



December 22, 2010

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

Dear Mr. Moselle:

If you have recently submitted your member assessment payment, thank you and please disregard this letter. If not, please take careful note of the following:

You were previously informed that Desert Mountain Properties Limited Partnership is, according to the Amended Membership Plan approved by the members, selling essentially all of its assets at Desert Mountain to Desert Mountain Club, Inc. ("DMC"), the newly formed non-profit entity owned by the Club's equity members. As part of the approved terms of the transaction, required assessments have been imposed upon deferred equity golf members (in the amount of \$16,500) and deferred equity club members (in the amount of \$5,077).

The terms of the proposed purchase of these Desert Mountain assets, as well as amendments to the Club's bylaws, have now been approved by the required number of members as set forth in the Club's bylaws and in fact have now received the approval of well over 80% of the equity members. The actual closing on the turnover is to occur next week.

The member assessments mentioned above were due to be received on or before December 20, 2010. That deadline has been communicated to all Desert Mountain members multiple times, in various fashions. Nonetheless, our records indicate that we have not received your assessment payment. Please note that this obligation to pay the assessment is due whether you vote or not, and must be paid. We are sure you agree that it is not fair to your fellow members or the Club that you have not satisfied your payment obligations in a timely manner.

Under the Club bylaws approved by the members, to which you are subject, unpaid turnover assessments are to accrue interest starting December 21, 2010, at the rate of twelve (12) percent. Additionally, a late fee charge is imposed as of December 21, 2010, at ten (10) percent of the late amount for each month or portion thereof during which the member's account remains delinquent. If the principal indebtedness, interest and late-fee charge are recovered by way of litigation, the Club is further entitled to recovery of its attorney's fees, costs and expenses incurred as a result of the processing of the lawsuit. Finally, any member not paying his/her turnover assessment is subject to suspension of privileges after 60 days of being delinquent, and, after 120 days of delinquency, may face such actions as expulsion or placement on the Surrender List with continuing responsibility for the payment of dues until the membership is reissued.

Desert Mountain Properties

10550 East Desert Hills Drive, Scottsdale, Arizona 85262-3438 480/595-4000, 800/323-2780, Fax 480/595-4001
www.desertmountain.com

The purchase price for the acquisition of the Desert Mountain assets is to be put into escrow at the beginning of next week. Accordingly, all member assessments must be collected by that time. If we receive your assessment money by the end of the business day on Tuesday, December 28, 2010, DMC will waive the foregoing late fee charges and interest that are due from you as of December 21, 2010. You MUST, however, be sure that your assessment payment is received by us by December 28, 2010, either by mailing your assessment payment to Desert Mountain Club, Inc., attn: Member Assessments, 10550 E. Desert Hills Drive, Scottsdale, AZ 85262 or by hand-delivering your check (made payable to Desert Mountain Club, Inc.) to the Fairway Office.

If you do not satisfy your obligation by December 28, 2010, DMC will pursue any or all of the remedies provided in the Club bylaws.

Regards,



Robert E. Jones, II
Chief Operating Officer/General Manager
Desert Mountain Club, Inc.



David White
President
Desert Mountain Club, Inc.