



The Promontory Club FREQUENTLY ASKED QUESTIONS

Summit County, Utah

January 2019

THE PROMONTORY CLUB

The following questions and answers are designed to provide an understanding of The Promontory Club and the membership opportunity available at the Club. As these questions and answers are only summary in nature, you should read the Membership Plan and Rules and Regulations prior to purchasing a membership.

1. Q: What is The Promontory Club?

A: The Promontory Club is a family-friendly, luxury private club which offers its members a unique opportunity to enjoy outstanding golf, tennis, swimming, fitness, equestrian and social facilities. The Club is located in scenic Park City, Utah.

2. Q: What is the membership opportunity at the Club?

A: The Promontory Club issues Full, Equestrian and Social Memberships. In addition, the Club may also offer recallable Invitational Memberships.

3. Q: What recreational and social facilities are available to members of The Promontory Club?

A: The Club Facilities include:

• Two 18 Hole, Par 72, award-winning Championship golf courses:

- The first golf course, the Pete Dye Canyon Golf Course, opened for Member play in 2002.
- The second golf course, the Jack Nicklaus Painted Valley Signature Course, opened for Member play in 2007.
- Golf practice facilities associated with each course include driving ranges, chipping areas and putting surfaces.

• The Golf House (and Golf Academy):

The Golf House, overlooking the Driving Range of the Pete Dye Canyon Golf Course, is the home of the Promontory Golf Academy, and features restrooms/changing rooms, and a function patio. The Golf House also houses the main office of The Promontory Conservancy, the Conservancy's Executive Director, and Promontory's Home Services team.

• The Outfitter's Cabin:

Located high atop Promontory overlooking the Rockport Reservoir, the Outfitter's Cabin is your family's center for hiking, camping, mountain biking,

fishing and, in winter, Nordic skiing and snowshoeing. In the winter, the Promontory Club Outfitter organizes alpine ski adventures and sledding for members both on and off-property, while in the summer, the Outfitter provides and instructs members in the use of outdoor sporting equipment while exploring all the Promontory trails and best fishing spots in Promontory's stocked ponds. In addition, Promontory's Outfitter will organize off-property expeditions for members to sail and wakeboard on the nearby Jordanelle and Rockport Reservoirs, enjoy blue-ribbon fly fishing in Utah's wild rivers and explore local national forests.

- **The Ranch Clubhouse (and Hot Spot Café):**

The Ranch Clubhouse opened in 2004 and is the athletic clubhouse within Promontory's Ranch Club Compound. It offers the finest amenities for swimming, tennis, fitness, and spa services. The Ranch Clubhouse also has a poolside café restaurant for members, along with an indoor internet café (the "Hot Spot"). In addition, a soccer field and sand volleyball courts are within walking distance. The stadium tennis court even converts into an ice rink in the wintertime to provide Promontory families with a one-of-a-kind holiday experience. The Ranch Club Pro Staff offers instruction in tennis, fitness and swimming.

- **The Kinnikinnick Kids' Cabin:**

Located a few steps from the Ranch Clubhouse, the Kinnikinnick Kids' Cabin gives Promontory's younger family members a clubhouse to call their own. The Kinnikinnick Kids' Cabin offers organized activities, games and crafts for its young campers and it also serves as the jumping-off point for the Promontory Adventure Trail – a Tom Sawyer fantasy path complete with a fort, a tree house, a water slide, and a cave.

- **The Pete Dye Canyon Golf Clubhouse:**

Promontory's Pete Dye Canyon Golf Clubhouse (an approximately 28,000 square foot facility, which opened in 2006) is also located within the Ranch Club Compound and provides Promontory's Full Members a sanctuary devoted to the game. Overlooking the 18th fairway and green, this clubhouse features a grill and dining patio, luxurious men's and women's locker facilities, meeting rooms/lounges, cart and bag storage and a fully equipped pro shop.

