

Good afternoon,

We are writing to inform you as our valued Affiliate that unfortunately following discussions with the owners of Capricorn Resort, Iwasaki Sangyo Japan, the Resort Course will close permanently from Monday the 19<sup>th</sup> of October. However, the Championship Course will remain open and fully functional.

The decision to close the Resort Course was a very difficult one, but has been made as part of an overall review of the property's operations, which will also see two of the three accommodation wings closed. The downsizing has been forced upon the Resort has a result of a number of years of sustained poor trading, though with a leaner operation, we are very confident of improving the performance of the Resort in the future.

Concentrating golf onto the Championship Course will ensure that we are able to operate a strong and vibrant golf facility with the highest quality of facilities and service.

Competitions will be played as per the monthly calendar, and from Monday all competitions will be staged on the Championship Course. We are also in the process of creating some new teeing grounds on the Championship Course, to allow greater flexibility for all levels of golfers.

As mentioned above, this decision has been taken only after a very strenuous review of the situation. We understand that this might affect some of our members but it was necessary to ensure the long-term future of the Resort and the Championship Course.

Please feel free to contact me should you have any questions and I will endeavour to answer them as best I can.

Kind regards

Andrew Humble

Golf Operations Manager

Capricorn Resort