

CB DEVELOPMENTS 2000 LTD.

PRESS RELEASE

Riverbend Development Project

CB Developments 2000 Ltd. (the "Company") has issued this press release in response to recent stories that have been published in the media and to clarify its role in the Riverbend Development Project.

The Company is the developer of the Riverbend Development Project. The Company acknowledges the difficult situation that has arisen for all participants in the development project, most especially potential purchasers under pre-sale agreements that have been entered into. There are currently approximately thirty two such pre-sale agreements in respect of which the closing date has not yet arrived.

Rising construction costs, unanticipated cost overruns and construction delays have led to significant financial challenges and have required refinancing of the Riverbend Development Project.

The construction lender to the Company has at all material times held mortgage security against all of the properties comprising the Riverbend Development Project. In approximately mid March, 2007 the construction lender to the Company advised that it would not be prepared to grant discharges of the mortgages it held over the properties comprising the Riverbend Development Project on the closing date identified in the various pre-sale agreements that have already been entered into, unless the purchase price for such properties reflected fair market value. As a direct result of the position taken by the construction lender, the Company is unable to fulfill its contractual obligations to the purchasers by delivering clear title on closing, as anticipated in the pre-sale agreements.

The Company has taken legal advice with respect to the notification it has received from the construction lender. The Company has no ability to compel the construction lender to grant

discharges of its mortgage security. The Company understands that the construction lender retains the right to institute foreclosure proceedings with respect to all of the properties in the Riverbend Development Project and that foreclosure proceedings may expose potential purchasers under the pre-sale agreements to litigation expense and further uncertainty and loss. In response to the notification given by the construction lender, the Company through its solicitor notified the potential purchasers under the pre-sale agreements that it was unable to fulfill its contractual obligations and that it had requested all deposit monies to be returned to the potential purchasers.

The Company has completed the sale of approximately ninety four homes in the Riverbend Development Project, to date. The current situation is most unfortunate and regrettable and the Company apologizes for the inconvenience and hardship that will be confronted by many of the potential purchasers.

The Company has not made any determination that it does not wish to satisfy its contractual obligations. However, in the current circumstances, the question of discharge of encumbrances against the subject properties falls outside the control of the Company.

Purchasers have been advised to seek legal advice in this matter.

Dated at Vancouver, this 7th day of May, 2007.