- **"The Shed" Activity Clubhouse:**

"The Shed," (an approximately 16,000 square foot facility, which opened in 2012) is the final clubhouse within the Ranch Club Compound and serves as the casual kick-back clubhouse for Promontory families. This clubhouse includes a panoramic view deck, family dining, a soda fountain, and a sports bar. The Shed includes activities and services for Promontory families of all ages, as it features an indoor basketball court, 50-seat movie theater, game room, art studio, and bowling, along with a general store, mailroom, and an outdoor amphitheater for summer concerts and events.

- **The Alpine Lodge at Deer Valley:**

Promontory's Alpine Lodge at Deer Valley is an 1,800 square-foot leased facility located on the ski mountain at Upper Deer Valley. The Alpine Lodge is served by the Promontory Conservancy's private shuttle, which makes regular runs between Promontory and both of Park City's ski resorts. The Lodge provides a private place for members and their families to relax and read the paper or to watch sporting events with a snack or beverage, either between runs or at the end of the ski day while waiting for the rest of their family. The Alpine Lodge Ski Valet will dry and store members' gloves and boots for the next day's use and the Club Concierge will assist them with plans for local dining and other activities.

- **The PC Lodge at Park City Mountain:**

Located at Park City Mountain Village on the ground level plaza under the Park City Ski Team Training Center, the PC Lodge offers immediate ski access out the door. The PC Lodge is 5,600 leased square feet, combining open space with six cozy gathering nooks that provide abundant seating. The Lodge's walls of glass and warm woods flawlessly complement the natural surroundings. Members and guests are invited to relax by the fireplace and on sunlit sofas, watch television, and fuel up with complimentary light fare and beverages. 200 lockers are available for daily, weekly, and seasonal use, so members can conveniently store their gear. The PC Lodge also features a small retail shop with handy items like lip balm and hand warmers. A dedicated Promontory shuttle will provide transportation to and from the Lodge for extra convenience.

- **The Equestrian Center:**

Promontory's private Equestrian Center allows Equestrian Members to maintain and train their horses year-round at Promontory while training for competition-level riding or simply exploring Promontory on horseback. The private Equestrian Center is adjacent to Promontory's West Gatehouse and includes an indoor arena, stables for 32 horses, outdoor corrals, a round pen and adjacent pastures.

- **The Wrangler Corral (Seasonal):**

Promontory's Wrangler offers those who don't have their own horses the opportunity to take trail rides and other equestrian excursions through Promontory's expansive open space preserve utilizing Promontory's private trail system.

- **The Jack Nicklaus Painted Valley Golf Course, Golf Clubhouse and Fitness Studio:**

The Nicklaus Golf Clubhouse, which opened in 2015, is a sophisticated, approximately 20,000 square foot multi-use clubhouse serving the Jack Nicklaus Painted Valley Golf Course. It is the social and activity center in the Painted Valley area of Promontory for Full Members. This facility features elegant golf locker rooms and lounges and a luxurious bar/mixed grill and dining room with indoor and outdoor dining (The Peak), overlooking the 18th fairway. The fitness studio

portion of this clubhouse opened in late summer, 2017. Future expansions of the Nicklaus Clubhouse are planned to accommodate event uses.

- **The Beach House**

The Beach House offers a marvelous family lakeside beach experience, including sand beach, café dining, changing rooms and a large, negative-edge pool, all with a magnificent, panoramic view across Promontory's Saddle Lake, toward the Wasatch Mountains. This Club facility is available to both Full and Social members of the Promontory Club and is located adjacent to the recreational lake, tubing hill and play field maintained by the Promontory Conservancy.

- **Mountain Garden Park and Pond**

The Mountain Garden Park and Pond are maintained by the Promontory Conservancy and available for use by all Promontory owners. The five-acre lake is stocked with trout and small mouth bass, and is complemented by a boathouse, canoes and fishing dock. The park's amenities include an outdoor basketball court, sand volleyball, restrooms, picnic areas, an extensive fitness circuit course and a large soccer/lacrosse field with breathtaking views of the Wasatch Back. The Mountain Garden Park is also the location of Promontory's annual 4th of July community picnic, a not-to-be-missed event for all Promontory owners.

