



TENDER PROCESS

1. Decision to seek private investment to revitalize the resort - 2003
2. Proposals sought to hire a business consultant to conduct a search for new owners and make recommendations to the Province - January 2004
3. Ernst and Young retained to solicit development proposals and lead the review of proposals - January 2004
4. Based on recommendations following the review of proposals, the Province began negotiations with the Paletta Group for the redevelopment and management of the resort - September 2004
5. An Agreement was generally completed - February 2005
6. A lease was signed with the Paletta Group - October 2005
7. The Gull Harbour Resort was closed to enable reconstruction - November 2005
8. Upon Site Plan approvals and issuance of Building Permits reconstruction began - March 2006
9. Construction continues with a target opening date being May 2007

RESORT COMPARISON

	GULL HARBOUR	HECLA OASIS
ROOMS	93	90
SUITES	0	20 - 24
VACATION VILLAS	0	60 (TENTATIVE)
DINING ROOMS	2	3
LOUNGES	1	1
CONFERENCE ROOMS	10	10
POOL	✓	✓
WHIRLPOOL / SAUNA	✓	✓
SPA	✗	✓
WATER PLAY AREA	✗	✓
GOLF COURSE	18 HOLES	18 HOLES