

REDEVELOPMENT POTENTIAL AND LUNAR VAIL LAND INVESTMENTS, LLC.

As previously noted, the Board is engaged with our current landlord (Lunar Vail) and The Town of Vail to ensure our rights under the Ground Lease are protected and that the best interests of our owners are addressed.

There have been a number of development proposals since 2008, and perhaps earlier. Some are provided directly to the Board. Others through our attorney. None have met our needs.

Recently, the Board has engaged directly with Lunar Vail to holistically look at the entire site for redevelopment. This is both a major change in interaction and in scope. We do not know how far this conversation will go, nor how the Town of Vail will react to a development proposal. At this time there is nothing to propose to the Ownership, but we are hopeful that an understanding can be reached that would enhance our buildings and property rights. A proposal would then be presented to the Owners. We have informally engaged both Whole and Interval owners to provide input to the Board.

We have hired highly-respected, Vail based development professionals to consult with the Board and join directly in communication with Lunar Vail. These consultants have vast development experience in Vail, and in this case, represent only Apollo Park. We will keep you posted.