



United Horsemen of Alberta

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Hello everyone

We have some very exciting news to announce. On June 30, 2010 UHA was able to pay off its existing secured creditors. Of highest importance to the Alberta horse racing community was the fact that our \$2.5M loan to Horse Racing Alberta has been paid off. This is a much needed shot in the arm to our industry.

As detailed in my June 4th letter we received a new loan from a new lender and paid out our existing, secured creditors. The new loan will be for 2 years at the same interest rates that we were paying to the existing mortgage holders. This deal closed on June 30th.

The long awaiting subdivision of our land has also now been finalized and a land sale to the United Farmers of Alberta has gone through as well.

Since we entered Court Protection in September 2009 we have eliminated 66% of our debt (from \$95M down to \$34M). The remaining debt is now under control as we have 75 acres of excess land to sell and 2 years in which to sell it.

We have done an excellent job over the past 9 months in cleaning up our internal financial situation and we are now poised to start enlisting new shareholders to invest in our exciting racetrack project.

As always your comments and support are very much appreciated.

Yours truly,

**Darcy Marler, President
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