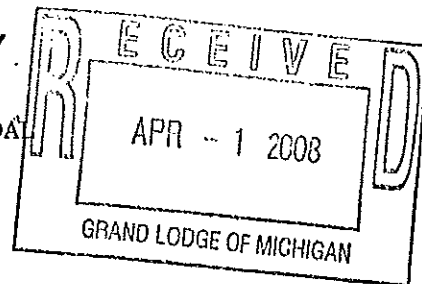




DEPARTMENT OF THE TREASURY
INTERNAL REVENUE SERVICE

Attn: Mandatory Review, MC 4920 DA
1100 Commerce St.
Dallas, TX 75242



Grand Lodge of Free & Accepted Masons
of the State of Michigan
Attn: Mr. Robert W. Stevens
1204 Wright Avenue
Alma, Michigan 48801

Date: MAR 28 2008

Employer Identification Number:
38-0557455

Person to Contact/ID Number:
Dan Clifford 12-10799

Contact Numbers:
Voice: 313-234-1353
Fax: 313-234-1333

CERTIFIED MAIL---RETURN RECEIPT REQUESTED

Dear Mr. Stevens:

In a determination letter dated April of 1941, you were held to be exempt from Federal income tax under section 501(c)(8) of the Internal Revenue Code (the Code).

Based on recent information received, we have determined you have not operated in accordance with the Provisions of section 501(c)(8) of the Code. You have, however, been operating within the provisions of section 501(c)(10) of the Code.

We previously provided you a report of examination explaining the proposed modification of your tax-exempt status. At that time, we informed you of your right to contact the Taxpayer Advocate, as well as your appeal rights. On November 9, 2007, you signed Form 6018-A, Consent to Proposed Action, in which you agreed to the modification of your exempt status to section 501(c)(8) of the Code. Accordingly, your exemption from Federal income tax is modified effective April 1, 2005. You are now exempt under section 501(c)(10) of the Code. This is a final determination letter with regard to your Federal tax-exempt status under section 501(a) of the Code.

You are required to file Form 990, Return of Organization Exempt from Income Tax. Form 990 must be filed by the 15th day of the fifth month after the end of your annual accounting periods. A penalty of \$20 a day is charged when a return is filed late, unless there is reasonable cause for the delay; however, the maximum penalty charged cannot exceed \$10,000 or 5 percent of your gross receipts for the year whichever is less. In addition, organizations with gross exceeding \$1,000,000 for any year will be charged a penalty of \$100 a day when a return is filed late; however, the maximum penalty charged cannot exceed \$50,000. These penalties may also be charged if a return is not complete. So be sure your return is complete before you file it.

If you are subject to the tax on unrelated business income under section 511 of the Code, you must also file an Income tax return on Form 990-T, Exempt Organization Business Income Tax Return.

You have the right to contact the Office of the Taxpayer Advocate. Taxpayer Advocate assistance is not a Substitute for established IRS procedure, such as the formal Appeals process. The Taxpayer Advocate cannot Reverse a legally correct tax determination, or extended the time fixed by law that you have to file a petition in a United States court. The Taxpayer Advocate can, however, see that a tax matter that may not have been

resolved through normal channels gets prompt and proper handling. You may call toll-free, 1-877-777-4778, and ask for Taxpayer Advocate Assistance. If you prefer, you may contact your local Taxpayer Advocate at:

Taxpayer Advocate Service
477 Michigan Avenue
McNamara Federal Building, Room 1745
Detroit, Michigan 48226-2597

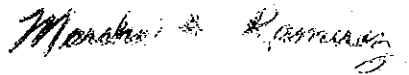
P.O. Box 330500, Stop 7, Room 1745
Detroit, Michigan 48232-6500

Tel: (313)628-3670
Fax: (313)628-3669

If you have any questions, please call the contact person at the telephone number shown in the heading of this letter.

Thank you for your cooperation.

Sincerely,

A handwritten signature in dark ink, appearing to read "Marsha A. Ramirez", with a stylized flourish at the end.

Marsha A. Ramirez
Director, EO Examinations