



Princeville

June 1, 2009

Amazing! Only a month ago we were lamenting the wet weather that had kept us from keeping pace with our projected renovation schedule and here we are practically in drought conditions today. Because we are experiencing such great weather, our pace has picked up in the past month.

Ocean hole #2 and #3 are complete with grass growing. Upon completion of a new cart path on #4 hole, we will undertake feature and finish works on that hole before completing #5. Grassing will follow on its heels. We moved onto the Lakes course a month ago with irrigation installation on holes #1 and #9 (Grading Unit #5) followed by feature work on greens and bunkers. Finish grading and grassing will be underway on #1 in the next week.

Since, for Lakes course ingress and egress of construction traffic, #9 and #8 will be needed for flow, we have chosen to proceed to Lakes #2 hole followed by Grading Unit #4 (Lakes holes 3-7). Today irrigation and feature work is underway on #2. Finish work will be in progress there next week, and we anticipate beginning work in Grading Unit #4 toward the end of this month.

As of this date, our construction completion date, which was set for the end of July, has been set back nearly one month by the previous uncooperative weather conditions. However, we do feel that there remains sufficient time and growing conditions to enable us to meet our targeted late fall opening.

As a final note, while the entire course has now been transformed from our local golf course to a more typical construction site, we do attempt to place someone on mowing of the existing grass when we can even though all our forces are stretched to the limit to keep the project on schedule. With our recent stepped up progress, we have been able to assign a few more staff to the grow-in and maintenance of the new holes as well as maintenance and conditioning of the Woods course in order to return it to the higher quality condition we enjoyed prior to its closing. As we move closer to the completion of the project the courses will make a slow but smooth transition to maintenance and conditioning.

If you have any questions, please contact Eric Belmonte or DJ Pakkala at 826-5013. We thank you for your cooperation.