



Destination Xchange®

BY DIAMOND RESORTS INTERNATIONAL®

LEGAL DOCUMENTS 2017 - 2018



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DESTINATION XCHANGE DISCLOSURE GUIDE

This Disclosure Guide supersedes all previous versions.

Unless otherwise stated, the information in this
Disclosure Guide is correct as of May 2017

DISCLOSURE GUIDE

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THIS DISCLOSURE GUIDE contains important information regarding the Destination Xchange program hereinafter referred to as the “Exchange Program” offered to Members by Destination Xchange, LLC, a Delaware limited liability company. Members should review this information as well as the Terms and Conditions and Reservation Rules to obtain a full understanding of the terms and operational rules of the Exchange Program. Operating Company reserves the right to make amendments to this Disclosure Guide, the Terms and Conditions, the Reservation Rules and any other documents relating to the Exchange Program and shall notify the membership of any such changes by a website posting or similar communication by Operating Company in its sole discretion.

1. DEFINED TERMS

Except as otherwise provided herein, all capitalized terms used in this Disclosure Guide have the meanings ascribed to them in the Terms and Conditions, a copy of which accompanies this Disclosure Guide.

2. INFORMATION ABOUT THE EXCHANGE PROGRAM

The primary services to be provided by Operating Company consist of the operation of the Exchange Program through which Members exchange Use Rights and reserve the use and occupancy of Accommodations for Use Periods at Affiliate Resorts pursuant to the terms, restrictions and conditions set forth in the Terms and Conditions and the Reservation Rules.

The principal office of Operating Company is located at 10600 West Charleston Blvd., Las Vegas, NV 89135. The individuals who constitute the officers and directors of Operating Company and who operate the Exchange Program as of the date of printing are:

Michael Flaskey	Chief Executive Officer
Kenneth Siegel	President
C. Alan Bentley	Executive Vice President and Chief Financial Officer
Lillian Luu	Vice President and Treasurer
David Womer	Vice President
Michael Shalmy	Secretary & Director
Alex Olsansky	Assistant Secretary
Gabriel Kotch	Assistant Secretary
Lisa Gann	Director
Keith Holmes	Director

Operating Company is wholly owned by Diamond Resorts International, Inc., a Delaware corporation (hereinafter, together with its subsidiaries, other affiliates, and parent corporation referred to as “Diamond”). Some officers and directors of Operating Company may also serve as officers and directors of Diamond. Further, certain officers and directors of Operating Company may have an ownership interest, or have rights to acquire an interest in Diamond. Those Affiliated Resorts referenced in Section 6

are where Diamond is the developer and/or Resort Manager. Except as otherwise stated in this paragraph, neither Operating Company nor any of its officers or directors has any legal or beneficial interest in any developer, seller, or managing entity for any Affiliated Resort.

3. PARTICIPATION IN THE EXCHANGE PROGRAM

A purchaser becomes eligible to join the Exchange Program upon entering into a contract to purchase, or previously having purchased, a Qualifying Interest; however, the purchaser's membership or participation in the Exchange Program is voluntary. Operating Company is not the developer or seller of any timeshare interests at any Affiliated Resort; however, a developer or seller of timeshare interests in an Affiliated Resort may be an affiliate of Diamond and/or Operating Company. The developer and the Association of an Affiliated Resort are also eligible to become Members with respect to such developer's or the Association's unsold inventory of Qualifying Interests. However, no person or entity shall be eligible for membership which entitles the Member to deposit the Use Rights associated with his or her Qualifying Interest for inclusion in the Exchange Pool, pursuant to the terms of the relevant Affiliation Agreement or such other agreement by which a resort becomes affiliated with the Exchange Program. Unless a particular Affiliation Agreement provides otherwise, Operating Company may require any eligible person or entity that wishes to join the Exchange Program to complete the Membership Documents appropriate for the membership being sought and may require the payment of an initial membership fee, application fee and other fees as may be determined by Operating Company from time to time. Except as may be determined by Operating Company from time to time in its sole discretion, there is no minimum duration of the interval for such Use Rights enabling the owner of the Qualifying Interest to qualify for membership in the Exchange Program. The Membership Documents are separate from the Member's contract with the developer or seller regarding the purchase of the Qualifying Interest. The Exchange Program is also separate and distinct from the local system or means by which use and occupancy at an Affiliated Resort is allocated among owners of a Qualifying Interest thereat, pursuant to the applicable Declaration. Such local system of allocating use and occupancy at an Affiliated Resort will generally be operated by the Association or by a provider engaged by the Association. Operating Company may be engaged as such a provider, but if it is not engaged, it will cooperate with the operator of such local system pursuant to the applicable Affiliation Agreement or such other agreement by which a resort becomes affiliated with the Exchange Program in order to coordinate reservations of use and occupancy at the Affiliated Resort with the Exchange Program.

The terms under which any Member participates in the Exchange Program shall be established in the relevant Membership Documents and any other documents pertaining to a specific membership class. Participation in the Exchange Program shall be conditioned upon Member's compliance with such terms. Membership in the Exchange Program is not a prerequisite to owning a Qualifying Interest in an Affiliated Resort. No purchaser or owner

of a Qualifying Interest in an Affiliated Resort shall become a Member of the Exchange Program automatically, merely by purchasing or owning such Qualifying Interest. The basis of participation in each specific instance shall be governed by the terms of the relevant Affiliation Agreement or such other agreement by which a resort becomes affiliated with the Exchange Program and any other associated Membership Documents. Membership requires the timely payment of Exchange Program Dues and is further governed by the terms and provisions of the Terms and Conditions, Reservation Rules and the other Exchange Program Documents. Unless the relevant Membership Documents provide otherwise, Membership will be automatically renewed for each eligible Use Year in accordance with Section 3.2 of the Terms and Conditions.

All Exchange Program Dues and any other applicable fees due and owing from a terminating Member must be paid up to the date of the membership termination, and there shall be no refund of any Exchange Program Dues or fees previously paid to Operating Company unless otherwise required by law. After the date of membership termination, a terminated Member shall not be entitled to enjoy the rights and benefits of the Exchange Program, and the Use Rights associated with such terminating Member's Qualifying Interest(s) shall not be available to such Member until the later to occur of the date on which all obligations of Operating Company arising from the reservations and other transactions relating to such Use Rights have been discharged and the first day of the calendar year following the date of termination. No new reservations will be accepted from a terminated Member. With respect to any eligible person who was previously a Member and desires to once again become a Member, Operating Company reserves the right to require said member to complete a new set of Membership Documents appropriate for the membership being sought and may require the payment of a new initial membership fee then being charged to new Members as determined by Operating Company from time to time.

A Member's participation in the Exchange Program is dependent upon the continued affiliation of the Affiliated Resort with the Exchange Program. If an Affiliation Agreement for an Affiliated Resort terminates for any reason, the subject Affiliated Resort will no longer be a part of the Exchange Program, and Members at such Affiliated Resorts will no longer be eligible to deposit the Use Rights associated with the Member's Qualifying Interest for inclusion in the Exchange Pool with respect to their Qualifying Interest at such disaffiliated resort. Similarly, in the event that affiliation with an Affiliated Resort is suspended for any reason, the subject resort will be suspended from being a part of the Exchange Program, and Members owning Qualifying Interests at such resort will no longer be eligible to make an Exchange Request with respect to the Use Rights associated with the Member's Qualifying Interest until the reason for such suspension is corrected and the suspension has been discontinued by Operating Company. Accordingly, a Member's continued membership in the Exchange Program could be terminated or adversely affected by the action or inaction of the developer or managing

entity of an Affiliated Resort or by other factors beyond the control of the Member. Where reasonable, any confirmed Exchange Requests for Members from or to a disaffiliated resort will be honored if made prior to the date the affiliation terminated.

Except for circumstances to be determined by Operating Company, membership in the Exchange Program is not transferable. A Member who no longer owns a Qualifying Interest at any Affiliated Resort can no longer be a Member. The new owner of the Qualifying Interest previously owned by a Member will not automatically become a Member, and would be required to execute independent Membership Documents to become a Member and must pay such initial membership fees as may be established by Operating Company from time to time.

4. EXCHANGE PROGRAM PROCEDURES AND OBLIGATIONS

The terms and conditions of membership in the Exchange Program are set forth in the Terms and Conditions and the Membership Documents. In order to remain a Member of the Exchange Program in good standing, a person must have paid all applicable Exchange Program Dues in full, as well as any Association Fees due with respect to the Member's Qualifying Interest. A complete and accurate description of the procedures to qualify for and effectuate exchanges as well as all terms, restrictions and conditions employed in the operation of the Exchange Program are set forth in the Terms and Conditions and the Reservation Rules.

Each of the Use Rights made available to the Exchange Program by Members will be graded and assigned a Tier Code by Operating Company to quantify the relative trading power of such Use Rights deposited by the Member in accordance with the Terms and Conditions. The grading and Tier Code designation of the Use Rights by Operating Company will depend on numerous criteria as determined and modified by Operating Company in its sole discretion, and may include such factors as: (i) the location, size, capacity, floor level, view, costs of construction and relative quality of the Accommodation or Accommodations to which such Use Rights relate; (ii) the amenities of the Affiliated Resort and the local area; (iii) the season of the year in which the Use Rights may be used; (iv) permissible commencement dates; and (v) such other factors as Operating Company may determine to be appropriate from time to time in its sole discretion.

All reservations are arranged on a first-come, first-served basis for available Use Periods in Accommodations or for some Other Redemption Opportunity, subject to the procedures and limitations set forth in the Terms and Conditions and the Reservation Rules. Further, Operating Company reserves the right, in its discretion, to make certain Affiliated Resorts or deposited Use Rights only available to certain classes of membership. Additionally, owners of certain classes of memberships may also be limited in their ability to reserve Other Redemption Opportunities. There are no guarantees of fulfillment of specific Exchange Requests. The longer a Member waits to make an

Exchange Request, the more likely it is that the opportunities to reserve a Use Period in the available Accommodations or the requested Other Redemption Opportunity will not meet the Member's desires. Since the ability to make a reservation depends on availability of desired Use Periods in Accommodations or the requested Other Redemption Opportunity and the timely action by the Member, Operating Company cannot guarantee that a Member will always be able to make a reservation of his or her choice. However, Operating Company intends to be able to manage the inventory of the Exchange Pool in such a manner so as to maximize Member satisfaction as a whole.

