



BORROWER: Arizona First Partners 1 LLC

PROJECT: Las Sendas Office Building


ADDRESS: 7565 E Eagle Crest Dr, Mesa, AZ 85207

Borrower hereby requests the below itemized funds from lender to pay the listed items, all of which are a part of the construction project at the above referenced property. All are in accordance with the previously submitted cost breakdown. Borrower states and declares work in place has progressed per plans and specifications to a point where disbursement as scheduled is proper and construction has been completed with quality workmanship to date. I have listed below, mechanics, trades and suppliers that have performed the work and will be paid from this disbursement.

Warner Angle Hallam Jackson & Formanek (Dean Formanek)	Development	Land Use Permit	\$6,000.00
Hook Engineering (Steve Duryea)	Development	Condo Plat Map	\$4,945.00
Sahuaro Group	Construction	Site Prep, Fencing, Power, Grading	\$20,636.10
GRAND TOTAL			\$31,581.10

I certify as of this funding, the construction project is on budget and all trades & suppliers have been, or will be paid.

Arizona First Partners 1 LLC

By: 
 David Haney, Manager

Draw: 3

Date: 8/27/2007

LAW OFFICES
WARNER ANGLE HALLAM JACKSON & FORMANEK PLC
3550 NORTH CENTRAL AVENUE, SUITE 1500
PHOENIX, ARIZONA 85012-2188

TELEPHONE (602) 264-7101

APRIL 13, 2007
Invoice # 24979

DAVID HANEY
5041 E. PERSHING AVENUE
SCOTTSDALE, AZ 85254

Re: LAS SENDAS
I.D. 14278-00000- DJF

Previous Balance		11,023.70

For Services Rendered Through FEBRUARY 28, 2007		
Current Fees	30.00	

Total Current Due		30.00

Total Due		11,053.70
		=====

Subject: RE: Arizona First Partners 1 (Las Sendas Office Bldg)
Date: Tuesday, August 21, 2007 10:07 AM
From: Dean Formanek <dformanek@WarnerAngle.com>
To: David Haney <davidhaney@davidhaney.com>

David

You drive a "hard bargain". The Firm agrees to accept your offered \$6,000 as satisfaction for your billings. I hope your project goes well; it is a beautiful location.

Dean J. Formanek
Warner, Angle, Hallam, Jackson, & Formanek, PLC
3550 North Central Avenue, Suite1500
Phoenix, AZ 85012
602-264-7101
Fax: 602-234-0419

IRS CIRCULAR 230 DISCLOSURE:

To ensure compliance with requirements imposed by the Internal Revenue Service, we inform you that, to the extent this communication (or any attachment) concerns any tax matter, it was not written to be (and may not be) relied upon to (1) avoid tax-related penalties under the Internal Revenue Code, or (2) promote, market or recommend to another party any transaction or matter addressed herein (or in any such attachment).

CONFIDENTIALITY NOTICE:

This and any accompanying pages contain information from the law firm of Warner Angle Hallam Jackson & Formanek PLC which may be confidential or privileged. The information is intended to be for the use of the individual or entity named above. If you are not the intended recipient, please delete the information. If you have received this E-Mail in error, please notify our offices by telephone at 602-264-7101. Thank you

Hook Engineering, Inc.
 3221 N. 24th St.,
 Suite 10
 Phoenix, AZ 85016



To:

Arizona First Partners1 LLC
David Haney
5041 E. Pershing Ave.
Scottsdale, AZ 85254

Statement

Date
6/30/2007

Account #	Amount Due	Amount Enc.
	\$4,945.00	

Date	Transaction	Amount	Balance
04/30/2007	7020.07.01 - Las Sendas Offc Condos- INV #6081. Due 04/30/2007. Orig. Amount \$4,450.50.	4,450.50	4,450.50
06/30/2007	INV #6205. Due 07/30/2007. Orig. Amount \$494.50. <i>SETH 7/12/07</i>	494.50	4,945.00

CURRENT	1-30 DAYS PAST DUE	31-60 DAYS PAST DUE	61-90 DAYS PAST DUE	OVER 90 DAYS PAST DUE	Amount Due
494.50	0.00	0.00	4,450.50	0.00	\$4,945.00

Phone	Fax
602-954-0166	602-956-0289

www.hookengineering.com

Hook Engineering, Inc.

