



W I L D F L O W E R
a group meeting *and* golf destination

June 15, 2006

Via Email

Mr. Joe Lavin
joe@globalassetpartners.net

Re: Status Report on Financing of Wildflower Resort Project.

Dear Joe.

In response to your request for a status update on the Wildflower financing, we feel that we are continuing to make good progress

1. Follow-up to previously reported actions items:

A. We previously reported that ING Clarion requested that Ablum Brown & Company provide them with a one page "Terms Sheet" of a potential equity investment transaction, and that further discussions were pending the delivery and review of the updated PPM. As reported below, the updated PPM has been reissued; however, we do not have received any update on this contact which remains active.

B. We have not had any further exchanges with Barry Sternlicht of Starwood Capital Group; but continue to follow-up on his prior expressions of interest.

F. We have had several additional calls with Kenneth Kim who has ties to a South Korean golf course owner and developer. They continue to suggest a possible interest; however, there has been no definitive action on their part. We will not report further on this contact in the absence of a most definitive development.

G. Mark DePiero, an executive with Dolce International contacted me again this week asking for additional information. <http://www.dolce.com/>

2. New Matters to report:

As reported earlier, we have now completed updating the PPM with new cost data from Turner and updated operational projections from InterContinental. The updated assumptions resulted in a restatement of the PPM and accompanying Financial Models as of May 15, 2006. The updated PPM and Financial Models can be found and viewed on our Web Site at <http://www.wildflowerresort.com> and by the clicking on "Login" at the top of the homepage, and then entering the Username: "bluebonnet" and the Password: 5656.

Ablum, Brown has commenced a very active schedule of follow-up contacts by telephone providing the updated PPM to both prior and new contacts. They are reporting positive receptions; but do not feel that they will be in a position to know anything more definitively until later this month. Attached is a copy of the new "Teaser" reflecting the terms of the updated PPM, and a copy of their most recent status update letter concluding that they remain highly confident of ultimately placing the financing for the Project.

In the mean time we have placed a new emphasis on enhancing the impact of the Villa sales on the overall performance of the Financial Projects for the Project. In this regard, I have prepared a new Executive Summary of the Private Residence Club Villa program, and have undertaken contacts with several firms regarding their possible interest in acquiring the marketing rights to the Villa program. Among these has been a contact with the Ritz Carlton Club. <http://www.ritzcarltonrealestate.com> A copy of the new PRC Executive Summary has been attached to the transmittal of this report.

Regards,
WILDFLOWER RESORT COMPANY



Raymond J. Goad
President and CEO

CC: Thomas Ablum
abc@abclbo.com

Hal Katz
abc@abclbo.com