Operating Company reserves the right to change, alter, modify, add to or delete from the information provided by the Disclosure Guide, the terms and conditions of Exchange Program Documents and the form of the Membership Documents from time to time. Operating Company also reserves the right to add and remove resorts and other facilities to and from the list of Affiliated Resorts. All such changes will be effective upon creation.

However, such changes will not be effective as to an existing Member until the membership has been informed of such changes by a website posting or similar communication by Operating Company, in its sole discretion. Any amended version of any Exchange Program Documents may be distributed to the Members by Operating Company by website posting, unless a Member makes a specific request in writing to have the Exchange Program Documents delivered in a paper form. In the event Operating Company elects to distribute changes to Exchange Program Documents to the Members using a website posting, Operating Company is not obligated to provide additional notice to the Members that such changes have been posted on the website. Operating Company will primarily inform membership of changes and amendments to exchange program documents as contemplated by this section by website posting; all members have the obligation to check the exchange program's website regularly for changes to any exchange program documents.

5. EXCHANGE PROGRAM DUES AND FEES

Each Member will be required to pay Exchange Program Dues consisting of an Annual Membership Fee, an Exchange Fee and Other Charges which shall be payable to Operating Company. Exchange Program Dues may be different for different classes of membership. Operating Company shall determine the Exchange Program Dues for each class of membership and may change the amount and payment requirements from time to time. Operating Company will inform each Member of the total amount of Exchange Program Dues which must be paid to remain in good standing and be entitled to participate in the Exchange Program and to make Exchange Requests in accordance with the procedure set forth in the Terms and Conditions and the Reservation Rules. Exchange Program Dues shall be set forth in the Exchange Program Dues Schedule provided in connection with the Membership Documents.

The Exchange Fee shall be payable by each Member on a per-exchange basis at the time an Exchange Request is made, to the extent determined by

Operating Company and in accordance with the Terms and Conditions and the Reservation Rules.

Operating Company may establish additional fees and may change the amount and terms of payment of all fees from time to time. Some such fees are established in the Terms and Conditions but Operating Company shall not be limited to implementing only such fees.

Participation in the Exchange Program shall be subject to the payment of an initial membership fee of \$69.00 in addition to any application fees, and in addition to the Exchange Program Dues for the year in which the membership commences. Such fee may vary from Member to Member and may be changed from time to time for any new Members that are to be enrolled. In the event that the initial membership fee is to be paid over time, Operating Company may reserve some or all of the benefits of the Exchange Program until such time as the initial membership fee has been paid in full. Operating Company may charge an additional initial enrollment fee and application fee in the event any previous Member desires to once again become a Member.

6. AFFILIATED RESORTS

The Destination Xchange Resort Directory, which is incorporated by this reference, will be provided as part of the Membership documents. The Destination Xchange Resort Directory will provide information regarding the Affiliated Resorts which qualify for participation in the Exchange Program. The most recent version of the Destination Xchange Resort Directory will be available on the website maintained by Operating Company. Affiliated Resorts which qualify for participation in the exchange membership program are subject to change.

RESORT	LOCATION & COUNTRY
ALPINE CLUB	ALPINE APARTMENT HOTEL, ALPINEWEG 142, 8971, ROHRMOOS / SCHLADMING, AUSTRIA
BALKAN JEWEL RESORT	AREA BETOLOVOTO, 2760, RAZLOG, BULGARIA
BAREFOOT'N RESORT	2754 FLORIDA PLAZA, KISSIMMEE, FL 34746, UNITED STATES
BELL ROCK INN	6246 STATE ROUTE 179, SEDONA, AZ 86351, UNITED STATES
BENT CREEK GOLF VILLAGE	3919 EAST PARKWAY, GATLINBURG, TN 37738, UNITED STATES
BROOME PARK GOLF AND COUNTRY CLUB	BARHAM, CANTERBURY, KENT, CT4 6QX, UNITED KINGDOM
BROOME PARK MANSION HOUSE	BARHAM, CANTERBURY, KENT, CT4 6QX, UNITED KINGDOM
BRYANS SPANISH COVE	13875 STATE ROAD 535, ORLANDO, FL 32821, UNITED STATES
CABO AZUL RESORT AND SPA	PASEO MALECON N/N, LOTE 11, COL. FONATUR, SAN JOSE DEL CABO, BCS, 23400, MEXICO

