

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

Dear Sir/Mesdames,

**Re: Court Order Summary**

This communication and the attached materials are being sent to you because you are recorded as a chargeholder 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 November 24, 2017 PSOE obtained an order for sale of the PSOE strata lots. This order was amended on December 8, 2017. Subsequent to the order for sale, after comprehensive title review, it was determined that that you hold a charge over one or more weekly interests in the project.

If your charge has expired due to the effluxion of time, your charge will not carry forward to the purchaser's title. If your charge remains valid, we intend on paying into court the portion of the sale proceeds due to the fee simple owner of the interest, into court in order to remove your charge. We anticipate net sale proceeds to be in the range of \$1,000 per weekly interest.

On, November 21, 2018, the court granted an order that PSOE may serve the court materials on you by way of regular mail, as well as posting the materials on the PSOE website ([www.pacificshoresbc.com](http://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. If you file a Response, you will be notified of the hearing date.

If you wish to follow the court and sale process, you are invited to check for updates on the PSOE website. ([www.pacificshoresbc.com](http://www.pacificshoresbc.com))