



**International Bank  
of Commerce**

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International Bank of Commerce  
130 East Travis, PO Box 47526  
San Antonio, TX 78205

15<sup>th</sup> of January, 2015

Ronald L. Olson  
City Manager  
The City of Corpus Christi  
1201 Leopard Street  
Corpus Christi, TX 78401

Mr. Olson,

This letter is to provide you an update on our involvement in the Schlitterbahn Upper Padre Water Resort being constructed in Corpus Christi, Texas by Henry and Sons Construction (general contractor), and owned by Upper Padre Partners, LP. Yesterday afternoon our Board of Directors approved two separate credit facilities, which in conjunction with a separate credit facility provided by Axys Capital, will be used to complete the project. IBC and Axys loan documents are currently being circulated for comment between the various parties, and we are hopeful for a closing within the next thirty days. The title company along with our borrower's council is currently gathering releases and dismissals on the various mechanics liens and lawsuits that have been filed. As an institution, IBC is still very excited to be a participant in the project, and it is important to note that construction has never stopped on the site. We believe that the scope changes will only enhance the positive economic impact the project will have on the local community. Please contact me with any questions.

Respectfully,

Mike Applegate  
Assistant Vice President  
Commercial Lending Department  
michaelapplegate@ibc.com  
PH: 210-518-2575