department of Greek Life.

The House Corporation will have 18 months from the commencement of the ground lease to initiate construction of the Chapter House. Failure to perform or any other default of the land lease shall result in forfeiture of deposit money and site preference selection.

House Corporation President — Date: 8-1-2007

House Corporation or Undergraduate Chapter Officer — Date

Acknowledging receipt of deposit for NC State:

Dr. Thomas Stafford
Vice Chancellor for Student Affairs — Date: 9-18-07

Charles D. Leffler
Vice Chancellor Finance and Business — Date: 9/20/07

RECEIVED
SEP 2007
VICE CHANC.
FIN. & BUS.