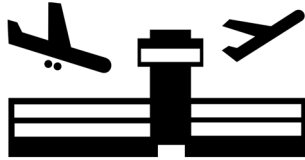




Local News



*The Cayman Islands
will soon have a
major new airport terminal in Grand Cayman.*

The Cayman Islands officially broke ground recently on a \$55 million terminal expansion project that will create a modern, state-of-the-art terminal outside George Town.

This marked the start of phase one at Owen Roberts International Airport, the first of four phases of the project; the second phase is slated to begin early next year. The project will ultimately expand the size of the airport from 77,000 square feet to 207,000 square feet.

It will include larger ticketing, arrival and departure areas, better baggage screening, a new VIP area, new concession areas in the departure and main entrance areas, nine departure gates and a large greeting hall, among other features.

The new design by RS&H Group is based on the profile of the territory's native green sea turtle.

"For Cayman to flourish it must have modern infrastructure that helps its people and businesses," Cayman Premier Alden McLaughlin told attendees at the groundbreaking ceremony.

Cayman Tourism Minister Moses Kirkconnell pointed to the significant impact of tourism "on the ground in our communities and to the man and woman on the street" in the British Overseas Territory. He said the expansion would be crucial to help provide a "first-rate travel experience" for visitors to the island. "When people are satisfied and have a good experience, they simply come back, and this is where we need to focus our energy, on encouraging our friends, and our visitors to return, return, and return," he said.

The airport will remain in operation throughout all four phases.

It is scheduled for completion in early 2018.

2016 CORAL SANDS RESORT BUDGET

Operating Revenues

Member Maintenance Fees	\$420,774
Bonus Week Fees	\$21,000
Phone Charge	\$800
Rental	\$73,012
Other Income	\$6,300
Total Operating Revenue	\$521,886

Utility Expense

Electricity (net of use charges)	\$18,900
Garbage Fees	\$1,000
Telephone and Internet	\$25,504
Water	\$22,575
Television	\$6,050
Total Utilities	\$74,029

Contracts, Travel and Activities

Exterminating	\$1,351
Resort Activities	\$5,000
Travel for Management Reviews	\$4,200
Gas/Oil/Transportation	\$3,000
Locks & Security	\$1,575
Total Leases & Contracts	\$15,126

Housekeeping Expenses

Cleaning Supplies	\$3,360
Soaps/Other Room Supplies	\$5,476
Laundry Service	\$38,850
Kitchen Supplies	\$2,205
Total Housekeeping	\$49,891

Maintenance Expense

Equipment Repair	\$1,300
A/C Servicing	\$2,748
Building Maintenance	\$23,400
Capital Items	\$47,000
Furniture/Equipment/Linen	\$7,500
Yard and Pool Maintenance	\$7,875
Total Maintenance	\$89,823

Salaries & Wages

Administrative	\$62,917
Housekeeping	\$32,885
Maintenance	\$20,301
Security	\$25,766
Workers Comp Insurance	\$750
Employee Bonus	\$750
Pension Expense	\$2,650
Total Salaries & Wages	\$146,019

Administration Expenses

Management Fee	\$44,887
Accounting Fees	\$6,000
Building Insurance	\$53,000
Advertising	\$600
Computer Expenses	\$1,500
Printing & Reproduction	\$750
Promotional Material	\$500
Postage	\$1,800
Office Supplies	\$2,500
Storage	\$2,561
Hotel License Renewal	\$4,200
Legal Fees	\$5,000
Government Fees	\$3,000
Annual Hotel Inspection Costs	\$2,000
Credit Card Service Charge	\$3,700
Bank Service Charge	\$2,000
Operating Deficit Reduction	\$12,500
Miscellaneous	\$500
Total Administration	\$146,998

Total Operating Expenses **\$521,886**

Net Operating Income (Loss) **\$0**

2016 Maintenance Fee	\$928
Capital Items Assessment/Interval	\$117
Total	\$1,045



Remember to keep your contact information updated so that you receive all communications concerning the resort. Any change of address, phone number or email address should be provided as soon as possible. This will allow us to serve you better and more efficiently.

