



United Horsemen of Alberta

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Hello everyone

We have some very good news for you today. UHA has signed a commitment letter with a new lender which will see us receiving money to fully pay 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.

At the same time subdivision of our Balzac lands will go forward creating 3 new parcels (5 in total) on the 160 acres that we currently own. Once subdivided the United Farmers of Alberta will be purchasing one of those parcels.

We were in court this morning successfully getting the court's blessing on the new arrangement. All of the above is expected to be completed by June 30th.

This is a major step forward for the United Horsemen of Alberta in its attempt to regain fiscal strength and move forward with building the CrossIron track. We now have 2 years to sell our excess lands and pay off the debt. That means that we can once again focus on raising the equity required to finish construction and start racing.

Once all of the activity is completed we should be left with approximately \$34M in debt, down from the original \$95M as of last September when we entered creditor protection. That reflects a reduction of close to 66%. We will be in the best position financially that we have been in at any time in the last 2 1/2 years.

As always your comments and support are very much appreciated.

Yours truly,

**Darcy Marler, President
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