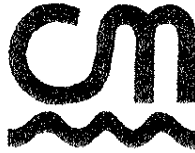


TRAWLER EXPERTS
TRANSIENT DOCK
GAS & DIESEL
RESTAURANT
SWIMMING POOL

70-TON SYNCRO LIFT
30-TON TRAVEL LIFT
ENGINE & PAINT SHOPS
IN/OUTDOOR STORAGE



CALVERT MARINA
BOX 157
SOLOMONS, MARYLAND 20688
(410) 326-4251 • FAX (410) 326-1035



Dear Slipholder,

Below is a new law that has been passed regarding public swimming pools:

The Virginia Graeme Baker Pool and Spa Safety Act (VGB Act) requires that, as of December 19, 2008, each swimming pool or spa drain cover manufactured, distributed or entered into commerce in the United States must conform to the entrapment protection standards of ASME/ANSI A112.19.8-2007. In accordance with the Virginia Graeme Baker Pool and Spa Safety Act-Sec. 1404, Federal Swimming Pool and Spa Drain Cover Standard, 15 U.S.C. §8003, and C.O.M.A.R. 10.17.01, all public swimming pools and spas must be compliant with the new suction entrapment standards by December 19, 2008 or by opening season in 2009.

Our marina swimming pool can't comply and therefore will not re-open. We are working on a new pool to be located near the office in an area not designated for development. This probably will not happen this summer, however, if a pool is an important part of your enjoyment of Calvert Marina, we will do anything fair to make this a great summer for you.

1. We will let you out of any contract obligation, if you want to move.
2. We will let you pro-rate any pre-paid slip fees if you want to move.
3. We will search for other pool options (e.g., Cove Point Park pool) that may be available to you.

The pool will become a fish pond, with sunning and picnicking around it. Absolutely no swimming will be allowed but perhaps an outdoor showerhead will be installed.

This economy has totally disrupted our development plans. We thought we would have a new pool by now. So I sincerely apologize for the difficulty this is causing some of you. I will have a new pool up and running as soon as possible.

Feel free to call the office should you have any questions or require additional information.

Respectfully,

Matt Gambrell