NOTICE OF TRANSFER OF ASSETS  
Effective January 1, 2013

The assets and liabilities of Masonic Homes of the Grand Lodge of Free and Accepted Masons of Pennsylvania (“Masonic Homes”), which include five senior living communities (Masonic Village at Elizabethtown, Masonic Village at Sewickley, Masonic Village at Lafayette Hill, Masonic Village at Warminster and Masonic Village at Dallas) will be transferred to a related corporate entity, the Masonic Villages of the Grand Lodge of Pennsylvania (“Villages”) with an expected effective date of January 1, 2013.

The Masonic Homes is a charitable 501(c)(3) unit of the R.W. Grand Lodge of Free and Accepted Masons of Pennsylvania an unincorporated 501(c)(10) exempt organization (the “Grand Lodge”). The Board of the Grand Lodge has approved the transfer of all its health-and-service-related programs operated by or under the oversight of Masonic Homes or the Grand Lodge to a wholly controlled corporate entity, Villages. Villages was formerly known as the Masonic Home of Pennsylvania, incorporated in Pennsylvania on May 7, 1871. It operated a long term care nursing facility in Lafayette Hill, PA, the operation of which was transferred to Masonic Homes in 2004. Villages retained ownership of the land on which the facility is operated but otherwise has not operated a facility since the transfer. The Grand Lodge has decided that it is prudent to operate all of its licensed facilities in a corporate form and has elected to utilize Villages for that purpose. Villages is recognized as a 501(c)(3) charitable organization by the Internal Revenue Service. Villages will own and operate all five senior living communities. The communities will continue to operate, as previously, under their current fictitious names. The fictitious names which are now registered by the Grand Lodge, will be transferred to Villages.

Aside from a change in the Name and Employer Identification Number (EIN) of the organization, there is no true “change of control” involved in the transaction since Grand Lodge, which currently controls Masonic Homes, will be the sole member of Villages, and, thus, control Villages.

The end result of this transaction will be that all five senior living communities will operate by and through Villages. Villages will be the “new” owner of the communities even though all aspects of operations remain the same (name of facility, administration, personnel, location, residents and services). The communities will continue to use their fictitious names but will operate within a single incorporated entity rather than as part of Masonic Homes. The services will continue the day after the transfer of assets and liabilities in exactly the same manner and by the same personnel as the day before.

New Name: Masonic Villages of the Grand Lodge of Pennsylvania  
New Tax EIN: 23-0846955

Certain forward-looking statements are made herein. Such statements are based on current expectations, estimates, beliefs, assumptions, and projections. Words such as “expects,” “intends,” “anticipates,” “plans,” “projects,” “believes,” “estimates” and similar expressions are used to identify these forward-looking statements. These statements are not guarantees of future performance and involve risks, uncertainties, and assumptions that are difficult to predict. Forward-looking statements are based
upon assumptions as to future events that may not prove to be accurate. Actual outcomes and results may differ materially from what is expressed or forecast in these forward-looking statements.

Forward-looking statements speak only as of the date made. No obligation is undertaken to update any forward-looking statements to reflect the events or circumstances arising after the date as of which they are made. As a result of these risks and uncertainties, readers are cautioned not to place undue reliance on the forward-looking statements included in this Notice or that may be made elsewhere from time to time by, or on behalf of, Masonic Homes or Villages.