CANCÚN RESORT LAS VEGAS

8335 LAS VEGAS BOULEVARD SOUTH, LAS VEGAS, NV 89123, UNITED STATES

CEDAR BREAKS LODGE & SPA

223 HUNTER RIDGE DRIVE, BRIAN HEAD, UT 84719, UNITED STATES

CHARTER CLUB RESORT OF NAPLES BAY

1000 10TH AVENUE SOUTH, NAPLES, FL 34102, UNITED STATES

CALA BLANCA

CALLE ALBAICIN Nº 12 URBANIZACION COSTA TAURITO, 35138 MOGAN, GRAN CANARIA, CANARY ISLANDS, SPAIN

CLUB DEL CARMEN

CALLE NORUEGA Nº 2 PLAYA DE LOS POCILLOS, 35510 PUERTO DEL CARMEN, LANZAROTE, CANARY ISLANDS, SPAIN

CRESCENT RESORT ON SOUTH BEACH

1420 OCEAN DRIVE, MIAMI BEACH, FL 33139, UNITED STATES

CROMER COUNTRY CLUB

127 OVERSTRAND ROAD, CROMER, NORFOLK, NR27 0DJ, UNITED KINGDOM

CYPRESS POINTE RESORT

8651 TREASURE BAY LANE, ORLANDO, FL 32836, UNITED STATES

DANGAN LODGE COTTAGES

DANGAN, TULLA, IRELAND

DAYTONA BEACH REGENCY

400 NORTH ATLANTIC AVENUE, DAYTONA BEACH, FL 32118, UNITED STATES

DESERT ISLE OF PALM SPRINGS

2555 EAST PALM CANYON DRIVE, PALM SPRINGS, CA 92264, UNITED STATES

DESERT PARADISE RESORT

5165 SOUTH DECATUR BOULEVARD, LAS VEGAS, NV 89118, UNITED STATES

DIAMOND SUITES ON MALTA

EDEN PLACE, ST. GEORGE'S BAY, ST. JULIAN'S, STJ 3310, MALTA

DUNES VILLAGE RESORT

5200 NORTH OCEAN BOULEVARD, MYRTLE BEACH, SC 29577, UNITED STATES

EAST CLARE GOLF VILLAGE

COOLREAGH HOUSE, BODYKE, COUNTY CLARE, IRELAND

FAIRWAY FOREST RESORT

70 SAPPHERE VALLEY ROAD, SAPPHERE, NC 28774, UNITED STATES

FISHERMANS LODGE

MOUNTSHANNON ROAD, SCARRIFF, IRELAND

FLAMINGO BEACH RESORT

PELICAN KEY, SIMPSON BAY, 6 BILLY FOLLY ROAD, PHILLIPPSBURG, ST., MAARTEN, NETHERLAND ANTILLES

GRAND BEACH

8317 LAKE BRYAN BEACH BOULEVARD, ORLANDO, FL, 32821, UNITED STATES

GRANDE VILLAS RESORT

8651 TREASURE CAY LANE, ORLANDO, FL, 32836, UNITED STATES

GREENSPRINGS VACATION RESORT

3500 LUDWELL PARKWAY, WILLIAMSBURG, VA, 23188, UNITED STATES

ISLAND LINKS RESORT

1 COGGINS POINT ROAD, HILTON HEAD ISLAND, SC, 29928, UNITED STATES

JARDINES DEL SOL

URB. MONTANA ROJA S/N, PLAYA BLANCA, 35570 YAIZA, LANZAROTE, CANARY ISLANDS, SPAIN

KA'ANAPALI BEACH CLUB

104 KA'ANAPALI SHORES PLACE, MAUI, HI, 96761, UNITED STATES

KOHL'S RANCH LODGE

202 SOUTH KOHL'S RANCH LODGE ROAD, PAYSON, AZ 85541, UNITED STATES

LA RESIDENCE NORMANDE

40 BIS ROUTE D'AMFREVILLE SOUS LES MONTS, 27430, CONNELLES, FRANCE

LAKE TAHOE VACATION RESORT

901 SKI RUN BOULEVARD, SOUTH LAKE TAHOE, CA 96150, UNITED STATES

LE CLUB MOUGINS

CHEMIN DU VAL FLEURI, 06250, MOUGINS, FRANCE

LE MANOIR DES DEUX AMANTS

40 TER ROUTE D'AMFREVILLE SOUS LES MONTS, 27430, CONNELLES, FRANCE

LIKI TIKI VILLAGE

17777 BALI BOULEVARD, WINTER GARDEN , FL 34787, UNITED STATES

LONDON BRIDGE RESORT

1477 QUEENS DRIVE, LAKE HAVSU CITY, AZ 86403, UNITED STATES

LOS ABRIGADOS RESORT AND SPA

160 PORTAL LANE, SEDONA, AZ 86336, UNITED STATES

LOS AMIGOS BEACH CLUB

URB. PLAYAMARINA, CARRETERA DE CADIZ KM 204, 29647 MIJAS COSTA, MALAGA, SPAIN

MARQUIS VILLAS RESORT

140 SOUTH CALLE ENCILIA, PALM SPRINGS, CA 92262, UNITED STATES

MYSTIC DUNES RESORT AND GOLF CLUB

7600 MYSTIC DUNES LANE, CELEBRATION, FL 34747, UNITED STATES

ORBIT ONE VACATION VILLAS

2950 ENTRY POINT BOULEVARD, KISSIMMEE, FL 34741, UNITED STATES

PALAZZO CATALANI

VIA MONTECAVALLO, 26, 01038, SORIANO NEL CIMINO (VT), ITALY

PALM CANYON RESORT

2800 SOUTH PALM CANYON DRIVE, PALM SPRINGS, CA 92264, UNITED STATES

PARKWAY INTERNATIONAL RESORT

6200 SAFARI TRAIL, KISSIMMEE, FL 34747, UNITED STATES

PINE LAKE RESORT

DOCK ARCRES, CARNFORTH, LANCASHIRE, LA6 1JZ, UNITED KINGDOM

POLO TOWERS SUITES

3745 LAS VEGAS BOULEVARD SOUTH, LAS VEGAS, NV 89109, UNITED STATES

POLO TOWERS VILLAS

3745 LAS VEGAS BOULEVARD SOUTH, LAS VEGAS, NV 89110, UNITED STATES

POLYNESIAN ISLES - PHASE I & IV

3045 POLYNESIAN ISLES BOULEVARD, KISSIMMEE, FL 34746, UNITED STATES

PVC AT THE ROUNDHOUSE RESORT

5801 BUCKSPRINGS ROAD, PINETOP, AZ 85935, UNITED STATES

RANCHO MANANA RESORT

5720 EAST RANCHO MANANA BOULEVARD, CAVE CREEK, AZ 85331, UNITED STATES

RIVIERA BEACH AND SPA RESORT

34630 PACIFIC COAST HIGHWAY, CAPISTRANO BEACH, CA 92624, UNITED STATES

RIVIERA OAKS RESORT RACQUET CLUB

25382 PAPPAS ROAD, RAMONA, CA 92065, UNITED STATES

RIVIERA SHORES RESORT

34630 PACIFIC COAST HIGHWAY, CAPISTRANO BEACH, CA 92624, UNITED STATES

ROYAL DUNES

8 WIMBLEDON COURT, HILTON HEAD ISLAND, SC 29928, UNITED STATES

ROYAL OASIS CLUB AT PUEBLO QUINTA

AVENIDA GARCIA LORCA Nº 8, URB. PUEBLO QUINTA, FASE 2, 29630 BENALMADENA COSTA, MALAGA, SPAIN

ROYAL PALM BEACH RESORT

115 WELFARE ROAD, PHILLIPPSBURG, ST. MAARTEN, NETHERLAND ANTILLES

ROYAL REGENCY

69/71 RUE DEFRANCE, 94300, VINCENNES, FRANCE

ROYAL SUNSET BEACH CLUB

CALLE LONDRES NUMERO 6, PLAYA FANABE, 38660 COSTA ADEJE, TENERIFE, CANARY ISLANDS, SPAIN

ROYAL TENERIFE COUNTRY CLUB

COMPLEJO SAN ANDRES, CALLES SAN ANDRES, GOLF DEL SUR, 38620 SAN MIGUEL DE ABONA, TENERIFE, CANARY ISLANDS, SPAIN

SAHARA SUNSET CLUB

AVENIDA ROCIO JURADO S/N, 29630 BENALMADENA COSTA, MALAGA, SPAIN

SAN LUIS BAY INN

3254 AVILA BEACH DRIVE, AVILA BEACH, CA 93424, UNITED STATES

SANTA BARBARA GOLF OCEAN CLUB

AVD. DEL ATLANTICO, URB. GOLF DEL SUR, 38620 SAN MIGUEL DE ABONA, TENERIFE, CANARY ISLANDS, SPAIN

SCOTTSDALE CAMELBACK RESORT

6302 EAST CAMELBACK ROAD, SCOTTSDALE, AZ 85251, UNITED STATES

SCOTTSDALE LINKS RESORT

16858 NORTH PERIMETER ROAD, SCOTTSDALE, AZ 85260, UNITED STATES

SCOTTSDALE VILLA MIRAGE

7887 EAST PRINCESS BOULEVARD, SCOTTSDALE, AZ 85255, UNITED STATES

SEA OF CORTEZ BEACH CLUB

PASEO MAR BERMEJO PARCELA, NORTE NO 4 INTERIOR 5 LOS ALGODONES, SAN CARLOS, SONORA, 85506, MEXICO

SEDONA SPRINGS RESORT

55 NORTHVIEW ROAD, SEDONA, AZ 86336, UNITED STATES

SEDONA SUMMIT

4055 NAVOTI DRIVE, SEDONA, AZ 86336, UNITED STATES

SUNSET BAY CLUB

CALLE ANTONIO NAVARRO Nº 1, URB. TORVISCAS BAJO, PLAYA DE LAS AMERICAS, 38660 ADEJE, TENERIFE, CANARY ISLANDS, SPAIN

SUNSET HARBOUR CLUB

CALLE VALENCIA Nº 1, URB. PUEBLO TORVISCAS 38660, COSTA ADEJE TENERIFE, CANARY ISLANDS, SPAIN

SUNSET VIEW CLUB

CALLE SAN BLAS S/N, GOLF DEL SUR, 38639 SAN MIGUEL DE ABONA, TENERIFE, CANARY ISLANDS, SPAIN

TAHOE BEACH AND SKI CLUB

3601 LAKE TAHOE BOULEVARD, SOUTH LAKE TAHOE, CA 96150, UNITED STATES

TAHOE SEASONS RESORT

3901 SADDLE ROAD, SOUTH LAKE TAHOE, CA 96151, UNITED STATES

TETON CLUB

3340 WEST CODY LANE, TETON VILLAGE, WY 83025, UNITED STATES

THE CARRIAGE HOUSE

105 EAST HARMON AVENUE, LAS VEGAS, NV 89109, UNITED STATES

THE COVE ON ORMOND BEACH

145 SOUTH ATLANTIC AVENUE, ORMOND BEACH, FL 32176, UNITED STATES

THE HISTORIC CRAGS LODGE

300 RIVERSIDE DRIVE, ESTES PARK, CO 80517, UNITED STATES

THE HISTORIC POWHATAN RESORT

3601 IRONBOUND ROAD, WILLIAMSBURG, VA 23188, UNITED STATES

THE KENMORE CLUB

KENMORE BY ABERFELDY, PERTHSHIRE, PH15 2HH, SCOTLAND

THE POINT AT POIPU

1613 PE'E ROAD, KOLOA, KAUAI, HI 96756, UNITED STATES

THE RIDGE ON SEDONA GOLF RESORT

55 SUNRIDGE CIRCLE, SEDONA, AZ 86351, UNITED STATES

THE RIDGE POINTE

455 TRAMWAY DRIVE, STATELINE, NV 89449, UNITED STATES

THE ROUNDHOUSE RESORT

5829 BUCKSPRINGS ROAD, PINETOP, AZ 85935, UNITED STATES

THE SUITES AT FALL CREEK

1 FALL CREEK DRIVE, BRANSON, MO 65616, UNITED STATES

THURNHAM HALL

THURNHAM, NR. LANCASTER, LANCASHIRE, LA2 0DT, UNITED KINGDOM

VARSITY CLUBS OF AMERICA-SOUTH BEND

3800 NORTH MAIN STREET, MISHAWAKA, IN 46545, UNITED STATES

VARSITY CLUBS OF AMERICA-TUCSON

3855 EAST SPEEDWAY BOULEVARD, TUSCON, AZ 85716, UNITED STATES

VILAR DO GOLF

QUINTA DO LAGO, 8135-903, ALMANCIL, ALGARVE, PORTUGAL

VILLAGE HEIGHTS GOLF RESORT

P.O. BOX 183, HERSONISSOS, 700 14, CRETE, GREECE

VILLAS AT POCO DIABLO

1752 HIGHWAY 179, SEDONA, AZ 86336, UNITED STATES

VILLAS DE SANTA FE

400 GRIFFIN STREET, SANTA FE, NM 87501, UNITED STATES

VILLAS OF SEDONA

120 KALLOF PLACE, SEDONA, AZ 86336, UNITED STATES

WHITE SANDS BEACH CLUB

VIA RONDA ZH3, ARENAL D'EN CASTELL, 07740 ES MERCADAL, MENORCA, BALEARIC ISLANDS, SPAIN

WOODFORD BRIDGE COUNTRY CLUB

MILTON DAMEREL, NR. HOLSWORTHY, DEVON, EX22 7LL, UNITED KINGDOM

WYCHNOR PARK COUNTRY CLUB

NR. BARTON UNDER NEEDWOOD, BURTON ON TRENT, STAFFORDSHIRE, DE13 8BU, UNITED KINGDOM

Operating Company anticipates that the number of Members currently reported may increase or decrease, as the case may be, as additional memberships in the Exchange Program are sold, additional Accommodations become available, or those currently available become unavailable by virtue of discontinued affiliation or any other reason. Operating Company intends to manage the Exchange Pool utilizing systems and experience which will enable an efficient balancing of demand for available Accommodations. Reference should be made to the Terms and Conditions and the Reservation Rules for the procedures for making Exchange Requests including the priorities, limitations and restrictions applicable to each Member. Operating Company has the prerogative to utilize unreserved Use Periods in Accommodations for any lawful purpose as provided in the Terms and Conditions. Revenues or other benefits resulting from such usage shall belong exclusively to Operating Company and shall in no way inure to the benefit of any Members.

7. ANNUAL REPORT

Before June 1st of each year (the "Audit Date"), an independent audit of the following Exchange Program information will be performed for the previous calendar year, and when completed, will be made available to the membership by a notice, newsletter or similar communication or website posting by Operating Company:

- The number of Members enrolled in the Exchange Program as of December 31st of the prior year. Unless otherwise indicated in the audit, all Members have paid for their membership.
- The number of Accommodations, facilities and timeshare plans in the Exchange Program as of December 31st of the prior year. The audit will indicate whether the Affiliation Agreement was entered into by the developer or the association of the resort or whether the Accommodations, facilities and timeshare plans are affiliated by virtue of affiliation on a Member by Member basis.
- THE NUMBER OF EXCHANGE REQUESTS MADE AND CONFIRMED BY THE EXCHANGE PROGRAM DURING THE PREVIOUS CALENDAR YEAR. SUCH PERCENTAGE DOES NOT INDICATE A MEMBER'S PROBABILITIES OF BEING CONFIRMED TO ANY SPECIFIC CHOICE OR RANGE OF CHOICES, SINCE AVAILABILITY AT INDIVIDUAL LOCATIONS MAY VARY.
- The number of Use Periods for which the Exchange Program has an outstanding obligation to provide an exchange to a Member who has deposited his or her Use Rights to Exchange Program during the calendar year the deposit request was made in exchange for the right to reserve a Use Period in any future year.
- The percentage of confirmed Exchange Requests, if reported, would only be the summary of the Exchange Requests properly applied for in the year reported, and such percentage should not be relied upon to indicate the probabilities of a Member being confirmed to any specific choice or range of choices.

