

Pinecrest Schools
15244 Magnolia Boulevard
Sherman Oaks, California 91403

December 15, 2014

Dear Parents,

We have some important news regarding our school. It is with great sadness that we must announce the LANCASTER campus will be closing at the end of the school year because of factors beyond our control. You and your children are valued members of our Pinecrest family and we want you to know about this development as soon as possible.

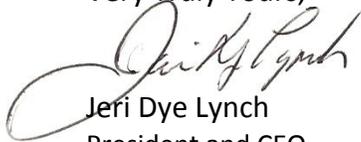
As many of you are aware, our Lancaster campus is the only school that we currently lease. We own the other five schools. Unfortunately, our lease at Lancaster is up at the end of June and after several attempts to negotiate the terms, we were unable to come to a rational agreement. The current landlord is acting unreasonably and is insisting on ridiculous and exorbitant terms, which far exceed our current obligations, and which no sensible business owner could accept. We cannot really know what the landlord's intentions in failing to negotiate logically are, but we can only assume that for personal, rather than business reasons, they no longer want Pinecrest Schools to occupy the Lancaster location any longer. Unfortunately, their decision is out of our control we have no other viable options.

We truly appreciate the commitment and support you have given to Pinecrest Lancaster and we are extremely saddened to relay this news. Our students and families are very important to us and we remain dedicated to providing your children with the best education and a caring environment throughout the remaining school year.

We also welcome the opportunity to keep your children in the Pinecrest family. Our Canyon Country School, located in Santa Clarita is managed by the same administration; shares the same curriculum and program, and is dedicated to providing the same high-quality education. Regarding our excellent Lancaster teachers and staff, we are committed to placing as many as possible at the other Pinecrest campuses in the 2015–2016 school year.

If you have any questions or need additional information, please do not hesitate to contact your Campus Director, Lisa Latimer at (661)723-0366 or llatimer@pinecrestschools.com.

Very Truly Yours,



Jeri Dye Lynch
President and CEO
Pinecrest Schools