ADDING FAMILY MEMBERS TO YOUR ACCOUNT

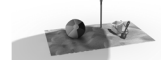
We have found that many CSR members have become unable to travel as well as in the past.

If you desire to add your children (18 years or older) to your account, you may do so for \$69.95.

If you choose to add them one at a time, each transaction is \$69.95

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New Reservationist for Coral Sands!



As of January 1, 2016, Rachel will be training a new Coral Sands' Reservationist. Since Coral Sands is a bit unique, Rachel and the new Reservationist will be working together to make the transition as smooth as possible. We thank you for your patience as we move through this process.

The CSR budget allows 20-25 hours for a Reservationist per week and they can be reached at 1-877-404-3030. You may receive an outgoing voicemail asking you to leave a message and your call will be returned as soon as possible. There may be occasions where your message will not be returned for as long as a day or two, but it will be returned. We do believe you deserve personal attention and we intend to deliver. The other method of contact is via email at reservations@coralsands.ky. This is the only email that will respond to CSR inquiries and allows us to serve you as promptly as we can. You can utilize this email for reservations, payments and general questions as well. All other emails will be deleted to streamline the response time and reduce confusion.

Rachel will be moving to the corporate office to assume corporate responsibilities for Defender as of January 1, 2016.

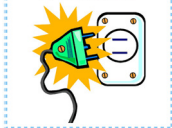
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Week	2016	Saturday to Saturday	Week	2017	Saturday to Saturday
1	01/02/16	01/09/16	1	01/07/17	01/14/17
2	01/09/16	01/16/16	2	01/14/17	01/21/17
3	01/16/16	01/23/16	3	01/21/17	01/28/17
4	01/23/16	01/30/16	4	01/28/17	02/04/17
5	01/30/16	02/06/16	5	02/04/17	02/11/17
6	02/06/16	02/13/16	6	02/11/17	02/18/17
7	02/13/16	02/20/16	7	02/18/17	02/25/17
8	02/20/16	02/27/16	8	02/25/17	03/04/17
9	02/27/16	03/05/16	9	03/04/17	03/11/17
10	03/05/16	03/12/16	10	03/11/17	03/18/17
11	03/12/16	03/19/16	11	03/18/17	03/25/17
12	03/19/16	03/26/16	12	03/25/17	04/01/17
13	03/26/16	04/02/16	13	04/01/17	04/08/17
14	04/02/16	04/09/16	14	04/08/17	04/15/17
15	04/09/16	04/16/16	15	04/15/17	04/22/17
16	04/16/16	04/23/16	16	04/22/17	04/29/17
17	04/23/16	04/30/16	17	04/29/17	05/06/17
18	04/30/16	05/07/16	18	05/06/17	05/13/17
19	05/07/16	05/14/16	19	05/13/17	05/20/17
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46	11/12/16	11/19/16	46	11/18/17	11/25/17
47	11/19/16	11/26/16	47	11/25/17	12/02/17
48	11/26/16	12/03/16	48	12/02/17	12/09/17
49	12/03/16	12/10/16	49	12/09/17	12/16/17
50	12/10/16	12/17/16	50	12/16/17	12/23/17
51	12/17/16	12/24/16	51	12/23/17	12/30/17
52	12/24/16	12/31/16	52	12/30/17	01/06/18
53	12/31/16	01/07/17			

Multiple Week Owners

If you own multiple weeks, we will do all we can to accommodate you so you will not have to move, but we cannot guarantee you will be in the same condo for your entire stay. This applies mainly to the first three months of every year. Should you choose a later time in the year, your request could most easily be satisfied.

ELECTRICITY



ELECTRICITY CHARGE

Coral Sands Resort does NOT profit from charging for electricity. Cayman's electricity runs off diesel fuel. An imperial gallon (slightly larger than a US gallon) is approximately \$7 USD, as of September 2012. CUC is the only provider on the island, leaving us no choice but to use their services. As you check in each year, you will be given a sheet of suggestions on controlling your charge for the week(s) of your stay. Please inform your guests of this charge if you intend to rent/give your week to family/friends. Keep in mind as you make your requests that units 1, 12, 6 and 7 are usually the highest in electricity charges, as they receive intense heat from the setting sun. Other factors can also raise your bill: more people = higher bill. The single most contributing factor of high-energy cost is leaving your air conditioning on all day long. If you will not be there, simply adjust the thermostat.