8. OTHER BENEFITS, SERVICES AND OPPORTUNITIES

Operating Company may arrange additional exchange opportunities with one or more External Exchange Companies that would enable Members to make an Exchange Request with respect to resorts other than Affiliated Resorts. In certain situations, Operating Company has the right to require a Member to utilize the "Deposit First" exchange method if Operating Company determines in its sole discretion that this is necessary for the efficient management of the Exchange Pool. An owner of a Qualifying Interest at an Affiliated Resort who does not become a Member of the Exchange Program is not prevented from enrolling in the exchange program of such External Exchange Company pursuant to an affiliation arrangement that the Association, the resort developer or the Operating Company has concluded with such External Exchange Company.

Operating Company may, in its sole discretion, make Other Redemption Opportunities available from time to time in the Exchange Pool and obtain said Other Redemption Opportunities from Third Parties. Operating Company shall not be required to make any such Other Redemption Opportunities available, but may do so to further the efficient management of the Exchange Pool. Only the Exchange Program provided by Operating Company is regulated by the Florida Department of Business and Professional Regulation.

Such additional exchange privileges or Other Redemption Opportunities will be available to Members in accordance with the terms of the arrangements made by Operating Company. Fees associated with such additional privileges or benefits may be included in Exchange Program Dues charged to Members as determined by Operating Company. Other than the Exchange Program, Operating Company is not obligated to provide any additional exchange opportunities or provide any Other Redemption Opportunities.

Operating Company also reserves the right to offer Members varying benefits, services and opportunities with respect to each Tier Code, which benefits, services and opportunities may be modified, expanded or deleted at any time in Operating Company's sole and absolute discretion.

DESTINATION XCHANGE PROGRAM TERMS AND CONDITIONS

2017

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These Destination Xchange Program Terms and Conditions (the “Terms and Conditions”) have been adopted by DestinationXchange, LLC, a Delaware limited liability company (“Operating Company”), the company that established the Destination Xchange program (the “Exchange Program”). These Terms and Conditions govern the operation of the Exchange Program and provide for the rights, privileges, priorities, limitations and restrictions for use of the Exchange Program.

1. DEFINITIONS

As used herein, the following capitalized terms shall have the following meanings:

1.1 “Accommodation”

means the physical space in an apartment, condominium, home, townhome or cooperative unit, cabin, lodge or hotel or motel room, or any other private or commercial structure or facility, whether or not permanently affixed to real property, including a cabin on a cruise ship, yacht, or other similar vessel or a houseboat or a motor home, available for use or occupancy by one or more individuals and made available to the Exchange Program through an Affiliation Agreement.

1.2 “Affiliated Managed Resort”

means an Affiliated Resort that is managed by an affiliate of Operating Company.

1.3 “Affiliated Resort”

means a timeshare plan, resort accommodation or other facility containing one or more Qualifying Interests which has become affiliated with the Exchange Program from time to time on a direct basis pursuant to an Affiliation Agreement or pursuant to any other agreement or arrangement approved by Operating Company designating such resort or other facility as an “Affiliated Resort.”

1.4 “Affiliation Agreement”

means one or more written contracts between Operating Company and the developer or the managing entity, Association or other governing entity of a resort or other facility, single-site timeshare plan, a multi-location timeshare plan or travel, leisure or vacation-related products pursuant to which the same becomes an Affiliated Resort or an Other Redemption Opportunity and purchasers and owners of Qualifying Interests become eligible to join the Exchange Program.

1.5 “Annual Membership Fee”

means that portion of the Exchange Program Dues consisting of the annual fee that must be paid by every Member as described in Article 6 of these Terms and Conditions.

1.6 “Association”

means an underlying condominium, townhome, master, timeshare or community property owners’ association or other entity which is the official governing entity of an Affiliated Resort.

1.7 “Association Fee”

means any fee a Member is obligated to pay to the Member’s Association by virtue of such Member’s ownership of a Qualifying Interest, including without limitation, recreational, maintenance and reserve fees, special assessments and ad valorem taxes.

1.8 “Co-Owner”

means an individual authorized by a Primary Member to make Exchange Requests

1.9 “Declaration”

means the declaration of condominium, the declaration of covenants, conditions and restrictions, deed of trust or any similar instrument applicable to a specific Affiliated Resort or Other Redemption Opportunity by which the Qualifying Interests associated with such Affiliated Resort or Other Redemption Opportunity are encumbered or the residential or timeshare regime or other use or ownership regime of is established and governed.

1.10 “Deposit First”

means a method of Exchange Request hereby Member deposits a Qualifying Interest prior to making a reservation request.

1.11 “Exchange Fee”

means that portion of the Exchange Program Dues described in Article 6 of these Terms and Conditions which a Member may be required to pay in addition to the Annual Membership Fee and the Other Charges.

1.12 “Exchange Pool”

means the aggregation of all of the Use Rights and Other Redemption Opportunities which Operating Company has accumulated, classified, has available, or has access to facilitate the completion of exchanges requested by Members and to facilitate the satisfaction of other obligations of Operating Company to Members.

1.13 “Exchange Program”

means the Destination Xchange program which provides vacation, travel, exchange and other leisure benefits to its Members, and which is governed by these Terms and Conditions.

1.14 “Exchange Program Documents”

means those agreements and other documents governing the use and operation of the Exchange Program, including, but not limited to, these Terms and Conditions, each Affiliation Agreement, the Membership Documents, the Member Operating Manual, and any other agreements or documents utilized from time to time to establish, operate or describe the Exchange Program or to make Accommodations or Other Redemption Opportunities available to the Members, as such agreements and documents may be entered into, promulgated or amended, from time to time in Operating Company’s sole discretion.

1.15 “Exchange Program Dues”

means those fees which each Member is required to pay in order to remain in good standing pursuant to these Terms and Conditions and the Membership Documents are comprised of the Annual Membership Fee, the Exchange Fee and the Other Charges.

1.16 “Exchange Program Membership Agreement”

means any document executed by Operating Company that bestows membership on the purchaser or owner of a Qualifying Interest.

1.17 “Exchange Request”

means a Deposit First or Request First request to Operating Company made by or on behalf of a Member (by the Primary Member or a Co-Owner) for the use of Accommodations at an Affiliated Resort or Other Redemption Opportunities in exchange for relinquishing the Member’s Use Rights relating to his or her Qualified Interest to the Exchange Program. The Member’s applicable Use Rights are not relinquished until an exchange is confirmed by Operating Company.

1.18 “External Exchange Program”

means any Person providing external exchange services to the Members of the Exchange Program whether the arrangements are concluded by Operating Company or through private contact between the Member and such Person.

1.19 “Guest Certificate”

means a certificate issued by Operating Company at the request of the Primary Member for use of an Accommodation or Other Redemption Opportunity for a guest not staying with the Primary Member or a Co-Member.

1.20 “Home Resort”

means the Affiliated Resort in which a Member owns a Qualifying Interest.

1.21 “Member”

means any Person who is entitled to the benefits of membership in the Exchange Program by reason of being the owner of a Qualifying Interest in an Affiliated Resort and having completed the relevant Exchange Program Membership Agreement or such other documentation as Operating Company requires and all other types or classifications of membership established by Operating Company from time to time in its discretion.

1.22 “Member Operating Manual”

means the manual describing how the Exchange Program is operated, as revised from time to time by Operating Company in its discretion.

1.23 “Membership Documents”

means the Exchange Program Membership Agreement, Destination Xchange Disclosure Guide, these Terms and Conditions, the Reservation Rules, and Statement of Key Operating Statistics, or such other agreements or documents which grant or govern specific membership rights.

1.24 “Operating Company”

means DestinationXchange, LLC, a Delaware limited liability company, or one of its affiliates, their successors and assigns.

1.25 “Other Charges”

means that portion of the Exchange Program Dues described in Article 6 of these Terms and Conditions which a Member may be required to pay other than the Annual Membership Fee and the Exchange Fee.

1.26 “Other Redemption Opportunity”

means anything made available for Members, other than Accommodations, in exchange for the Use Rights associated with a Member’s Qualifying Interest. These may include, but are not limited to, travel, leisure or vacation related products or benefits.

1.27 “Person”

means an individual, a corporation, a partnership, a trust, a limited liability company, a limited liability partnership or any other form of organization recognized by applicable law.

1.28 “Exchange Program Dues Schedule”

means the dues schedule which sets forth the dollar amounts of the Exchange Program Dues.

1.29 “Primary Member”

means the individual who is authorized to exercise all rights of a particular membership. Members must designate a Primary Member by notifying Operating Company by written authorization signed by all individual Members associated with a membership or by an authorized representative of the business entity for membership’s held by a corporate entity. Operating Company may charge an administrative fee, as Operating Company may determine from time to time, to change a Primary Member designation.

1.30 “Qualifying Interest”

means an interest in an Affiliated Resort or in some other program or system entitling the owner to the use or occupancy of an Accommodation or to obtain an Other Redemption Opportunity, or such interest as Operating Company may choose to accept in connection with bestowing membership on the owner or holder thereof from time to time in accordance with the provisions of these Terms and Conditions.

1.31 “Relative Value”

means the concept whereby Operating Company balances the supply of and demand for the Use Rights relinquished by a Member to the Exchange Program.

1.32 “Reservation Rules”

means the rules describing the procedures regarding Member exchanges with respect to Qualifying Interests, as revised from time to time by Operating Company in its discretion.

1.33 “Resort Manager”

means the managing entity contractually responsible for the operation of an Affiliated Resort.

1.34 “Resorts Directory”

means any published or posted listing of Accommodations or Other Redemption Opportunities made available through the Exchange Program and, among other information, providing the Tier Code assigned to various Use Periods in such Accommodations or to obtain such Other Redemption Opportunities.

