

A Non-Profit Corporation

ARTICLE I

OFFICES

The principal office of the corporation in the State of California shall be located in the County of Los Angeles. The corporation may have such other offices, either within or without the County of Los Angeles, State of California, as the board of directors may determine or as the affairs of the corporation may require from time to time.

ARTICLE II

MEMBERS

Section 1. CLASSES OF MEMBERS. The corporation shall have one class of members. Each member shall have equal voting rights.



P. O. Box #2308 - Palos Verdes Peninsula, California 90274

OFFICERS

Schuyler V. V. Hoffman, Jr., Chairman - 1963-71  
Richard F. Karshner, President  
Richard W. Park, Vice President  
Thomas A. Spear, Vice President  
Laurence B. Coker, Vice President  
Richard H. Vawter, Vice President  
Raymond Ceragioli, Secretary  
Harry E. Benedict, Treasurer  
Wm. G. Hughes, Jr., Asst. Treasurer

October 18, 1972

Re: Abalone Shore Club  
Option to Purchase Acreage

Filiorum Corporation  
#3 Peppertree Drive  
Portuguese Bend, California 90274

Attention: Mr. H. E. Benedict  
General Manager

Gentlemen:

The activities of the Los Angeles County Department of Beaches during the past several months have been intently directed, in part, to the acquisition of several parcels of land lying seaward of Palos Verdes Drive South including your parcel of land upon which the Abalone Shore Club is situated. The County Department of Beaches has been allocated \$1,400,000 as a budget item by the County Board of Supervisors for acquisition of the above mentioned property and the Department of Beaches also has filed an application with the State of California Department of Parks and Recreation a request for matching (\$1.4 million) Federal funds. While we did not anticipate that the matching Federal funds would be granted this year, we have been advised by the State Department of Parks and Recreation that the full \$1.4 million of matching funds have been approved and expect it will only be a matter of time before you are faced with negotiating a sale with the Department of Beaches or be involved in a condemnation action.

The County Department of Beaches proposes to acquire approximately 17 acres of Filiorum property including the 7.15 acres occupied by the Abalone Shore Club together with 41+ acres of Viste Sudesta property and a portion of the slide area west of the Portuguese Bend Club. The purpose of the acquisition is for a limited entry public natural scenic area (beach) with development for picnicing, whale watching and tide pool viewing.

We believe such a use will destroy the now existing tide pools and "natural area" if opened to the public at large and further believe that the use of the area as operated by the Abalone Shore Club on a private basis is the best use.

Filiorum Corporation  
October 18, 1972

-2-

The Board of Directors of Abalone Shore Club are interested in acquiring fee title to the 7.15 acres now occupied by the Club and if practical an additional 1.5 to 3.0 acres between the present Club area and Palos Verdes Drive South. In order to establish the mechanics to accomplish such an acquisition, providing of course, Filiorum is receptive to the concept, it will be necessary for us to obtain an option of some period of time, say one year. The option would include the amount per acre which would be established by agreement and based on a qualified appraisal. We would also propose to include the rate and manner of purchase in the option agreement. With those basic elements we would approach our membership with the idea of subscribing sufficient funds and subsequent annual dues so as to effect whatever payment formula would best suit Filiorum Corporation and also provide us with the necessary operating capital each year.

It is our firm belief that Abalone Shore Club by owning the property occupied by its facilities would be in a far better position to resist County acquisition. In the event the County should prevail, we believe the acquisition cost would be recovered in any condemnation action.

We would appreciate your consideration of this proposal and we or a designated representative would be pleased to meet with you and discuss the matter in greater detail.

We will look forward to hearing from you in the near future.

Very truly yours,

ABALONE SHORE CLUB  
BOARD OF DIRECTORS

By Richard F. Karshner, President



P. O. Box #2308 — Palos Verdes Peninsula, California 90274

OFFICERS

Schuyler V. V. Hoffman, Jr., Chairman — 1963-71  
Richard F. Karshner, President  
Richard W. Park, Vice President  
Thomas A. Spear, Vice President  
Laurence B. Coker, Vice President  
Richard H. Vawter, Vice President  
Raymond Ceragioli, Secretary  
Harry E. Benedict, Treasurer  
Wm. G. Hughes, Jr., Asst. Treasurer

February 26, 1972

ABALONE SHORE CLUB MEMBERS

The Annual Membership Meeting of the Club will be held at the Club House, Abalone Cove, at 2:00 p.m., Saturday, April 15, 1972 for election of Directors and such other business which may come before the meeting.

The Nominating Committee:

Frank A. Vanderlip, Jr.  
Vernon R. Hansen  
Harry E. Benedict

present for your approval the following slate for Directors of Abalone Shore Club for the club year April 1, 1972 to March 31, 1973:

Richard F. Karshner  
Lawrence B. Coker  
Richard W. Park  
Thomas A. Spear  
Raymond Ceragioli

Other nominations may be made from the floor by members attending the Annual Meeting.

The enclosed proxy form should be completed on both sides, signed and returned in the accompanying envelope. Completion of the Membership Information portion of the card is necessary as the Club is required by law to maintain an up-to-date roster of all members-- please complete the card. If attending the Annual Meeting at the Club on April 15, 1972, your proxy card will be returned to you upon request in order that you may personally cast your vote.

Also enclosed for voluntary completion is an Emergency Card For Minors similar to the type filed at local schools. This card when filled out, signed and returned to the Club allows the Beach Director, Lifeguard or Club officer to obtain emergency medical aid or entry to a hospital for treatment in the event of an accident.

YOUR ATTENTION IS DIRECTED TO THE FOLLOWING IMPORTANT INFORMATION:

The Club membership period coincides with the lease rental period which commences April 1st. Payment of the annual dues of \$175 are due and payable as of March 1, 1972. Members not remitting the dues by April 1st, 1972 will be considered as not renewing membership. In the event you are not going to renew your membership for the coming year please so indicate on the proxy in the space provided and return the proxy. No additional billing will be made.

Commencing March 1st the outer gate to the Club grounds will be closed at 10:00 p.m. and remain closed until 7:00 a.m. This condition will remain in effect until further notice. Members' presence on the Club grounds between 10:00 p.m. and 7:00 a.m., other than on official Club business will be subject to suspension of membership. We strongly recommend that you so advise your entire family. This action is experimental and is being taken in an effort to eliminate or materially reduce the amount of vandalism and unauthorized traffic to the Club. The Board anticipates that a different set of hours providing more time will be used during the summer season. Any plans for overnight outings must be submitted to the Board at least 2 weeks in advance for consideration. The Club grounds will be posted and a security guard will make random patrols through the Club grounds several times during the night.

We request your cooperation in advising us of any changes in your residence address and/or telephone number.

BOARD OF DIRECTORS