- **The Luke Ridge Tubing Hill, Saddle Lake, and Saddle Lake Park:**

The Saddle Lake Tubing Hill and Saddle Lake Park are Promontory Conservancy amenities adjacent to the Conservancy's Saddle Lake, a recreational lake with a boat dock for canoes and paddleboats. The tubing hill offers an on-site, winter tubing venue for Promontory's owners and the adjacent park will contain playfields for summer use. Located along Promontory's Ridge Trail, this facility is walking distance from neighborhoods in the Nicklaus Valley area of Promontory and the Conservancy's Ridge Trail Dog Park.

- **The HUB Information Center:**

The HUB Information Center is the community information and administrative center for Promontory. It houses the Promontory Sales Team as well as the offices of The Promontory Conservancy's Architectural Review Committee. The HUB's lifestyle gallery offers sweeping views of the Wasatch mountain range and lifestyle displays to fully demonstrate the extensive programming and activities available within Promontory's incomparable offering of amenities. Information regarding Promontory real estate is also available. The HUB is the perfect spot to start any tour of Promontory.

- 4. Q: When will construction of the Club Facilities be completed?**
- A:** The Pete Dye Canyon Golf Course, related golf practice facilities, the Range House, the Alpine Lodge at Deer Valley, the Outfitter's Cabin and trail riding facilities were completed and open for member use in 2002. The Kinnikinnick Kids' Cabin and Kids' Adventure Trail opened in 2003. The Ranch Clubhouse, along with its tennis facilities and swimming pool, opened in 2004. The private Equestrian Center and the Pete Dye Canyon Golf Clubhouse opened for member use in 2006. The Shed family activity clubhouse opened in 2012. In addition, the Jack Nicklaus Valley Golf Course and related practice facilities were completed and open for member use in 2007 (which increased the Club's membership capacity from 395 active full members to 790 active full members.) The Nicklaus Golf Clubhouse at the Jack Nicklaus Painted Valley Golf Course opened for the 2015 golf season. The HUB Information Center also opened in 2015. The fitness studio at the Nicklaus Clubhouse opened in 2017. The Beach House and Saddle Lake Park opened in the summer of 2017. The Luke Ridge Tubing Hill opened in the winter of 2017-18.
- 5. Q: Who owns the Club Facilities?**
- A:** Promontory Investments, LLC an Arizona limited liability company (the "Company"), owns and operates the Club Facilities.
- 6. Q: How many memberships will be available in the Club?**
- A:** A maximum of 790 Full Memberships may be issued by the Promontory Club with respect to the 36 holes contained in the Dye and Nicklaus courses.
- An additional golf course (for a total of three (3) 18-hole courses) may be added, in the Club's discretion (subject to certain approvals under the master plan), with an allowance of up to 195 additional Full Members per nine (9) holes. However, the developer has no present plans to build this additional course prior to equity conversion of the Club.
- The limit on the number of Equestrian Memberships to be offered in the Club shall be the same number as the number of boarding stalls available for use in the private Equestrian Center facilities. Thus, to the extent that the Club may, from time-to-time elect, at its sole discretion, to construct additional stalls it may increase the total number of Equestrian Memberships to match the total number of stalls available for use.
- The Club is authorized to issue a sufficient number of Social Memberships so that any property owner in the Promontory community can acquire a Social Membership. Although the Club is authorized to issue a sufficient number of Social Memberships so that any property owner can acquire one, the Club is not obligated to make a Social Membership available to an initial property purchaser after the closing on the property purchase. The Club may, at its sole discretion, limit the number of memberships

available in the Club or in any category of membership as the Club determines appropriate from time to time.