3221 N. 24th St.,
Suite 10
Phoenix, AZ 85016

Invoice

Number
6081

Bill To
Arizona First Partners1 LLC David Haney 5041 E. Pershing Ave. Scottsdale, AZ 85254

Contract No.	Terms	Project	Invoice Date
HEI - 7020.07.01		7020.07.01 - Las Sendas Offc Condos	5/9/07

Description	Contract A...	Prior %	Prior Amt	Curr %	Total %	Amount
7565 Eagle Crest Dr. Condominium Plat	4,945.00			90.00%	90.00%	4,450.50

*** Please be advised that beginning March 1, 2007 a late fee of 1.5% per month will be assessed to all outstanding balances over 30-days. For more information, please refer to the Terms of Agreement; Article 1; Terms of Payment***

Total	\$4,450.50
Payments/Credits	\$0.00
Balance Due	\$4,450.50

Phone #	Fax #
602-954-0166	602-956-0289

www.hookengineering.com

of CSTL

Hook Engineering, Inc.

3221 N. 24th St.,
Suite 10
Phoenix, AZ 85016



Invoice

To

Arizona First Partners1 LLC
David Haney
5041 E. Pershing Ave.
Scottsdale, AZ 85254

Number
6205

Contract No.	Terms	Project	Invoice Date
Las Sendas Office ...	Net 30	7020.07.01 - Las Sendas Offc Condos	7/10/07

Description	Contract A...	Prior %	Prior Amt	Curr %	Total %	Amount
7565 Eagle Crest Dr. Condominium Plat	4,945.00	90.00%	4,450.50	10.00%	100.00%	494.50

*** Please be advised that beginning March 1, 2007 a late fee of 1.5% per month will be assessed to all outstanding balances over 30-days. For more information, please refer to the Terms of Agreement; Article 1; Terms of Payment***

Total	\$494.50
Payments/Credits	\$0.00
Balance Due	\$494.50

Phone:	Fax:
602-954-0166	602-956-0289

*at
CSDL*

www.hookengineering.com

Fax To: 602-992-2428

APPLICATION AND CERTIFICATION FOR PAYMENT

TO: Arizona First Partners 1 LLC
5041 E. Pershing Ave
Scottsdale, Arizona 85254-3621

PROJECT: Las Sendas Office Building

ARCHITECT: Group Renaissance Architect
2018 W. Cambridge Ave
Phoenix, Arizona 85009-1950

DISTRIBUTION TO:
OWNER
ARCHITECT
CONTRACTOR

PERIOD TO: PROJECT NO: 7012

SENT

CONTRACT FOR: New construction

CONTRACT DATE: 7/5/06

CONTRACTOR'S APPLICATION FOR PAYMENT

Application is made for payment, as shown below, in connection with the Contract. Continuation Sheet, AIA Document G703, is attached.

The undersigned Contractor certifies that to the best of this Contractor's knowledge, information and belief the Work covered by this Application for Payment has been completed in accordance with the Contract Documents, that all amounts have been paid by the Contractor for work for which previous Certificates for Payment were issued and payments received from the Owner, and that current payment shown herein is now due.

