RISK FACTORS

The following “Risk Factors” are possible factors, conditions or events which prospective purchasers should consider when evaluating any possible investment in the Common Shares of the Company:

1. Common Shares of the Company may be more difficult to resale in the short or long term if a strong “public market” for the shares does not develop.

2. The management team of the Company is at present limited and would probably suffer materially upon the incapacitation of one or more of it’s corporate officers.

3. The Company is dependent upon one customer for it’s construction work at this time. Any disruption or cessation of it’s normal work load for this customer might lessen the revenues and profitability of this business segment.

4. The Company presently carries a margin loan against it’s investment account of Common Stocks. This margin loan is typically around 40% to 50% of the overall value of the account. The rationale for the margin loan is that historically U. S. common stocks earn an average price appreciation of 10.5% to 11.5% over an extended length of time (ex. 30 - 40 years) with the margin loan interest cost of usually 7% to 7 ½ % for an overall projected return of 14% to 15% on equity. The risk factor is that a sudden, sharp decrease in the value of the account may trigger a “margin call” where much of the value of the account is lost due to a forced sale of many of the common stocks at a sharply reduced price to pay down the loan proportionally.
In such a case, the value of the Company’s Common Shares would likely suffer substantially.

5. While the Company’s Common Shares are exempt from federal securities registration for resale purposes by any owner who has held the shares for at least one year from the original issue date, and the Company will supply any purchaser of such shares a copy of a Legal Opinion from an attorney for such purposes - in a few, limited states (ex. - New York, California) any purchasers of the Company’s Common Shares may need to check with management to ascertain the notification or registration needs of sellers in those particular states. Most states have been notified by Harrell Dunston Properties, Inc. in August of 2015 of the Company’s desire to “be legal” in their particular state and most states have an exemption for sales of “resale securities” when they are sold as an “isolated transaction” by a non-issuer. Most of the 50 states have replied back that they either have an “isolated transaction” exemption for resellers or for those sellers who have bought or sold their Common Shares in a “public markets” transaction through a broker/dealer who is registered to do business in their state.

6. Until such time as the Company’s Common Shares become “DTC” eligible (able to be electronically traded in street name, etc.), the commission costs of buying or selling Common Shares will be more costly than the $ 7 to $ 10 charged by most internet brokers. Sellers may be required to deposit $ 200 to $ 1,000 or more in an account before “clearing firms” will agree to accept the sellers’s shares for deposit and eventual sale. Also, any “market makers” in the Company’s Common Shares

may have a large “spread” of $.10 or so between the bid and ask price which they might quote for our shares. These costs may make it hard to make a profit on any short-term trading of the Company’s shares.