

Media Contact:
Tom Stokes
770-794-5782

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**MANAGEMENT TEAM ANNOUNCES PRIVATE ACQUISITION OF
MORRISON HOMES' ATLANTA DIVISION ASSETS**

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ATLANTA—The management team of Morrison Homes' Atlanta division has agreed to purchase certain assets of the Atlanta operation for an undisclosed sum. Stu Cline, Chairman of Morrison Homes, and Greg Lorenzetti, president of the newly formed company – SterlingCrest Homes, made the announcement jointly.

"This arrangement presents a unique opportunity to build upon Morrison's success of building popular homes in successful communities on the north side of Metro Atlanta. Our ability to continue operations with the existing product lines, established communities and existing employees provides a solid foundation for our new company and positions us for future growth," Lorenzetti stated.

SterlingCrest Homes will remain headquartered in Marietta, Georgia. The new company controls a land bank of nearly 500 home sites in Cobb, Cherokee and Paulding counties.

"Morrison's Atlanta operations have been profitable over the last decade and generated over \$4 million and 312 closings in 2004. However, we've decided to discontinue investing in the Atlanta marketplace and re-deploy our assets to other, higher-margin markets. This is a good strategic move for us and the sale to the very able SterlingCrest team will enable us to concentrate our resources in other markets, where there are significant opportunities for further growth," according to Cline.

In addition to Greg Lorenzetti, who has been with Morrison Homes since 1994 and the division president of the Atlanta division since 2003, the ownership team includes two other key managers of Morrison homes: David Drake, vice president/Construction and Purchasing, and Tom Stokes vice president/Sales and Marketing. The ownership team has a combined 25 years of service with Morrison Homes and over 40 years of housing industry experience.

For further information on SterlingCrest Homes, visit www.sterlingcresthomes.com.