

Subject: Information Update from Keith Allison

August 30, 2019

Greetings to all my friends and neighbors at Woodlake. It has been 4 months since I updated the community on the long standing problems that we all have encountered that has resulted in a Woodlake with no lake. My goal was and still is, to resolve these issues and give responsibility and empower the community through more direct governance by your community leadership.

During the months of April, May and June we had the initial shareholders meetings over several sessions where everyone with ownership interest was present either in person or by proxy. At the meetings a new Board of Directors was selected and in accordance with the bylaws Dr. Steiner's term as president expired. My indirect ownership of 50% of Woodlake through J & Partners was also established in these meetings, along with discussions relating to the Allison Holdings X, LLC lease of the pool, clubhouse, golf courses, and surrounding properties.

The Board, due to a lack of accounting records, required that Dr. Steiner post a bond as provided in the bylaws of \$6.5 Million, until certain security interest filings by him are cleared up, as currently there are no records to substantiate these filings; nor proper approval by the WLCCC Board. We discovered transactions were being conducted in California to a separate company outside the knowledge of the shareholders and directors and we are working to get those records and resolve those transactions that were improperly established without proper approval from shareholders.

Also, since my last update, we have been working diligently with the courts in seeking return of all books and records that were removed from the property by the other 50% ownership without authority. Although the courts have ordered the records be returned in their entirety we have yet to receive these and our biggest challenge seems to be missing or reconstructed transactions where there are now more questions than answers at this point.

These are just a few items in a long checklist of things to be done to bring Woodlake back on track and we continue to work with federal and state agencies for funding for the dam, along with hopefully Moore County Commissioners to have several avenues of resolution; however it is essential that we clear up the ownership liabilities, judgments, and the accounting side of the equation in order to get this done as quickly as possible.

While the conflicts between the ownership and the differences in resolution urgency and goals persist along with the unsuccessful attempts to gain past relevant information regarding to Woodlake, we are pleased to announce there have been some exciting updates that have made for a fun summer at Woodlake.

I am currently interviewing for a president that has some golf course experience. I have interviewed two candidates so far that have good experience, but we want to make sure we select the right individual that can be on the property full time.

A special thanks to Lou Mason, Charlie Jones, Jon Laurich (Lake Surf Pool Committee) and the Woodlake POA for working so persistently on getting the pool open and running for the summer. Our July 4th weekend events, Wednesday food trucks, outdoor games, and a maintained pool, have fostered a huge success for the residents. Having the ability for families and friends to gather this summer is a small step in restoring community spirit and I appreciate your support in keeping this momentum moving forward.

I have had no problems in working with the various committees and Woodlake as we all have the same goals to accomplish, which is what is in the best interest of the community. I will continue to communicate with your community leaders on a weekly basis and while there have been a few minor setbacks in regards to the German team and engineering of restoring the lake, I am still very hopeful that our long term plan and end goal is still on track and we're continuously moving in the right direction.

This is a process and we continue to make good progress achieving our goals, with our ultimate goal being restoring Woodlake in the community, involving everyone in the community and return our community to one that is better than ever.

Best Regards,
Keith Allison