



**Blue Tree Resort at Lake Buena Vista
Condominium Association, Inc.**

September 19, 2007

Dear Owner:

Your management company, SPM Resorts, Inc., in conjunction with your Board of Directors has been working hard this year to ensure that your property and assets are protected. As such, we are providing the proposed 2008 annual budget for your review.

As reported to you in 2006, the resort had a large increase in the 2006 insurance premium, as a result of the hurricanes that hit the region during the 2004-2005 hurricane seasons. This increase in premium, and the anticipated increase in the 2007 insurance premium, resulted in an increase in the 2007 maintenance fees.

During the 2008 budget development process, our management team carefully reviewed the current and projected operating and reserve expense funding requirements. The insurance premium for the 2007 fiscal year did not increase as much as anticipated, and is not expected to increase more than 20% for the 2008 budget year.

Although expenses in 2008 are expected to increase in many areas, we are able to effectively manage these expenses and are happy to report to you that we are able to reduce maintenance fees for 2008 by \$14 per unit.

Once again, thank you for the opportunity to serve you. We encourage you to continue your support of the Board of Directors and, more importantly, support of your resort. We look forward to seeing you at the Budget Meeting on Friday, October 12, 2007.

Sincerely,


Bill Young
President / Chief Operating Officer
SPM Resorts, Inc.

Enc: 2008 Budget Meeting Notice
2008 Budget Meeting Agenda
Presentation Budget