

To Club Sea Oats Owners,

A Board Meeting and a Meeting of Members was held December 16 in Orlando to:

1. Consider and vote to approve or disapprove, the execution of that certain Resolution in the form attached hereto as EXHIBIT "A" which authorizes the Association to apply for a loan or loans (the "Loan") with the United States Small Business Administration (the "SBA").
2. Consider and vote to approve or disapprove, the execution of that certain Special Assessment Resolution in the form attached hereto as EXHIBIT "B" which states the Special Assessment was approved at a Special Meeting of the Members of the Association.
3. Consider and vote to approve or disapprove, the imposition of a Special Assessment to pay the Loan in full over a period of thirty (30) years, or otherwise over such time as may be determined by the Board.

The required majority of Board and Member votes were cast in favor of each of the above actions that approved the application for a disaster loan in an amount not to exceed Six Hundred Thirty-Six Thousand Two Hundred Sixty-Four and 65/100 (\$636,264.65) Dollars to be repaid in Monthly installments not to exceed Two Thousand Three Hundred Twelve and 19/100 (\$2,312.19) Dollars, which includes interest at a rate of 1.875 Percent per annum.

In addition, a Special Assessment was approved that allocates to each timeshare interval a cost for the repayment of the loan necessary for the repair, replacement, or rehabilitation of disaster damage incurred on, or after September 23, 2022, in the following amounts by Unit Type:

- \$13.29 per Unit Week in a Studio Unit
- \$18.99 per Unit Week in a One-Bedroom Unit
- \$19.94 per Unit Week in a One-Bedroom Deluxe Unit
- \$23.74 per Unit Week in a Two-Bedroom Unit
- \$29.43 per Unit Week in a Two-Bedroom Deluxe Unit

We expect the repairs and rebuilding to commence in January with a target for completion of the seawall by April 30. Replacement of the seawall will need to be substantially completed before work can commence to rebuild the pool and pool deck.

Hopefully we will soon be able to provide a target date for reopening the resort.