

Greetings-

Last year, the owners of Chac Hal AI voted to withdraw from Colonos because our serious concerns, expressed over several years, were virtually ignored by the Colonos board. We publicly expressed these serious concerns about ineffective security, the policy of opening our gates to the general public, and the lack of any support from Colonos for the beach. We called for the resignation of the Colonos board. The Chac Hal AI owners gave our Board of Directors discretion to rejoin Colonos or to join the Covenant Association. We did not join the Covenant Association to allow Colonos an opportunity to respond. We worked with the beachfront condominium owners in the hope that together we could awaken an awareness among the Colonos board and the larger community. During the year, our Chac Hal AI board approved quarterly payments to Colonos, in the hope that our vote, together with the other beachfront associations, would gain support at the Colonos Assemblies.

At the Extraordinary Colonos Assembly, last April, when we expressed our concerns, our representative was booed and heckled, and the Colonos board did nothing to bring order to the meeting. At the annual Colonos Assembly, last December, the budget approved by the Assembly contained nothing in support of our beach, and instead approved 2 million pesos to support litigation expenses against the Developer.

Our Chac Hal AI owners lost hope, even in a new Colonos Board of 17, several of whom were part of the previous Colonos regime. We do not see hope in a Colonos that did not change its open-to-the-public gate policy and expects our fees to support security in some neighborhoods, but provides nothing for the beach, which is open to the community. The beach is our neighborhood. Chac Hal AI provides its own security and our owners have continuously provided funds to maintain the beach. We cannot continue to pay to an association that is no longer providing security at the front gate, but can devote a large sum of money to litigation against the Developer who is providing security at the front gate. Colonos is providing nothing to Chac Hal AI: no security, water, sewer, electricity, or garbage collection.

This year, our owners voted to join the Covenant Association to provide support for front gate security and privacy, and a policy of respect for our Fatima Bay beach. Our owners voted to support the Covenant Association to address the concerns that Chac Hal AI has long expressed, and to allow Covenant the opportunity to further the principles of Puerto Aventuras as a private, peaceful and protected community devoted to *all* of its residents. We will continue to work with the other condo associations, the Covenant Association and Colonos, toward reunification of our community. We believe that is a necessary goal. But we believe that this reunification cannot be achieved so long as the calls for beachfront support and for the principles of privacy, peacefulness, and protection for the whole community are opposed or ignored.

Board of Directors

Peninsula Chac Hal AI, AC