7. Q: What are the privileges of a Full Membership?

A: Each person who acquires a Full Membership will be entitled to use all the golf, tennis, swimming, fitness, social and trail riding facilities of the Club (excluding the private equestrian center facilities), and will be granted preferred dining reservation and use privileges in the Pete Dye Canyon Golf Clubhouse for their families and guests as well as exclusive use and dining privileges in the Jack Nicklaus Painted Valley Golf Clubhouse and adjacent fitness studio. Full Members will not be required to pay greens fees or court fees for use of the golf and tennis facilities, but will be required to pay golf cart fees. Advance sign-up privileges for golf starting times and tennis court times will be determined by the Club from time to time. Certain use privileges, including, without limitation, use of the Nicklaus golf course, clubhouse, and fitness studio, and the ability to make dining reservations in the Dye golf clubhouse are reserved exclusively for Full Members, which exclusivity may change from time to time, in the Club's sole discretion (see the Club Rules and Regulations, the Membership Plan and Membership Agreement for further restrictions and details regarding Full Membership privileges).

8. Q: What are the privileges of an Equestrian Membership?

A: Each person who acquires an Equestrian Membership will be entitled to full use of the facilities of Promontory's private equestrian center subject to applicable rules governing such use. Each Equestrian Membership shall entitle the member to the use of one single-horse boarding stall and a private tack locker. Equestrian Members may be given the opportunity to temporarily board additional horses, upon payment of applicable additional fees, to the extent stalls are available and not presently being used by other Equestrian Members. Stalls and lockers shall be assigned, and re-assigned, from time to time, by the Club at its sole discretion, provided, however, the assignment of boarding stalls and private tack lockers, as well as the allocation of unused stalls available for rent among Equestrian Members shall be determined by each membership's priority status based upon a first-issued, first-priority basis. Equestrian Members will pay monthly Equestrian dues in addition to dues on their underlying Full or Social Membership, and will also be responsible for boarding and feed charges when maintaining a horse in the facilities. Training and grooming services will also be available to Equestrian Members on an additional fee basis. See the Equestrian Center handbook and specific guidelines for more information.

9. Q: What are the privileges of a Social Membership?

A: Each person who acquires a Social Membership will be entitled to use all of the tennis, swimming, fitness, and trail riding facilities of the Club (excluding the private Equestrian Center facilities). Social Members are also entitled to use the social facilities in the Ranch Clubhouse and the Shed Clubhouse. The private social facilities in the Golf Clubhouses and Equestrian Center are generally reserved for Golf and Equestrian

Members, respectively, but may be opened to Social Members for special functions or at other times determined by the Club, at its discretion. Social Members will not be required to pay court fees for use of the tennis facilities. Advance sign-up privileges for tennis court times will be determined by the Club from time to time. Social Members are welcome in the Club's Alpine Lodge at Upper Deer Valley and PC Lodge at Park City Mountain, however Full Members may be allowed priority use of lockers in that facility. See the Club Rules and Regulations, the Membership Plan and the Membership Agreement for further restrictions and information regarding Social Membership privileges.

10. Q: What are the special benefits of membership in the Club?

A: In addition to outstanding Club Facilities, and a broad array of activities for members and their families, membership in the Club offers many unique benefits, all subject to the terms of the Membership Plan, including:

- **Refundable Membership Deposit.** The membership deposit paid for a membership is refundable, less a transfer fee, upon resignation and reissuance of the membership as provided for in the Membership Plan.
- **Resigned Memberships Reissued Prior to Membership Sell-out.** Resigned members do not have to wait until all new memberships in the Club have been issued before their membership is reissued, subject to the terms of the Membership Plan.
- **Transferability of Memberships.** Memberships are transferable through the Club to the subsequent purchaser of a member's residence or homesite in Promontory subject to the terms of the Membership Plan. Any and all Club Membership transfers (including but not limited to those described herein) are subject to a transfer fee, as determined by the Club Membership Plan as it may be amended from time to time, in the Club's sole discretion.
- **Legacy Transfer.** Members can arrange for a one-time transfer of their membership through the Club to an immediate or extended family member who owns property at Promontory, subject to the terms of the Membership Plan, as amended.
- **Inheritability.** Upon the death of a member, the membership can be transferred to his or her spouse or, one time, to an immediate or extended family member who owns property at Promontory, subject to the terms of the Membership Plan, as amended.
- **No Assessments.** Members are responsible only for dues, fees and charges established by the Club from time to time and are not subject to either operating or capital assessments prior to an equity conversion.
- **Immediate Family Privileges.** In general, the member's spouse and their registered children have unrestricted use. In addition, children's spouses, parents, spouse's parents, grandchildren, great grandchildren, and grandparents

can enjoy the Club Facilities, except during certain peak-use periods that may be specified by the Club, on the same basis as the member according to the membership level. The number of immediate family members with use privileges is capped at 12 for Full members and 10 for Social members.