1.35 “Request First”

means a method of Exchange Request hereby Member requests a reservation prior to depositing a Qualifying Interest.

1.36 “Terms and Conditions”

means these Terms and Conditions, which set forth the terms, restrictions and conditions of the Exchange Program, as well as the obligations of Members, as the same may be amended from time to time by Operating Company in its discretion.

1.37 “Third Party”

means any Person other than Operating Company who is not a Member, including without limitation those who make Other Redemption Opportunities available to the Members through the Exchange Pool.

1.38 “Tier Code”

means the color assigned by the Operating Company, in accordance with the Reservation Rules, to the Use Rights associated with each Member’s Qualifying Interest at each Affiliated Resort. The current Tier Codes are designated as follows: DX Tier 1, DX Tier 2, DX Tier 3, DX Tier 4, DX Tier 5, and DX Tier 6.

1.39 “Use Period”

means the period of time during which a Member has the right to use and occupy an Accommodation.

1.40 “Use Rights”

means those rights a Member or Operating Company has to use or occupy an Accommodation or to obtain an Other Redemption Opportunity, which rights are, in the case of each Member, attributable to his or her Qualifying Interest, in accordance with the Declaration of the respective Affiliated Resort or Other Redemption Opportunity, together with any associated rights, if applicable.

1.41 “Use Year”

means a calendar year or other period established by Operating Company for each membership type during which a Member may deposit the Use Rights associated with the Member’s Qualifying Interest for inclusion in the Exchange Pool in accordance with these Terms and Conditions. The period established as the Use Year may vary for different membership types and may vary from the period set in a given Member’s Home Resort’s governing

documents for the use or redemption of his or her Use Rights relating to his or her Qualifying Interest.

2. THE EXCHANGE PROGRAM OPERATIONS

2.1 Confirmation of the Establishment of the Exchange Program

Operating Company hereby reaffirms its establishment of the Exchange Program for the purpose of providing owners of Qualifying Interests with the opportunity to obtain membership in the Exchange Program and vacation, Other Redemption Opportunities, travel, exchange and other leisure benefits. The Exchange Program is not a corporation, legal entity or association of any kind. Instead, the Exchange Program is the service name given to the variety of exchange, reservation and use services and related benefits offered from time to time by Operating Company, together with such additional services as Operating Company may arrange through additional agreements with other service providers.

2.2 Commencement of Operations

The Exchange Program is operated and managed by Operating Company pursuant to the terms and provisions of these Terms and Conditions and the other Exchange Program Documents. Operating Company is expressly authorized to take any and all action as it deems appropriate to operate the Exchange Program, including without limitation, the affiliation of Affiliated Resorts, entering into relationships with the providers of Other Redemption Opportunities, admission of Members and the implementation of all exchange management systems. Operating Company reserves the right to sell computer and any and all other services to the Affiliated Resorts, and other resorts and facilities and to operate reservation and other management systems as a separate commercial enterprise.

3. MEMBERSHIP

3.1 Membership Eligibility

A purchaser becomes eligible to join the Exchange Program upon entering into a contract to purchase, or previously having purchased, a Qualifying Interest from an affiliate of Operating Company, or from any developer approved or permitted by Operating Company and meeting the other requirements of membership, including, but not limited to, the payment of all fees and dues, or as otherwise approved or permitted by Operating Company. Other owners of Qualifying Interests may, in the sole discretion of Operating Company, be deemed to be eligible for membership in the Exchange Program. Operating Company is not the developer or seller of any Qualifying Interests. The developer and the Association of an Affiliated Resort are also eligible to become a Member as provided below in this Section with respect to such developer's or the Association's unsold inventory of Qualifying Interests. Other categories or classifications of membership may be created and utilized by Operating Company from time to time. Unless a particular Affiliation Agreement provides otherwise, Operating Company may require any eligible person who wishes to join the Exchange Program

to complete the Membership Documents appropriate for the membership being sought and may require the payment of an initial membership fee, application fee and other fees as may be determined by Operating Company from time to time. The Members will have access through the reservation system operated pursuant to these Terms and Conditions to the Use Rights attributable to the Qualifying Interests deposited or otherwise made available to Operating Company. Each Member relinquishes the Use Rights associated with the Member's Qualifying Interest in a given Use Year once the Use Rights attributable in such Use Year have been deposited or made available to the Exchange Program.

The Membership Documents are separate from the Member's contract with the developer or seller regarding the purchase of the Qualifying Interest. The Exchange Program is also separate and distinct from the local system or means by which use and occupancy at an Affiliated Resort is allocated among owners pursuant to the applicable Declaration.

The developer of any participating Affiliated Resort, as well as the Association for any participating Affiliated Managed Resort, shall be granted a special status of membership, enabling the Use Rights attributable to blocks of developer or Association-owned Qualifying Interests to be made available to the Exchange Program for the benefit of Members, including allowing some preemptory reservation selection privilege for Use Periods in exchange for such Use Rights. Such selection will be carefully monitored by Operating Company to reasonably ensure that the value of the Use Rights made available and the Use Periods selected in this manner are balanced in value and enhance the satisfaction level of the Members as a whole.

3.2 Basis of Membership

The terms under which any Member participates in the Exchange Program shall be established in the relevant Membership Documents. Membership in the Exchange Program is not a prerequisite to owning a Qualifying Interest in an Affiliated Resort. No purchaser or owner of a Qualifying Interest in an Affiliated Resort shall become a Member of the Exchange Program automatically, merely by purchasing or owning such Qualifying Interest. The basis of participation in each specific instance shall be governed by the terms of the relevant Affiliation Agreement or such other agreement by which a resort becomes affiliated with the Exchange Program and any other associated Membership Documents. Membership requires the timely payment of Exchange Program Dues and is further governed by the terms and provisions of these Terms and Conditions, the Membership Documents and other Exchange Program Documents. Unless the relevant Membership Documents provide otherwise, Membership will be automatically renewed for each eligible Use Year so long as the Member receives a notice from Operating Company no less than 30 days and no more than 60 days prior to the date of renewal informing the Member of the right to terminate at any time prior to the date of the automatic renewal.

3.3 Membership Status

The rights of membership for a Member shall be available only so long as the Exchange Program exists, the Member satisfies all membership requirements and is in good standing, both in the Exchange Program and at his or her Affiliated Resort, and the Member owns at least one Qualifying Interest at an Affiliated Resort. Therefore, in the event that affiliation with an Affiliated Resort is terminated for any reason, the Members whose memberships are based upon Qualifying Interests at such Affiliated Resort will no longer be able to continue membership in the Exchange Program, unless such a Member also has another Qualifying Interest in a different Affiliated Resort.

Membership in the Exchange Program shall not be deemed to be included in the ownership of any Qualifying Interest owned. Membership shall not be an interest in real property and shall not constitute any proprietary, voting or other right in or to the Exchange Program other than the membership rights set forth in these Terms and Conditions. No Member shall have any right to any of the assets of the Exchange Program or Operating Company either while a Member or upon termination. No refunds of initial membership fees, or any other Exchange Program Dues or fees shall be paid to a terminating Member unless otherwise required by law. A Member's membership shall automatically renew periodically during the term of the Exchange Program, in accordance with Section 3.2.

All taxes of any nature levied, charged or due with regard to membership, the payment of Exchange Program Dues and other fees shall be the liability of the respective Member.

3.4 Member Acts

No Member shall have the authority to contract for or in the name of the Exchange Program, Operating Company or any other Member or to bind in any way the Exchange Program, Operating Company, or any other Member.

3.5 Non-Transferability of Membership

Unless the relevant Membership Documents provide otherwise, membership in the Exchange Program shall be personal to the Member and may not be voluntarily or involuntarily assigned or conveyed regardless of whether the purported assignment or conveyance is to the successor in interest to such Member's Qualifying Interest. A Member who no longer owns any Qualifying Interest at any Affiliated Resort will no longer be a Member. Any existing reservations will be cancelled. Operating Company shall not recognize any assignee or transferee with respect to any membership rights which would have been recognized with respect to the assignor/transferee Member. The new owner of a Qualifying Interest previously subject to these Terms and Conditions will not automatically become a Member, but must apply for membership as a new Member. Accordingly, said new owner must be approved by Operating Company and must satisfy any other eligibility requirements, as established by Operating Company from time to time, which may include a requirement to execute independent Membership Documents and pay the then current initial membership fees, application fees and other

fees as may be established by Operating Company. Policy exceptions to this non-transferability rule may be established on a case-by-case basis by Operating Company, who may charge an administrative fee with respect to each instance that an exception is implemented.

3.6 Membership Name

For each membership, there shall be only one Primary Member who shall be an individual and who shall have the right to exercise all membership rights except as provided in this Section. Operating Company, in its sole discretion, may permit the purchasers of more than one Qualifying Interest to aggregate those Qualifying Interests into one membership. An individual may be the Primary Member with respect to more than one Qualifying Interest. The Primary Member for each membership shall be identified in the respective Membership Documents.

If ownership of a Qualifying Interest is held by multiple individuals, or in other legal forms, such as a corporation, partnership, limited liability company, or trust, then such owners must identify one individual as the Primary Member to exercise the membership rights with respect to such Qualifying Interest. The Primary Member shall be initially identified in the Membership Documents but may be changed subsequently by separate written documents. The Primary Member may identify in the Membership Documents or later by separate written documents the names of not more than three additional Co-Owners from whom Operating Company may take direction in connection with making reservations and exercising other membership rights. Operating Company may charge an administrative fee for each time it is requested to establish or change such designations after the execution of the Membership Documents. In the event of a dispute or contradictory directions from one or more Co-Owners, the directions of the Primary Member shall be final.

3.7 No Resale, Lease or Rental Assistance

Operating Company has no obligation to assist a Member with the resale, lease or rental of his or her Qualifying Interest.

3.8 Personal Use

Joining the Exchange Program should not be done for investment purposes, financial gain or for commercial use, but for the sole purpose of personal use and enjoyment.

