



December 21, 2010

Mr. Gary Moselle,
6058 Corte Del Cedro
Carlsbad, CA 92009

Dear Mr. Moselle,

This letter is to advise you of the new Surrender List Temporary Withdrawal Program. The program has been endorsed by Desert Mountain Properties Limited Partnership. It is also honored by Desert Mountain Club, Inc., the new entity acquiring ownership of Desert Mountain Club on behalf of the equity members.

The program is reflected in the attachment to this correspondence. You have until January 31, 2011 to take advantage of the opportunity. If you wish to participate in the Withdrawal Program, please do so by mailing or hand-delivering the attachment, signed and with indication of your member name and number, to Bob Jones, Desert Mountain Club, 10550 E. Desert Hills Drive, Scottsdale, AZ 85262 on or before January 31, 2011.

In essence, the program gives you the option to withdraw from the existing member Surrender List. To be eligible for that election, you must be current on all dues, fees and charges (including the Turnover Assessment). If you withdraw from the Surrender List, please be advised (a) that you acknowledge that you may not be placed back on the Surrender List before April 1, 2011, (b) that if you do seek replacement, you are subject to a fee or charge of up to \$5,000, and (c) that your placement back on the Surrender List will be positioned at the end of that list.

Regards,

Robert E. Jones, II
Co-President
Desert Mountain Properties Limited Partnership

David White
President
Desert Mountain Club, Inc.

Desert Mountain Properties

10550 East Desert Hills Drive, Scottsdale, Arizona 85262-3438 480/595-4000, 800/323-2780, Fax 480/595-4001
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Desert Mountain Club
“Surrender List Temporary Withdrawal Program”

1. Existing Members who are current on all dues, fees and charges that are on the Desert Mountain “Surrender List” (the “Surrender List”) may withdraw their names from the Surrender List subject to the terms recited herein (the “Temporary Withdrawal Program”).
2. The Member’s withdrawal from the Surrender List must be delivered in writing to the Fairway Office, 10550 E. Desert Hills Drive, Scottsdale, AZ 85262 c/o Bob Jones, in writing on or before January 31, 2011.
3. The Members requesting to remove their name from the Surrender List shall not be required to make any additional payment to be removed from the Surrender List, other than to be current on all fees, dues and charges owed to the Club.
4. The Temporary Withdrawal Program expires on January 31, 2011.
5. The Member electing to remove his/her name from the Surrender List acknowledges and agrees that the Board of Directors may institute a fee or charge of up to \$5,000 to be paid by the Member to be placed back on the Surrender List and that the Member may not request to be placed back on the Surrender List before April 1, 2011.
6. In the event a Member requests to be placed back on the Surrender List after April 1, 2011, the Member’s name shall be placed at the end of the Surrender List and not in the previous position.
7. The Member taking advantage of this withdrawal must have made his/her Turnover Assessment payment in full.

Member Name

Signed

Member Number

Date