- **Extended Family Privileges.** A member's extended family (which are any persons related to the member not falling in the "Immediate Family" definition above) including siblings and cousins of the member and member's spouse, and such sibling's or cousin's spouses and their children, grandchildren, great grandchildren and their spouses can enjoy the Club Facilities, on non-peak days and at times (and in certain facilities) determined by the Club, by paying reduced fees as provided in the Membership Plan and the Rules and Regulations.
- **Club Newsletters and E-blasts.** Members will receive newsletters and e-blasts containing information about events and activities at the Club and other items of interest to members.

11. Q: May I invite guests to the Club?

A: Having your friends enjoy the Club's fine facilities with you is a wonderful attribute of membership in the Club. Therefore, members are encouraged to invite guests to the Club subject to privileges associated with their category of membership, reasonable rules and regulations adopted by the Club (as detailed in regulations set out in the Club Rules and Regulations and the Guest/Extended Family Use Procedures, including blackout periods established therein, which are subject to change from time to time, in the Club's sole discretion) and upon guest pre-authorization, and payment of applicable guest fees and charges established by the Club. **All fees and club charges incurred by a member's guest will be charged to the member's Club account and shall be payable by the member.** An exception to this rule may be made, at the sole discretion of the Club, when member-accompanied guests wish to use their credit card for such charges and fees and/or when the guest has appropriately pre-registered with the Club and set up the applicable guest account (see the Rules and Regulations and the Guest/Extended Family Use Procedures for more information).

12. Q: Will my family members be welcome at the Club?

A: Yes. Membership entitles the member, his or her spouse (or partner/"significant other," as designated pursuant to Club policies) and their children unrestricted use. In addition, children's spouses, parents, spouse's parents, grandchildren, great grandchildren, and grandparents to use the Club Facilities (up to 12 immediate family members total depending on membership type), except during certain peak-use periods that may be specified by the Club, in accordance with the membership category selected by the member.

A member's extended family, which are any persons related to the member who do not fall within the definition of "immediate family" above, may also use the Club Facilities when staying in a member's residence in accordance with the member's category of membership upon payment of reduced fees established from time to time by the Club,

and subject to blackout periods and other regulations as detailed in the Rules and Regulations and the Guest/Extended Family Use Policies, all of which are subject to change from time to time, at the discretion of the Club. **All fees and club charges incurred by the member's extended family will be charged to the member's club account and shall be payable by the member.** An exception to this rule may be made, at the sole discretion of the Club, when member-accompanied extended family members wish to use their credit card for such charges and fees and/or when the guest has appropriately pre-registered with the Club and set up the applicable guest account. The extended family shall include siblings and cousins of the member and member's spouse, and such sibling's or cousin's spouses and their children, grandchildren, great grandchildren and their spouses. The Club may modify or terminate this privilege and establish such rules with respect thereto as it may determine from time to time. For complete information, please see the Guest/Extended Family Use Procedures established as part of the current Promontory Club Rules and Regulations.

13. Q: Who is eligible to acquire a membership in the Club?

A: Memberships will be offered to initial purchasers of a residence or homesite in Promontory and other such persons as the Club, at its sole discretion, determines appropriate from time to time. Equestrian Memberships will be offered only to Full Members and Social Members in good standing except that recallable "Invitational" Equestrian Memberships may be offered to certain qualifying individuals. Each initial purchaser of a residence or homesite in Promontory may at the time of his or her closing on the residence or homesite, acquire a membership in the Club, provided there is a membership for sale. The number of memberships in each category is limited and available memberships in each category will generally be issued on a first-come, first-served basis.