3.9 Suspension of Membership

In the event of the following occurrences, Operating Company may suspend all membership rights of a Member until the reason for suspension has been removed or said membership is terminated:

- (a) Upon a breach of any provision of these Terms and Conditions by a Member, including, but not limited to, failure to pay in a timely manner any and all Exchange Program Dues and any other fees which may be charged by Operating Company from time to time in accordance with the provisions of these Terms and Conditions or a breach of the

restrictions on Member Rentals in accordance with the Reservation Rules; or

- (b) Upon the failure of a Member to pay his or her Association Fees in a timely fashion; or
- (c) Upon the failure of a Member to make timely payments relating to any mortgage, security agreement or purchase contract obligation pertaining to the Qualifying Interest of such Member which forms the basis for his or her membership in the Exchange Program; or
- (d) Upon the determination by Operating Company that the Member's conduct constitutes conduct unbecoming of a Member of the Exchange Program. The decision of Operating Company shall be final. Examples of unbecoming conduct may include, but shall not be limited to, criminal behavior or threats and verbal abuse. A suspension under this Section 3.9(d) shall normally be for a minimum of one year. Certain serious acts may also result in termination of membership with no option to reinstate. Operating Company may also recommend to the Affiliated Resort in which the suspended Member owns a Qualifying Interest that it take appropriate disciplinary action against the suspended Member; or
- (e) Upon the occurrence of an event of a loss or casualty or upon the taking by eminent domain, making Accommodations in the Affiliated Resort to which a Member's Qualifying Interest relates unavailable. The suspension shall remain in effect while the decision to rebuild is being made by the Resort Manager or other appropriate entity and while reconstruction or repair is in progress. Under such circumstances, when the unavailable Accommodations again become available for occupancy, the membership privileges of those Members whose privileges had been temporarily suspended will be reinstated without reinstatement fees or new initial membership fees.

Operating Company also reserves the right to suspend the membership rights of a Member for such other reasons as Operating Company, in its sole discretion, determines to be in the best interests of the Exchange Program.

Except where required by law, Operating Company is under no obligation to give any notice to the Member whose membership rights have been suspended of the occurrence of the event causing such suspension or that his or her membership rights have been suspended.

During a suspension of membership rights, such Member may not make any Exchange Requests, and Operating Company may cancel any confirmed exchanges previously made by such Member for any Use Year during which the suspension applies. A Member subject to suspension may be reinstated by Operating Company upon the full correction of the defects or unbecoming conduct causing suspension, including but not limited to, the payment of all accrued interest and late fees to Operating Company, as well as to the Association, and any reinstatement fee charged by Operating Company.

When suspension has occurred due to failure of such Member to pay Exchange Program Dues or other fees or amounts due Operating Company, partial payment of the full amount due will not cause reinstatement. However, the funds received from a Member in partial payment shall be allocated by Operating Company as it may determine, and in the absence of such determination, as follows: first to satisfy any outstanding Exchange Fee, then the unpaid Annual Membership Fee, then unpaid Other Charges, then interest due, then any late fees due, and lastly a reinstatement fee.

The suspension of membership rights will be followed by reinstatement or by termination in accordance with Section 3.10.

3.10 Termination of Membership in The Exchange Program

In the event of one or more of the following occurrences, the applicable Member's membership in the Exchange Program shall automatically terminate, effective as of the applicable date indicated below:

- (a) Upon the date of the voluntary or involuntary assignment or conveyance of ownership of such Member's Qualifying Interest whether by action of the owner or by operation of law or through foreclosure or other enforcement of lien rights or security interests, unless such transaction was subject to exceptions adopted by Operating Company in its sole discretion;
- (b) Upon the date of termination of the Affiliation Agreement with respect to the Affiliated Resort in which such Member had his or her Qualifying Interest;
- (c) Upon the date of the decision by the Resort Manager of an Affiliated Resort to eliminate or terminate such Member's Qualifying Interest as the result of a fire or other casualty or taking by eminent domain which results in the elimination of one or more Accommodations from such Affiliated Resort, all in accordance with the applicable Declaration;
- (d) Upon the date of termination of a Qualifying Interest, if such Qualifying Interest was the only basis for such Member's membership in the Exchange Program;
- (e) Upon the date of termination of the Exchange Program;
- (f) Upon the expiration of thirty (30) days (or such longer period of time determined by Operating Company) following the date written notification (which notification may be included in a notice of termination of the underlying Qualifying Interest) of suspension of membership rights has been provided to a Member where such Member has failed to cure or make acceptable arrangements to cure the reasons for such suspension; or
- (g) Upon the date of voluntary withdrawal of a Member or the Member's personal representative from the Exchange Program.

All Exchange Program Dues, including any prepaid Exchange Program Dues for future years, and any other fees due and owing by a terminating Member must be paid to the date of the membership termination, and there shall be no refund of any fees previously paid to Operating Company unless otherwise required by law. After the date of membership termination, such terminated Member shall not be entitled to enjoy the rights and benefits of the Exchange Program and the Use Rights associated with such terminating Member's Qualifying Interests that have been deposited in the Exchange Pool shall not be available to such Member. With respect to any eligible person who was previously a Member and desires to once again become a Member, Operating Company reserves the right to require said Member to complete a new set of Membership Documents appropriate for the membership being sought and may require the payment of an additional initial membership fee as determined by Operating Company from time to time. Notwithstanding the anything contained in this Section 3.10 to the contrary, where reasonable, as determined in Operating Company's sole discretion, any confirmed Exchange Requests for Members that had their membership in the Exchange Program terminated pursuant to Sections 3.10(b) will be honored if confirmed prior to the date the Membership is terminated.

4. EXCHANGE REQUEST METHOD

Operating Company has implemented a Request First and Deposit First exchange method. Notwithstanding the "Request First" exchange method offered by the Operating Company, Operating Company reserves the right to amend the Reservation Rules and these Terms and Conditions in Operating Company's sole and absolute discretion. The Reservation Rules sets forth the detailed exchange procedures, rules and regulations to which all Members are bound.

5. ACCOMMODATIONS AND OTHER REDEMPTION OPPORTUNITIES

5.1 General

Operating Company has established a network of Affiliated Resorts which are affiliated with the Exchange Program through Affiliation Agreements or such other agreements by which a resort becomes affiliated with the Exchange Program. Such Affiliated Resorts have been developed or managed by companies affiliated with Operating Company, or reviewed by Operating Company prior to affiliation with the Exchange Program, to assure standards of high quality and efficient management. Operating Company may affiliate other resorts or other properties as Affiliated Resorts if such resorts or properties demonstrate sufficiently high quality and efficient management. Operating Company is not obligated to affiliate any particular number of Affiliated Resorts.

5.2 Additional Memberships and Classes of Membership

There is no cap on the number of Members who can join the Exchange Program and Operating Company does not undertake to maintain any particular number of Members from time to time. The Exchange Program

will be managed in such a manner as to encourage additional memberships, which in turn will increase the Use Periods in Accommodations available in the Exchange Pool. The addition of more Members will increase the Use Periods in Accommodations available, but will also increase the number of persons attempting to utilize Accommodations. Operating Company may also establish additional types of memberships, including but not limited to tiering based on number of Qualifying Interests owned and other loyalty-based Member characteristics and limited memberships which only allow use of certain Affiliated Resorts. Operating Company reserves the right, in its discretion, to make certain Affiliated Resorts only available to certain classes of membership.

5.3 Other Redemption Opportunities

Operating Company may, in its sole discretion, from time to time make Other Redemption Opportunities available from time to time in the Exchange Pool and obtain said Other Redemption Opportunities from Third Parties. Operating Company shall not be required to make any such Other Redemption Opportunities available or continue to do so, but may do so to further the efficient management of the Exchange Pool. The cost of providing such Other Redemption Opportunities may be included in the Exchange Program Dues or as an additional reservation charge, as Operating Company may determine in its sole discretion.

5.4 Withdrawal of Accommodations

Operating Company may withdraw one or more Accommodations at an Affiliated Resort, or suspend or terminate the Affiliation Agreement with an Affiliated Resort under any one of the following conditions:

- (a) Failure of management of an Affiliated Resort to maintain sufficiently high standards of quality in the maintenance and operation, resulting in a consistent pattern of dissatisfaction of Members.
- (b) Destruction or condemnation of part or all of an Affiliated Resort, thus rendering such Affiliated Resort unsuitable for use by Members.
- (c) Termination of the Declaration or expiration of the leasehold or “right to use” interest relating to some or all of the Accommodations or amenities at an Affiliated Resort, thus rendering such Affiliated Resort unsuitable for use by Members.
- (d) Any other circumstances which might cause an Affiliated Resort or its Accommodations to become unavailable or unsuitable for Member use, such as the termination of an affiliation, bank deposit or block exchange agreement or any other factors which may be out of the Member’s control as Operating Company deems appropriate in its sole discretion.

In the event that Exchange Program is terminated, such event will result in the withdrawal of all Accommodations.

In the event of occurrence of any of the circumstances which results in the withdrawal of Accommodations, excluding termination of the Exchange

Program, Operating Company shall use commercially reasonable efforts to make available alternative Use Periods for Members whose reservations must be canceled, but Operating Company is under no obligation whatsoever to satisfy any specific request, nor to reimburse Members for expenses or inconvenience incurred in changing their vacation plans. Members whose Use Rights relate to Accommodations that have been withdrawn from the Exchange Program will be subject to suspension, and will be subject to conditions as outlined in Section 3.9.

6. EXCHANGE PROGRAM DUES AND OTHER FEES

6.1 Establishment of Exchange Program Dues

Each Member will be required to pay Exchange Program Dues consisting of an Annual Membership Fee, an Exchange Fee and Other Charges which shall be payable to Operating Company. The Annual Membership Fee shall be payable annually or at any other times that Operating Company in its absolute discretion deems appropriate. The Exchange Fee shall be payable at the time a Member makes an Exchange Request. Certain Members may also incur Other Charges. Exchange Program Dues may be different for different classes of membership. Operating Company shall determine the Exchange Program Dues for each class of membership and shall update the amount and payment on an annual basis or at such other time as Operating Company may deem appropriate in its sole discretion. Operating Company will inform each Member of the total amount of Exchange Program Dues which must be paid to remain in good standing and be entitled to participate in the Exchange Program in accordance with the procedure set forth in these Terms and Conditions. Exchange Program Dues shall be set forth in the Exchange Program Dues Schedule provided in connection with the Membership Documents.

