June 5, 2013

**TO THE SHAREHOLDERS OF OWEN SOUND GOLF**

**AND COUNTRY CLUB, LIMITED**

**Re: Liquidation Process**

We are writing to provide an update on the liquidation process in an attempt to minimize the time spent in responding to inquiries and address speculation in the community.

It has been some time since our last communiqué regarding the liquidation of the OSGCC shares and thought it prudent to bring everyone up to date on the current position. The winding up of Kenneth W. Rowe Limited (“KWRL”) and Owen Sound Golf and Country Club, Limited (“OSGCC”) is extremely complex and is taking longer than originally envisaged. The existence of two corporations and the necessity to wind up KWRL into the not-for-profit OSGCC is a multi-step process. Completing each compliance step properly reduces the tax costs associated with the wind-up and increases the returns to shareholders.

Gaviller and Company (the accountants for OSGCC) has been retained to complete the tax filings in the process. It was necessary to issue a dividend in calendar 2012 and file the corporate tax return for the year in order to recover approximately $80,000 in taxes previously paid.

The 2012 tax return for KWRL was completed and the refund was received. Prior to finalizing the affairs of KWRL a Clearance Certificate must be obtained from Canada Revenue Agency (“CRA”). The Certificate was requested in February 2013 immediately after the 2012 income tax return was assessed. In late May CRA requested further information and this has been provided. We are unable to determine if this is the last request. Based on prior experience it appears that CRA will take at approximately 120 days from the last questions being answered to provide the Clearance Certificate.

Once the Clearance Certificate has been received for KWRL, we will be following the same procedure for OSGCC, and requesting a Clearance Certificate for OSGCC. We have been advised that we cannot simply ask for two Clearance Certificates at once. Unfortunately we anticipate that the process of obtaining a Clearance Certificate for OSGCC will take a similar amount of time.

When all necessary returns have been filed and Clearance Certificates received we will be preparing materials to put before the court to authorize a distribution to shareholders. We anticipate that the court application will be made on notice to shareholders of record. We have obtained income tax information from the majority of shareholders, and are following up with parties who have not responded.

The planning of a tax efficient wind-up and the timing of the necessary steps has taken a lot of time. There has not been a material adjustment in the anticipated payout to shareholders, and subject to any further adjustments and costs of administration, we believe that our earlier estimates are materially correct.

Yours very truly,

BDO Canada Limited, Court Appointed Liquidator

Per:

William A. Courage, CPA, CA·CIRP, FCIRP

Senior Vice-President