14. Q: May the category of membership selected at the time of Lot purchase be upgraded and/or downgraded?

A: The category of membership (either Social or Full) selected at the time of Lot purchase runs with the Lot associated with the Membership Agreement so long as it is maintained in good standing. Such category of membership may never be downgraded (*i.e.* changing a Full membership to a Social membership), except as may be allowed in connection with the sale of property to which the membership is attached, as is further described in the Membership Plan. The category of membership acquired at the time of Lot purchase is not generally available for upgrade, since all un-issued memberships are reserved for use in connection with the Developer's future real estate sales. This means that a Lot purchaser who does not buy a Full membership at the time of Lot purchase may not have the opportunity to acquire one in the future for such Lot.

15. Q: What do I have to pay in order to acquire a membership in the Club?

A: You are required to pay a refundable membership deposit in the amount determined by the Club. The required membership deposit will be set forth in the Membership Agreement. A transfer fee of 25% of the deposit will be charged on transfers.

The membership deposit for a Full Membership or Social Membership will be sometimes be "sponsored" under the real estate purchase contract for initial purchasers of property in Promontory from Promontory's developer. This means that the initial purchaser need not pay the membership deposit, but that their resale purchaser will be responsible to pay the then-applicable deposit at the time the property is resold, if they want to become a member of the Club.

16. Q: What happens if I do not acquire a Full Membership in the Club at the time of initial purchase of my homesite from the Developer?

A: If you do not acquire a membership at the time of initial purchase of your homesite from the Developer, you and the subsequent purchaser of your property in Promontory may acquire a membership at a later date only if one is available and not reserved by the Club and only upon payment of the full membership deposit which is then in effect at the time the membership is acquired.

17. Q: When will the membership deposit be repaid to the member?

A: Each person who acquires a membership will be entitled to receive a refund of his or her membership deposit, without interest, 30 years from the date of the member's admission to the Club. In the event that the member resigns from the Club before the end of the 30 year period, the member will be entitled to receive the membership deposit paid by the resigning member within 30 days after the reissuance of the member's membership by the Club to a new member. The Club charges a transfer fee in connection with the resignation and reissuance of a resigned membership. Until all new memberships in the resigned member's category of membership have been issued in the Club, one resigned membership will be reissued for every one new membership issued, on a first-resigned, first-reissued basis. Club management may modify this ratio.

18. Q: May I arrange for the subsequent owner of my residence or homesite to acquire my membership?

A: Yes. A member who owns a residence or homesite in Promontory may arrange for the Club to reissue his or her membership to the subsequent purchaser of the residence or homesite, regardless of whether all the memberships in that category have been issued and regardless of whether there are any resigned memberships on the waiting lists. The subsequent purchaser must be approved for membership and must pay the then required membership deposit.

- 19. Q: Can members be assessed to cover any operating deficits or capital improvements?**
- A:** No. Members will pay membership dues, fees and other charges established from time to time by the Club. Until such time as the conversion to an equity member-owned club occurs, members will not be subject to any liability for capital or operating assessments for the costs and expenses of ownership or operation of the Club or the Club Facilities in the non-equity club. The Company will pay all operating deficits incurred in the operation of the Club Facilities and will retain all operating revenues resulting from operation of the Club Facilities.
- 20. Q: I understand that the membership program at The Promontory Club is a "Convertible Equity Membership Program." What does that mean?**
- A:** The membership plan documents will provide that the Club can be converted to an equity member-owned club. The Company may, at its sole discretion, determine to convert the Club to an equity member-owned Club at any time after December 31, 2010. However, upon the initial issuance of 90% of the maximum number of Full Memberships permitted to be issued in the Club (based on committed golf courses), the members will be entitled to vote on whether the Club should be converted as provided below. Upon the Company's determination to convert after 2010 or upon the initial issuance of 90% of the maximum number of Full Memberships which can be issued in the Club, whichever is sooner, the members will vote on the conversion at a special meeting of the members. If a majority of the eligible votes of the members are voted in favor of conversion, the Club will be converted to an equity club. In such a vote, Founder, Charter and Full Members will be entitled to three votes per membership and Social Club Members will be entitled to one vote per membership. Any member of these aforementioned categories of membership who is also an Equestrian Member shall have one additional vote by virtue of such Equestrian Membership.
- The "Turnover Date" will be 60 days after the earlier of: (i) (A) the initial sale of all of the equity memberships held by the Company, or (B) the initial sale of all the residences or homesites now or hereafter included within Promontory to retail purchasers, whichever is later to occur, or (ii) a date certain to be specified by the Company in the Equity Membership Documents, or (iii) any earlier date determined by the Company in its sole discretion, provided the equity club's accounting firm has reviewed the operating results of the club and confirmed that the club operated during the preceding 12-month period without an operating deficit.
- Prior to the Turnover Date, the Company will fund all operating deficits and be entitled to retain any operating profits of the club.
- 21. Q: If the Club is converted to an equity member-owned club, what will my rights be as an existing member of the Club?**
- A:** If the Club is converted to an equity, member-owned Club, all members will be given an opportunity to acquire an equity membership in the corresponding equity category.