CONTRACTOR: The Sahuaro Group LLC

BY: *[Signature]* DATE: 8-20-07

1 ORIGINAL CONTRACT SUM	\$ 1,036,310.00
2 Net change by Change Orders	\$ -
3 CONTRACT SUM TO DATE (Line 1 + 2)	\$ 1,036,310.00
4 TOTAL COMPLETED & STORED TO DATE (Column G on G703)	\$ 22,929.00

5 RETAINAGE:
a. 10 % of Completed Work (Column D + E on G703) \$

b. % of Stored Material (Column F on G703) \$

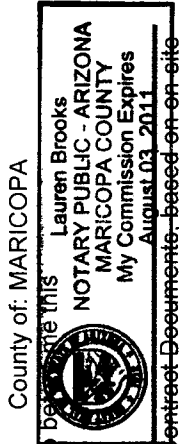
Total Retainage (Lines 5a + 5b or Total in Column 1 of G703) \$ 2,292.90

6 TOTAL EARNED LESS RETAINAGE (Line 4 Less Line 5 Total) \$ 20,636.10

7 LESS PREVIOUS CERTIFICATES FOR PAYMENT (Line 6 from prior Certificate) \$ -

8 CURRENT PAYMENT DUE \$ 20,636.10

9 BALANCE TO FINISH, INCLUDING RETAINAGE (Line 3 less Line 6) \$ 1,015,673.90



State of: ARIZONA County of: MARICOPA
Subscribed and sworn to before me this August 20, 2007
Notary Public: Lauren Brooks
MARI COPA COUNTY
My Commission Expires August 03, 2011
In accordance with the Contract Documents, based on on-site observations and the data comprising the application, the Architect certifies to the Owner that to the best of the Architect's knowledge, information and belief the Work has progressed as indicated, the quality of the Work is in accordance with the Contract Documents, and the Contractor is entitled to payment of the AMOUNT CERTIFIED.

AMOUNT CERTIFIED \$ 20,636.10

(Attach explanation if amount certified differs from the amount applied. Initial all figures on this Application and on the Continuation Sheet that are changed to conform with the amount certified.)

ARCHITECT: _____ Date: _____
By: _____
This Certificate is not negotiable. The AMOUNT CERTIFIED is payable only to the Contractor named herein. Issuance, payment and acceptance of payment are without prejudice to any rights of the Owner or Contractor under this Contract.

CHANGE ORDER SUMMARY	ADDITIONS	DEDUCTIONS
Total changes approved in previous months by Owner	0	-
Total approved this Month	-	-
TOTALS	-	-
NET CHANGES by Change Order	-	-

CONTINUATION SHEET

AIA Document G702, APPLICATION AND CERTIFICATE FOR PAYMENT, containing

APPLICATION NUMBER: 1

Contractor's signed Certification is attached.

APPLICATION DATE: 8/20/2007

In tabulations below, amounts are stated to the nearest dollar.

PERIOD TO: 8/25/2007

Use Column I on Contracts where variable retainage for items may apply.

