

QUESTION: If I am a timeshare owner with Consolidated Resorts, how do the Chapter 7 bankruptcy cases of Consolidated Resorts and its related entities affect me?

ANSWER: While Consolidated Resorts and its related entities filed for Chapter 7 bankruptcy relief on July 7th and 8th, your timeshare resort property itself is not in bankruptcy nor is your timeshare resort itself in danger of closing or otherwise going out of business. Rather, these Chapter 7 bankruptcy cases of the original developer entities do NOT directly affect your use and enjoyment of your rights as a timeshare owner at your specific resort property -- including your exchange rights -- so long as you remain current on your own obligations. Your duties and obligations as a timeshare owner continue unchanged -- both as to payments for the balance due on your purchase contract for your timeshare interest and your separate and continuing obligation to pay timeshare maintenance assessments.

QUESTION: Can I still make reservations at the timeshare resorts?

ANSWER: Yes. All of the resorts will continue to operate uninterrupted and all reservations are being honored so owners do not need to worry. The bankruptcy of the timeshare development companies do not affect the on-going operations of the management of the resorts and it is business as usual for the management companies and the individual resorts.

QUESTION: What caused Consolidated Resorts to file bankruptcy?

ANSWER: The drastic change in the lending environment resulted in Consolidated Resorts not having sufficient financing to continue its day-to-day operations or to build additional projects. Without the necessary financing, the Consolidated Resorts could not continue to operate.

QUESTION: If I have further questions about my timeshare interest and how these bankruptcy cases impact me, who should I call?

ANSWER: You can call the toll-free line maintained by Consolidated Resorts at 1-800-231-3111 for additional information.