- 22. Q: What amount will I have to pay for an equity membership if the Club is converted to an equity club?**
- A:** If and when the Club is converted, existing members who desire to convert will be required to pay an additional payment during the initial offering period. This amount and the terms of conversion will be included in the original Membership Agreement signed by each member for non-equity membership.
- 23. Q: What happens to my membership if I do not convert my membership to equity membership if members vote to convert the Club to an equity club?**
- A:** Members who choose not to convert to equity membership may continue their membership privileges as non-equity members, but their memberships are subject to recall on a last-in, first-recalled basis in order to issue an equity membership without exceeding the limit on the number of memberships in the equity club or due to reduced membership limits. The recalled member will be entitled to a refund of the membership deposit paid within 30 days of the effective date of the recall.
- 24. Q: How will the Club keep informed of the desires of the members?**
- A:** The Club is committed to providing the types of services, activities and events that the membership desires. An advisory Board of Governors composed of members of the Club meets quarterly to enable members to have input on the foregoing items as well as other matters that are of concern to the members. The Club's Board of Governors may be contacted at bog@promontoryclub.com.
- 25. Q: Will there be any other types of membership available in the Club?**
- A:** In addition, the Club may issue up to ten Company Memberships per golf course and twenty Honorary Memberships to such persons as the Club determines appropriate from time to time.
- The Club may offer recallable Invitational Memberships for long term Lessees of residential property within Promontory. It may also offer recallable Invitational Equestrian Memberships to persons who do not own property in Promontory. Invitational Members will have the same privileges as a member in the corresponding membership category and will count against the applicable cap on the number of memberships which may be issued.
- Certain persons designated by the Company who acquired Full Memberships in the Club prior to the commencement of real estate sales at Promontory will be known and recognized as "Founder Members." Certain persons designated by the Company who acquired Full or Social Memberships in the Club and are among the first real estate purchasers at Promontory will be known and recognized as "Charter Members." Founder Members who purchase a specially designated "Legacy Homesite" property in Promontory and maintain a Full Membership in good standing for at least five years from

the date of closing on their property in Promontory may, upon sale of their Promontory property, resign their Full Membership and obtain a Legacy Membership in the Club upon the payment of a one-time activation fee as provided in their Membership Agreement. Legacy Members will not count against the limit on the number of Full Memberships.

26. Q: How do I become a member?

A: To become a member of the Club, you must be an owner of property in Promontory and be approved for a membership by the Club. Temporary recallable memberships may also be made available by the Club, at its sole discretion. You must submit to the Club a fully completed and signed Membership Agreement and a check in the amount of the required membership deposit. In the event that your agreement is not acted upon favorably, the membership deposit will be fully refunded, without interest.

27. Q: What if I have additional questions?

A: If you have additional questions you may contact or visit the Membership Office at:

Promontory
8417-A N. Ranch Club Trail
Park City, Utah 84098
(435) 333-4000

This is a general description of the membership opportunities available at the Club and should not be relied on for the purpose of deciding to acquire a residence or homesite in Promontory or a membership in the Club. The complete Membership Plan is available upon request at the Membership Office.

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