6.2 Annual Membership Fee

An Annual Membership Fee must be paid by each Member, including Members that own biennial Qualifying Interests. The Annual Membership Fee shall be payable annually or at any other times that Operating Company in its absolute discretion deems appropriate and may vary by membership class. The amount of the Annual Membership Fee shall be established each year (or otherwise periodically) as determined by Operating Company and may be billed on a flat per-Member basis or any other method established by Operating Company. This Annual Membership Fee shall enable Operating Company to operate efficiently and, in the event that the Annual Membership Fee is insufficient, Operating Company shall be authorized to send additional or supplemental billings.

6.3 Exchange Fee

An Exchange Fee will be charged each time a Member makes an Exchange Request. The amount of the Exchange Fee shall be established each year (or otherwise periodically) as determined by Operating Company and may be billed on a flat per-exchange basis or any other method established by Operating Company. A Member who deposits the Use Rights associated with

more than one Qualifying Interest must pay a separate Exchange Fee with respect to each deposit of Use Rights.

6.4 Other Charges

Members may also be charged “Other Charges” at any time, either separately or as part of the Exchange Program Dues. These fees will cover any expenses associated with the operation of the Exchange Program which are not covered in the Annual Membership Fee or the Exchange Fee. Such expenses may include, but shall not be limited to:

- (a) Obligations incurred by Operating Company in providing Other Redemption Opportunities for the Exchange Pool as contemplated in Section 5.3 of these Terms and Conditions;
- (b) Costs which arise in connection with specific administrative functions requested by a Member or resulting from the actions or inaction of a Member;
- (c) Costs arising from offering other vacation, travel and leisure benefits to Members not provided for by separate fees charged to the users of such other specific benefits; and

In certain instances upon check-in to an Affiliated Resort, additional taxes, surcharges, and fees may be required to be paid as a condition of stay in accordance with applicable local, county, state or other governmental mandates. Such taxes, surcharges, and fees shall be the Member’s responsibility for payment in accordance with such jurisdictional laws.

Operating Company may establish additional fees and may change the amount and terms of all fees from time to time. Some such fees are established in these Terms and Conditions, but Operating Company shall not be limited to implementing only such fees.

6.5 Payment of Exchange Program Dues and Interest

Each Member shall pay all Exchange Program Dues by the due date as established by Operating Company. Failure to pay such Exchange Program Dues as required shall obligate the Member to pay interest on the unpaid amount, from the date due until paid at a rate not to exceed the highest annual rate of interest allowed by applicable law, and a late fee as may be determined by Operating Company from time to time. A Member who has failed to pay the Exchange Program Dues in a timely manner shall also be subject to having his or her membership rights suspended pursuant to Section 3.9 of these Terms and Conditions.

6.6 Initial Membership Fee

Operating Company may establish an initial membership fee and an application fee for each class of membership which Operating Company may charge the respective Members upon applying for membership status, whether initially or with respect to a reinstatement of a terminated membership. Such fee may be adjusted from time to time and may be waived by Operating Company. Such fee, once paid or waived, shall not be charged again with respect to the

Member's initial Qualifying Interest while such Member maintains continuous in good standing and full membership status in the Exchange Program. In the event the initial membership fee is to be paid over time, Operating Company may reserve some or all of the benefits associated with membership in the Exchange Program until such time as the initial membership fee is paid in full.

6.7 Currency

Exchange Program Dues shall be payable in currency designated by Operating Company. All exchange rates shall be determined by and acceptable to Operating Company where payment is made in another currency but accepted by Operating Company. Members shall bear all risk relating to fluctuations in the value of currency.

6.8 Additional Resort Charges

Operating Company shall have no obligation to advise Members in advance of additional charges they may face in visiting any particular Affiliated Resort or in using any particular Other Redemption Opportunity. Each Member acknowledges that he or she is responsible for researching all such additional charges in advance and that Operating Company shall not be responsible for such additional charges in any event. A Member may be subject to a housekeeping fee at an Affiliated Resort during such Member's Use Period if the services requested by that Member exceed the housekeeping services provided.

6.9 Deposit of Future Use Years

- (a) In the event that a Member makes an Exchange Request in which the Member will deposit a Use Right within a particular Use Year but the use and occupancy of the Accommodation requested or the date of obtaining the requested Other Redemption Opportunity shall occur in the next succeeding Use Year, Operating Company will require payment of the estimated Exchange Program Dues and Association Fees for such next succeeding Use Year prior to issuing a confirmation with respect to the Exchange Request. Operating Company shall determine the estimated Exchange Program Dues and Association Fees for any subsequent Use Year.
- (b) In the event that the estimated Exchange Program Dues or Associations Fees charged to the Member in accordance with Section 6(a) are lower than the actual Exchange Program Dues or Associations Fees published by Operating Company or the applicable Association, the Member will be required to pay the amount of the difference within 30 days of the due date in order to remain a Member in good standing.
- (c) In the event that the estimated Exchange Program Dues or Association Fees charged to the Member in accordance with Section 6(a) are higher than the actual Exchange Program Dues or Association Fees published by Operating Company or the applicable Association, the Member's account will show a credit but Operating Company will not be obligated to refund the difference.

7. RIGHTS AND POWERS OF OPERATING COMPANY

Operating Company shall, without limiting the other rights and powers set forth in other provisions of these Terms and Conditions, have the rights and powers set forth in this Article 7.

7.1 Evaluation of Relative Value and Tier Codes

Operating Company may periodically evaluate the demand by Members for the various Accommodations and Other Redemption Opportunities and thus manage the Exchange Pool through demand balancing which may cause a re-grading in terms of Tier Code and Relative Value required to reserve any particular Use Periods, seasonal classifications, Accommodations or Other Redemption Opportunities. Operating Company reserves the right to offer Members varying benefits, services and opportunities with respect to each Tier Code, which benefits, services and opportunities may be modified, expanded or deleted at any time in Operating Company's sole and absolute discretion.

7.2 Record of Members

Operating Company may maintain a record of the names of all Members; however, no Member shall have the right to inspect, copy or otherwise view the record of the names of all Members. Operating Company shall be prohibited from allowing any Member or third-party from viewing such record of the names of all Members unless required by a governmental agency responsible for the regulation of the Exchange Program.

7.3 Amendment of Terms and Conditions

Operating Company may amend some or all of these Terms and Conditions from time to time in any way in its sole and absolute discretion and such modifications shall be effective upon creation. Such changes will not, however, be effective as to an existing Member until the membership has been informed of such changes by a website posting or similar communication by Operating Company, in its sole discretion. Any amended version of any Exchange Program Documents may be distributed to the Members by Operating Company by website posting, unless a Member makes a specific request in writing to have the Exchange Program Documents delivered in a paper form. In the event Operating Company elects to distribute changes to Exchange Program Documents to the Members using a website posting, Operating Company is not obligated to provide additional notice to the Members that such changes have been posted on the website. Operating Company will primarily inform membership of changes and amendments to exchange program documents as contemplated by this section by website posting; all Members have the obligation to check the Exchange Program's website regularly for changes to any exchange program documents.

7.4 Right to Act Unilaterally

Operating Company may act through its officers, employees and authorized agents and representatives regarding its operation and management of the Exchange Program and in no circumstance shall it be required to first obtain either the advice or the consent of the Members. Operating Company may, however, voluntarily seek the consent or advice of some or all of the Members.

Any action of Operating Company pursuant to the terms of these Terms and Conditions, any other Exchange Program Documents or otherwise shall be taken unilaterally and in its sole and absolute discretion.

7.5 Unreserved Use Periods

Operating Company shall monitor the level and distribution of deposited Use Periods in Accommodations that have not been reserved 45 days preceding the first day of the Use Period and shall exercise its discretion in the overall best interest of the Exchange Program and the Members as a whole as to the use of such unreserved Use Periods. Operating Company may make such Use Periods available for rental to the Members and on an external basis, or Operating Company may use such Use Periods for its own purposes, including but not limited to, inspection, promotional use, rental to support Other Redemption Opportunities and other Operating Company programs or any other purpose as Operating Company may determine. Provided, however, that any such rental or use shall only be permitted by Operating Company if there are adequate Use Periods taken as a whole and across the Use Year to meet the needs of Members for reservations of Use Periods during such Use Year.

7.6 Profit of Operating Company

Operating Company has the right to make a profit with regard to its management and operations of the Exchange Program.

8. LIMITED LIABILITY OF OPERATING COMPANY

8.1 Limitation on Liability

In the event of any loss or damage by a Member through the use of the Exchange Program, any liability of the Exchange Program, Operating Company or its respective officers, directors, shareholders, managers, members or employees, for such loss or damage will be limited to the amount of the Annual Membership Fee paid by the Member for the Use Year in which the loss occurred. In no event shall the Exchange Program, Operating Company or its respective officers, directors, shareholders, managers, members or employees be liable for special, consequential or punitive damages. Where required by law, the limitations contained in this clause do not apply to loss or damage sustained by a Member as a result of bodily injury or fraud.

8.2 No Liability for No Vacation

The exchange membership program of the Exchange Program works on a space available, first-come first-served basis for available Use Periods in Accommodations and a first come, first served basis for Other Redemption Opportunities, subject to the exchange reservation request timelines set forth in the Reservation Rules and other procedures outlined within these Terms and Conditions or other privilege given to certain classes of membership. There is no assurance to any Member that there will be an Accommodation available for the Use Period desired by such Member or, alternatively, sufficient quantities or availability of any particular Other Redemption Opportunity desired by such Member. Additionally, the Member shall not expect to reclaim, in any year, a Use Period in Accommodations covered by his or her Qualifying Interest, except in

the event such Accommodation was available after following normal Terms and Conditions to complete the exchange. Operating Company shall not be liable in the event a Member is not able to make a reservation for an Accommodation or to obtain an Other Redemption Opportunity in order to complete an exchange. This Section 8.2 does not affect any statutory rights of a Member.

8.3 External Exchange Program

Operating Company shall not be liable for any representations made to Members by individuals representing any External Exchange Program or by the materials prepared by any External Exchange Program and distributed to the Members.