Paying Your Maintenance Fees

Should you encounter financial issues with paying your 2016 maintenance bill, arrangements can be made to assist you. Many members were able to pay their 2015 dues in installments thereby keeping themselves out of collections. We are here to help you and will accept a reasonable payment plan if you need it.



RCI Trading Power Value Chart

Date of Deposit Prior to Check-in	% of Trading Power Retained
2 years to 9 months	100%
9 months to 6 months	95%
6 months to 3 months	90%
3 months to 1 month	80%
30 days to 15 days	60%
14 days or less	45%

Coral Sands' Trading Power Value is worth 21 when properly banked.

BANKING WITH RCI BANK EARLY!

If you already know that 2016 is not a year of travel to Cayman for you, contact reservations ASAP to bank with RCI! The earlier in the year you bank, the higher your trading power value! The later in the year you wait, the less you have to offer on an exchange to another RCI property.

Once you bank/deposit your week, we cannot retrieve the week from RCI, so be certain.

Weeks do not "roll over" from one year to the next at Coral Sands Resort. You can bank/deposit your week with RCI and it is good in THEIR system for two years. If you would like to bank two years with RCI, simply pay forward the maintenance fees for two years.

Contact reservations@coralsands.ky for details.

RESERVATIONS CORNER

Reservations shall only be made with respect to vacation weeks 1 through 50. Please recall weeks 51 and 52 are for Fixed Time members only. For those members who have Bonus Week privileges, you may utilize Bonus Weeks during the months of May, June, July, August, and September. The request for Bonus Weeks can be made 90 days prior to your desired check-in date during these months. If you own EVEN years, your Bonus Week is good during EVEN years only. If you own ODD years, your Bonus Week is good for ODD years only. If you own SUMMER WHOLE, your weeks of usage are weeks 16-41, inclusive. Bonus Weeks are good for the member's usage only and cannot be rented or exchanged.

As a reminder, nearly everyone requests units 1, 12, 6 and 7. It is impossible to accommodate every request. This difficulty is only in the first three and half months of every year. If you have enjoyed one of these premium units in the past two years, you will have to wait 45 days to receive confirmation for these units. Otherwise, you will be given a confirmation in one of the other condos, provided your request arrived according to Club Rules — one year in advance, in writing. Yes, members send requests at midnight to try to get their week for the following year. Harry and his staff will be excited to see each of you in 2016! Also, please recall, as of 2011, neither Harry nor any Defender Resorts' employee can send, make, or request your reservation for upcoming years. This has placed Harry in some very difficult situations in the past and made it unfair to others who are not on property. You are responsible for making your own reservation requests. We accept requests in writing via email, fax, or US Postal Service. You may use the form below for faxing or snail mail.

Reservation Request Form



Name: _____

Email: _____

My assigned unit/week is: _____

First Choice – Arrival Date _____

Second Choice – Arrival Date _____

Third Choice – Arrival Date _____

Please check the appropriate statement:

I will use my reservation.

I will exchange my reservation with RCI.

MAIL TO : Defender Resorts, Inc.
Attn: CSR Reservationist
P.O. Box 3849
Myrtle Beach, SC 29578

FAX TO : 843.449.9469
Attn: CSR Reservationist
EMAIL TO : reservations@coralsands.ky
Attn: CSR Reservationist

This does not confirm your reservation. You will receive written confirmation via email after one of your choices has been booked. If you do not provide an email address, it will be mailed to your address on record.

Please remember: Management cannot assign you a reservation for a use period if you are in arrears with the Association. You must pay your Maintenance Fees in order to receive a reservation.

IF YOU HAVE NOT PREPAID THE 2017 MAINTENANCE FEE, YOUR 2017 REQUEST WILL NOT BE CONSIDERED.