



January 10, 2011

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

Via email and certified mail

Dear Mr. Moselle:

Our records indicate that you have not made the turnover assessment payment which you owe to the Club. You also have failed to timely pay dues, fees, and other charges which you are obligated to pay. Your communications with us indicate that you do not intend to fully discharge all of these financial obligations.

Beyond the above, you have inappropriately created and maintained a website entitled "Avoid the Desert Mountain Scam". The information set forth on that website has been and continues to be inaccurate, misleading, disparaging, and is not the type of conduct expected of Club members.

This is to notify you that a hearing has been scheduled to address whether the two matters described above violate Articles 6.1, 6.2(ii), 6.2 (iv), and 6.2 (viii) of the Desert Mountain Club Bylaws. That hearing will take place at 9:00 a.m. on Tuesday, January 18, at the Fairway Office at Desert Mountain, 10550 East Desert Hills Drive, Scottsdale, AZ. You are welcome to attend, and if present you will be heard.

You should understand that a result of the hearing may be your suspension or expulsion from the Club. Also, please be advised that the Club reserves all additional rights available to it through the courts as a consequence of your actions as outlined above.

If you have any questions, please feel free to contact me at (480) 595-4030.

Sincerely,

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