

Firm Nos. 91028, 37122

IN THE CIRCUIT COURT OF COOK COUNTY
COUNTY DEPARTMENT, CHANCERY DIVISION

Alan H. Slodki, individually and on behalf of all)	
others similarly situated,)	
)	
Plaintiff,)	
)	
v.)	No. 02 CH 1787
)	
American Resorts International, Ltd.,)	
a Delaware corporation, and)	
American Resorts International's Holiday Network)	Judge Donnersberger
Ltd., a Delaware corporation,)	
)	
Defendants.)	

Notice of Class Action Lawsuit Against
American Resorts International, Ltd. and American Resorts International's Holiday Network

To: All current and former members of American Resorts International's Holiday Network
timeshare program

Notice Is Hereby Given That, in accordance with Illinois law, and by Order of the Circuit
Court of Cook County, Chancery Division, this lawsuit will proceed as a class action on behalf of the
following group of people:

All current and former members of American Resorts International's Holiday Network
timeshare program from whom American Resorts sought and collected the charge for
alleged service improvements or the charge for alleged fire prevention equipment
described below.

You Have Not Been Sued In This Matter. This lawsuit is against American Resorts
International and American Resorts International's Holiday Network ("American Resorts"). The
purpose of this letter is to tell you about the lawsuit, how it may affect your rights, and what your
options are regarding it. You are receiving this because American Resorts identified you as a current or
former member of the Holiday Network.

What This Lawsuit Is About

Alan Slodki filed this lawsuit against American Resorts on behalf of the group of people
described above -- the Class -- charging that American Resorts breached its contract with its members,
and violated the Illinois Consumer Fraud Act. Mr. Slodki claims that American Resorts breached its
contract with members and violated the Illinois Consumer Fraud Act by charging members for alleged
service improvements in August, 1999, and by charging members for alleged fire prevention equipment

before that, even though the terms and conditions of membership in the Holiday Network did not allow American Resorts to collect money from the members for these things in addition to its members' annual assessments. Mr. Slodki also claims that American Resorts did not use the money it collected for what it said it was collecting it for, and that it coerced people into paying the charges by threatening to cancel peoples' memberships if they did not pay the charges that American Resorts demanded.

The Court certified the Class in 2003. Since that time, Mr. Slodki and his lawyers have been working to discover additional facts to support their case. The court has not yet decided the merits of the case. The Court's certification of the Class does not affect any obligations you have to pay your monthly membership assessments, and it is not a ruling on whether the Defendants were entitled to collect the service improvements and fire prevention equipment charges at issue.

The Court appointed Alan Slodki as the representative of the Class. The Court appointed Lawrence Schad, James Shedden and Michael S. Hilicki of Beeler, Schad & Diamond, P.C., and David J. Philipps and Mary E. Philipps of Gomolinski & Philipps, Ltd. as counsel for the Class.

ARI and ARIHN's Response

ARI and ARIHN deny the allegations raised in the Slodki lawsuit, and more specifically, deny that they have violated the Terms and Condition of Membership.

The description in this notice does not cover all of the contentions of the parties. For a complete statement of all the contentions and proceedings in this case, you may consult the files relating to this lawsuit at the office of the Clerk of the Circuit Court of Cook County, Daley Center, Chicago, Illinois.

Your Rights And Options In Response To This Notice

You have the following options in response to this notice:

- 1) You can remain a member of the Class.

If you want to be a member of the Class, you do not need to do anything at this time. You will be bound by the result of this case, whether or not the court ultimately rules in favor of the Class or American Resorts, and you will share in any money that is recovered.

If you stay in the Class, you can (but do not have to) appear in the lawsuit through a lawyer of your own choice.

- 2) You can exclude yourself from the Class if you do not want to be a member.

If you do not want to be a member of the class, you have the right to exclude yourself. If you exclude yourself from the Class you will not be entitled to share in any money the Class recovers from American Resorts, and you will not be bound by any judgment entered by the Court in this matter.

If you want to exclude yourself, you must send a letter that states: 1) your name; 2) your address, 3) your account number, and 4) the following statement: “Please exclude me from the Slodki v. American Resorts class action lawsuit.” You must send your notice to American Resorts International Litigation Administrator, Beeler, Schad & Diamond, P.C., 332 South Michigan Avenue, Suite 1000, Chicago, Illinois 60604. Note: In order to be valid, your request for exclusion must be postmarked or received by us on or before July 8, 2005.

If You Have Questions About This Notice or About This Lawsuit

If you have any questions about this notice, write, call or email Class Counsel:

American Resorts International Litigation Administrator
Beeler, Schad & Diamond, P.C.
332 South Michigan Avenue, Suite 1000
Chicago, Illinois 60604
Phone: (312) 554-2969
Email: Slodki-ARI-Litigation@bsdlaw.com

You may also check Class Counsel’s Web site for information about the case at www.bsdlaw.com (click the “ARI Lawsuit” link)

PLEASE DO NOT CALL THE JUDGE OR THE COURT CLERK
BECAUSE THEY CANNOT ANSWER YOUR QUESTIONS OR GIVE YOU ADVICE

ENTER:
Judge Donnersberger
Circuit Court of Cook County
Chancery Division

DATED: June 1, 2005