

Pacific Shores Owner Enterprises Ltd.
Pacific Shores Resort, Nanoose Bay, British Columbia

Dear Owner,

Re: Court Order Summary

This communication and the attached materials are being sent to you because you are recorded as a member of Pacific Shores Owners Enterprises Ltd. ("PSOE") and an owner of a weekly interest at the Pacific Shores Resort in Nanoose Bay, British Columbia.

On July 15, 2017, the PSOE membership met and decided, by a 96% majority, to seek court approval to market the PSOE strata lots at the Pacific Shores Resort for sale. This decision was reached as a result of the cost of maintaining and operating Pacific Shores Resort exceeding the willingness of the owner group to continue to pay these costs through their annual maintenance fees.

Accordingly, PSOE has commenced a petition in the British Columbia Supreme Court seeking an order for conduct of sale of the PSOE strata lots. Any sale contract would be subject to a subsequent court review of the proposed transaction.

On October 5, 2017, the court granted an order that PSOE may serve the court materials on you as PSOE members and weekly interest owners by way of email or mail in the event you have not provided an email address to PSOE, as well as posting the materials on the PSOE website (www.pacificshoresbc.com).

This communication with the attached material is sent to you to fulfill the terms of that service order. You are not required to do anything in response to the delivery of these materials to you. However, if you oppose the order sought you may file a Response as described in the attached petition. Further, you are entitled to attend at court when the petition itself is heard. It is currently scheduled to be heard on November 20, 2017 at 10 a.m. at the courthouse located at 850 Burdett Avenue, Victoria, British Columbia.

If you wish to follow the court and sale process, you are invited to check for updates on the PSOE website.