ARCHITECT'S PROJECT NO: 7012

Las Sendas Office Condominiums

A Item No.	B Description of Work	C Scheduled Value	D WORK COMPLETED		E This Application	F Stored Material	G(D+E+F) Completed to date	H(C-G) Balance to finish	I Retainage
			Previous Application	Application					
	General Conditions	\$69,733	\$0	\$3,487	\$0	\$3,487	5.00%	\$66,246	\$349
	Survey	\$9,500	\$0	\$3,400	\$0	\$3,400	35.79%	\$6,100	\$340
	Earthwork	\$90,000	\$0	\$0	\$0	\$0	0.00%	\$90,000	\$0
	Soil Treatment	\$375	\$0	\$0	\$0	\$0	0.00%	\$375	\$0
	SWPPP	\$1,000	\$0	\$0	\$0	\$0	0.00%	\$1,000	\$0
	Asphalt Paving	\$20,000	\$0	\$0	\$0	\$0	0.00%	\$20,000	\$0
	Rip Rap	\$630	\$0	\$0	\$0	\$0	0.00%	\$630	\$0
	Brick Pavers	\$7,600	\$0	\$0	\$0	\$0	0.00%	\$7,600	\$0
	Site Concrete	\$36,795	\$0	\$0	\$0	\$0	0.00%	\$36,795	\$0
	Bike Rack	\$530	\$0	\$0	\$0	\$0	0.00%	\$530	\$0
	Site Utilities	\$18,240	\$0	\$0	\$0	\$0	0.00%	\$18,240	\$0
	Fences and Gates	\$1,200	\$0	\$0	\$0	\$0	0.00%	\$1,200	\$0
	Landscape & Irrigation	\$55,000	\$0	\$0	\$0	\$0	0.00%	\$55,000	\$0
	Cast in Place Footings/Slab	\$37,314	\$0	\$0	\$0	\$0	0.00%	\$37,314	\$0
	Cast in Place Walls	\$0	\$0	\$0	\$0	\$0	0.00%	\$0	\$0
	Cementitious Toppings	\$7,050	\$0	\$0	\$0	\$0	0.00%	\$7,050	\$0
	Concrete Masonry Units	\$40,000	\$0	\$0	\$0	\$0	0.00%	\$40,000	\$0
	CMU Site Walls	\$5,000	\$0	\$0	\$0	\$0	0.00%	\$5,000	\$0
	Stone Veneer	\$52,000	\$0	\$0	\$0	\$0	0.00%	\$52,000	\$0
	Structural Metal Framing	\$9,365	\$0	\$0	\$0	\$0	0.00%	\$9,365	\$0
	Steel Stairs	\$300	\$0	\$0	\$0	\$0	0.00%	\$300	\$0
	Handrails/Railings/Bollards	\$500	\$0	\$0	\$0	\$0	0.00%	\$500	\$0
	Rough Carpentry	\$122,600	\$0	\$0	\$0	\$0	0.00%	\$122,600	\$0
	Building Insulation	\$8,067	\$0	\$0	\$0	\$0	0.00%	\$8,067	\$0
	Waterproofing	\$7,569	\$0	\$0	\$0	\$0	0.00%	\$7,569	\$0
	Concrete Roofing Tile	\$21,000	\$0	\$0	\$0	\$0	0.00%	\$21,000	\$0
	Single Ply Membrane Roofing	\$4,595	\$0	\$0	\$0	\$0	0.00%	\$4,595	\$0
	Roof Accessories	\$628	\$0	\$0	\$0	\$0	0.00%	\$628	\$0
	Contract Total	\$626,591	\$0	\$6,887	\$0	\$6,887	1.10%	\$619,704	\$689

CONTINUATION SHEET

AIA DOCUMENT G703

PAGE 2 OF 2 PAGES

AIA Document G702, APPLICATION AND CERTIFICATE FOR PAYMENT, containing

Contractor's signed Certification is attached.

APPLICATION NUMBER: 1

APPLICATION DATE: 8/20/2007

In tabulations below, amounts are stated to the nearest dollar.

PERIOD TO: 8/25/2007

Use Column I on Contracts where variable retainage for items may apply.

