



December 9, 2009

James Weber
 American Container Homes
 5111 20th St. East
 Fife, WA 98424

Dear Mr. Weber,

Clayton Homes is aggressively pursuing new technologies and new markets into which we can expand. We currently have approximately 36 manufacturing facilities operating and are the largest home builder in the United States. We believe your containerized, pre-fabricated homes are an innovative and valuable advancement for exporting homes around the world. The cost savings of intermodal transportation versus standard over the road delivery paired with our buying power will create housing products that will be competitively priced and easily shipped around the world.

We are excited to begin manufacturing for American Container Homes and believe that the opportunities for growth in international sales are limitless. Currently our factories have the capacity to produce 1000 floors per week of US homes and after our engineering and production teams visited your factory, we feel confident in our ability to build your containerized products. After we get your first three pilot units built, we look forward to getting together the first part of 2010 to formalize a manufacturing contract.

We look forward to working together on numerous profitable and productive projects around the world, and we thank you for choosing Clayton Homes to manufacture these ground-breaking new products. I believe this endeavor will be mutually beneficial to both our companies and will help expand pre-fabricated building technology around the globe.

Best Regards,

Rick Boyd
 President, Manufacturing Operations