ARCHITECT'S PROJECT NO: 7012

Las Sendas Office Condominiums

A Item No.	B Description of Work	C Scheduled Value	D WORK COMPLETED		E This Application	F Stored Material	G(D+E+F)		H(C-G) Balance to finish	I Retainage
			Previous Application	This Application			Completed to date	%		
	carry forward from page one	\$626,591	\$0	\$6,887	\$6,887	\$0	\$6,887	1.10%	\$619,704	\$689
	Joint Sealants	\$1,041	\$0	\$0	\$0	\$0	\$0	0.00%	\$1,041	\$0
	HM Doors/Frames	\$1,040	\$0	\$0	\$0	\$0	\$0	0.00%	\$1,040	\$0
	Door Install	\$360	\$0	\$0	\$0	\$0	\$0	0.00%	\$360	\$0
	Glazing	\$43,877	\$0	\$0	\$0	\$0	\$0	0.00%	\$43,877	\$0
	Gypboard	\$13,008	\$0	\$0	\$0	\$0	\$0	0.00%	\$13,008	\$0
	Stucco	\$33,800	\$0	\$0	\$0	\$0	\$0	0.00%	\$33,800	\$0
	Painting	\$2,602	\$0	\$0	\$0	\$0	\$0	0.00%	\$2,602	\$0
	Fire Extinguishers	\$300	\$0	\$0	\$0	\$0	\$0	0.00%	\$300	\$0
	Car Shelters	\$12,000	\$0	\$0	\$0	\$0	\$0	0.00%	\$12,000	\$0
	HVAC	\$47,200	\$0	\$0	\$0	\$0	\$0	0.00%	\$47,200	\$0
	Plumbing	\$12,500	\$0	\$0	\$0	\$0	\$0	0.00%	\$12,500	\$0
	Sprinkler Sstem	\$17,500	\$0	\$0	\$0	\$0	\$0	0.00%	\$17,500	\$0
	Electrical	\$56,000	\$0	\$0	\$0	\$0	\$0	0.00%	\$56,000	\$0
	Testing & Inspections	\$4,000	\$0	\$0	\$0	\$0	\$0	0.00%	\$4,000	\$0
	Dust Control Permit	\$500	\$0	\$0	\$0	\$0	\$0	0.00%	\$500	\$0
	Allowance - Soils Review	\$7,000	\$0	\$0	\$0	\$0	\$0	0.00%	\$7,000	\$0
	Allowance - Door Hardware	\$850	\$0	\$0	\$0	\$0	\$0	0.00%	\$850	\$0
	Allowance - Wood Truss Review	\$1,500	\$0	\$0	\$0	\$0	\$0	0.00%	\$1,500	\$0
	Allowance - Water Feature/Planters	\$20,000	\$0	\$0	\$0	\$0	\$0	0.00%	\$20,000	\$0
	Allowance - Structural Plan Revs	\$7,500	\$0	\$0	\$0	\$0	\$0	0.00%	\$7,500	\$0
	Allowance - 4 Restrooms	\$20,000	\$0	\$0	\$0	\$0	\$0	0.00%	\$20,000	\$0
	Insurance	\$13,225	\$0	\$13,225	\$13,225	\$0	\$13,225	100.00%	\$0	\$1,323
	Sales Tax	\$49,171	\$0	\$1,475	\$1,475	\$0	\$1,475	3.00%	\$47,696	\$148
	Contractor Fee	\$44,745	\$0	\$1,342	\$1,342	\$0	\$1,342	3.00%	\$43,403	\$134
	Contract Total	\$1,036,310	\$0	\$22,929	\$22,929	\$0	\$22,929	2.21%	\$ 1,013,381	\$ 2,293

CONDITIONAL WAIVER AND RELEASE ON PROGRESS PAYMENT
(Pursuant to A.R.S. 33-1008)

Project: Las Sendas Office Building

Job No.: 7012

On receipt by the undersigned of a check from Arizona First Partners 1 LLC in the sum of \$20,636.10 payable to **The Sahuaro Group LLC** and when the check has been properly endorsed and has been paid by the bank on which it is drawn, this document becomes effective to release any Mechanic's Lien, any state or federal statutory bond right, any private bond right, any claim for payment and any rights under any similar ordinance, rule or statute related to your claim or payment rights form persons in the undersigned's position, the undersigned has on the job of Las Sendas Office Building located at 7565 E. Eagle Crest Drive, Mesa, Arizona, the following extent: This release covers a progress payment for all labor, services, equipment or materials furnished to the jobsite or to Arizona First Partners 1 LLC, through August 25, 2007 only and does not cover any retention pending, modifications and changes or items furnished after that date. Before any recipient of this document relies on it, the person should verify evidence of payment to the undersigned.

The undersigned warrants that he either has already paid or will use the monies he receives from this progress payment to promptly pay in full all of his laborers, subcontractors, materialmen and suppliers for all work, materials, equipment or services provided for or to the above referenced project up to the date of this waiver:

DATE: August 20, 2007

CONTRACTOR: The Sahuaro Group LLC

BY:  _____

TITLE: Principal