9. MEMBERSHIP IN PROPERTY OWNERS ASSOCIATIONS

9.1 Association

All Members must remain members in good standing of all Associations that govern their respective Qualifying Interest, as applicable. Where allowed by law, a Member may appoint Operating Company as a voting representative with the authority to exercise any voting privileges in the Association which such Member may have. For this purpose, a Member shall execute any consent, designation, proxy or other documentation that may be requested from time to time by Operating Company to further evidence or continue the effectiveness of such delegation.

9.2 Termination of Voting Representation

If Operating Company has been appointed the voting representative of a Member, it shall serve in such capacity only until such time as the Member's membership in the Exchange Program is terminated.

10. MISCELLANEOUS

10.1 Construction of Terms and Conditions

Operating Company shall have the sole right and authority to interpret these Terms and Conditions, provided that nothing contained herein shall preclude Operating Company or any Member from the right to judicial construction of any of the terms of these Terms and Conditions. In the event of any conflict between the terms and provisions of these Terms and Conditions and any other of the Exchange Program Documents, the terms and provisions of these Terms and Conditions shall, in all instances, control and prevail. These Terms and Conditions shall be construed in accordance with the laws of the State of Florida. These Terms and Conditions shall be interpreted liberally in favor of an interpretation which will give these Terms and Conditions full force and effect. Any action brought to enforce the terms or interpret any provision of these Terms and Conditions shall be exclusively brought in the Circuit and County Courts of the Ninth Judicial Circuit, in and for Orange County, Florida. Any Member or other Person who commences an action at law or in equity or an administrative action or proceeding against or involving the Exchange Program or Operating Company shall pay their own attorneys' and paralegals' fees and all litigation and other costs incurred in connection therewith.

10.2 Severability

In the event any one or more of the phrases, sentences, clauses or paragraphs contained in these Terms and Conditions should be invalid, these Terms and Conditions shall be construed as if such invalid phrase or phrases, sentence or sentences, clause or clauses, and paragraph or paragraphs had not been inserted, and the remaining provisions will therefore be valid and fully enforceable in accordance with the terms thereof.

10.3 Notices and Operating Company Address

Any written notice required to be given under these Terms and Conditions and the other Exchange Program Documents is to be delivered electronically by e-mail to said Member's e-mail address or by posting on Operating Company's Website; and to Operating Company's address herein below or as may be changed by Operating Company by written notification to the Members of the same. Unless otherwise stated in these Terms and Conditions, every notice so given shall be effective from the earlier of the date of the e-mail, posting, or mailing of such notice, as the case may be, and such date shall be the date such notice is deemed given for all purposes. It shall be each Member's obligation to notify Operating Company in writing of any change to said Member's e-mail address. All written notices from Operating Company delivered to a Member using the Member's e-mail address properly on file with Operating Company shall be deemed to be received by the Member upon delivery by Operating Company regardless of whether the Member's e-mail address is current and accurate. Members do have a right to file a written request to have notifications and Exchange Program Documents delivered in paper form.

The address of Operating Company for purposes of notice hereunder shall be 10600 West Charleston Blvd., Las Vegas, Nevada, 89135, or such other address as may be identified in the Resorts Directory.

10.4 Ratification by Members

By executing his/her/its Membership Documents, each Member shall be deemed to have ratified, confirmed and agreed to be bound by the terms and provisions of these Terms and Conditions as they may be amended from time to time and, in the event of amendment, such ratification, confirmation and agreement shall be conclusively presumed by the Member's subsequent payment of Exchange Program Dues.

10.5 No Recording of Terms and Conditions

Neither these Terms and Conditions nor any part hereof shall be recorded in public records of any county or jurisdiction providing for the recordation of documents.

10.6 Trademarks

Diamond Resorts International, Diamond Resorts, and the Destination Xchange program are trademarks that may not be used without prior written permission of Operating Company. Other brand names may be trademarks of their respective owners.

10.7 Termination of the Exchange Program

Operating Company reserves the right to terminate the Exchange Program in its sole and absolute discretion.

DESTINATION XCHANGE RESERVATION RULES

2017

RESERVATION RULES

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THESE RESERVATION RULES (the “Reservation Rules”) have been adopted by DestinationXchange, LLC, a Delaware limited liability company (hereinafter referred to as “Operating Company”), and the company that established the Destination Xchange program (hereinafter referred to as the “Exchange Program”). These Reservation Rules govern the operation of the Exchange Program and provide for the rights, privileges, priorities, limitations and restrictions for reserving Use Periods in available Accommodations at Affiliated Resorts and obtaining Other Redemption Opportunities.

1. DEFINITIONS

As used herein, defined terms shall have the meanings accorded to said terms in the Exchange Program Terms and Conditions (the “Terms and Conditions”).

2. SPECIFIC RESERVATION RULES

2.1 General

2.1.1 These Reservation Rules establish the guidelines for Members in connection with the use of benefits as may be offered from time to time and under prices, terms and conditions established by or through the Exchange Program.

2.1.2 Membership is governed by the provisions of the Terms and Conditions.

2.1.3 All Members of the Exchange Program shall be bound by the terms of these Reservation Rules upon becoming a Member.

2.1.4 These Reservation Rules may be modified or deleted and additional rules may be added by Operating Company from time to time which Operating Company, in its sole discretion, determines will be for the principal purpose of improving upon the quality and operation of the Exchange Program and furthering the collective enjoyment of the use of Accommodations and Other Redemption Opportunities by present and future Members as a whole. While all such alterations and additions shall be effective immediately upon creation, such changes will not, however, be effective as to an existing Member until the membership has been informed of such changes. Any amended version of any Exchange Program Documents may be distributed to the Members by Operating Company by website posting, unless a Member makes a specific request in writing to have the Exchange Program Documents delivered in a paper form. In the event Operating Company elects to distribute changes to Exchange Program Documents to the Members using a website posting, Operating Company is not obligated to provide additional notice to the Members that such changes have been posted on the website. All Members have the obligation to check the Exchange Program’s website regularly for changes to any Exchange Program Documents.

2.2 Tier Code and Relative Value

- 2.2.1** Operating Company shall utilize a Relative Value exchange system to facilitate the operations and management of the Exchange Program. Each of the Use Rights made available to the Exchange Program by Members will be graded and assigned a Tier Code by Operating Company to quantify the relative trading power of such Use Rights made available by the Member. The grading and Tier Code designation of the Use Rights by Operating Company will depend on numerous criteria as determined by Operating Company in its sole discretion, and may include such factors as the location, size, capacity, floor level, view, costs of construction and relative quality of the Accommodation or Accommodations to which such Use Rights relate; the amenities of the Affiliated Resort and the local area; the season of the year in which the Use Rights may be used; permissible commencement dates; and such other factors as Operating Company may determine to be appropriate from time to time in its sole discretion.
- 2.2.2** The Use Periods in Accommodations available to Members for reservation from the Exchange Pool and the Other Redemption Opportunities available through the Exchange Program shall also be graded and assigned Tier Codes by Operating Company to quantify the relative values of each Use Period and each Other Redemption Opportunity. In addition to the criteria listed above for grading Use Rights, the grading of the Use Periods in Accommodations may also include the demand factors which Operating Company must evaluate when managing the inventory of the Exchange Pool. In grading Other Redemption Opportunities, Operating Company shall, in its sole discretion, shall designate a Tier Code for each such Other Redemption Opportunity taking into account the economics and circumstances of providing such Other Redemption Opportunity to the Members and such other factors as Operating Company may from time to time deem appropriate.
- 2.2.3** Operating Company expects to conduct the assessment and grading of Accommodations and Other Redemption Opportunities such that under normal circumstances the grading, as expressed in Tier Code designations and published to Members, should not need to be revised, subject to the permitted temporary discounting of a particular Accommodation or Other Redemption Opportunities for the effective management of the Exchange Pool. From time to time, however, Operating Company may, having examined the best available evidence and having exercised its reasonable business judgment in good faith, consider that non-temporary adjustments to the grading of an Affiliated Resort, of a particular Accommodation or Accommodations, of a specific Use Period or Periods or of a particular Other Redemption Opportunity, need to be made in order to preserve the general integrity of the system. Operating Company shall also be permitted to increase the relative Tier Code value for Accommodations and Other

Redemption Opportunities to reflect upgrading, increased quality and new construction. For example, Operating Company may need to balance supply and demand by increasing the relative Tier Code values for Use Periods in times or areas of consistently higher than anticipated demand, or by decreasing the relative Tier Code values for Use Periods in times of or areas of consistently lower than anticipated demand. Where such non-temporary adjustments to Tier Code values are made, Operating Company shall not be obligated to offset an overall increase in grading by a corresponding decrease elsewhere within the system, and vice versa. In order to balance demand for Accommodations and Other Redemption Opportunities available through the Exchange Pool, the minimum Tier Code required to reserve a particular Accommodation or Other Redemption Opportunity may be temporarily reduced or increased by Operating Company in its sole discretion.

2.2.4 Where a non-temporary re-grading of Tier Code values for a Use Period or Periods at an Affiliated Resort occurs, the Tier Code designation periodically allocated to such Use Period or Use Periods at the Affiliated Resort shall be increased or decreased to reflect the re-grading of the Use Rights. The revised Tier Code designation shall apply for the first complete Use Year following the re-grading. Operating Company shall notify all Members affected by any such changes by such means as Operating Company considers expedient following its decision to re-grade the relevant Use Period or Periods, including by website posting, notice, newsletter or other similar communication.

2.3 Exchange Request Method

Operating Company has implemented a Request First and Deposit First exchange method for Member's utilization of the exchange privilege granted as part of the Exchange Program.

2.3.1 With the Request First method, Members will have the right to search, either electronically or otherwise as determined by Operating Company, all Accommodations and Other Redemption Opportunities available for exchange in the Exchange Pool prior to submitting a Qualifying Interest to the Exchange Pool, and will not be required to give up the Member's Use Right for the Accommodations associated with their Qualifying Interest at their Home Resort until an Exchange Request has been subsequently confirmed. Upon confirmation, however, all of Member's Use Rights submitted with the Exchange Request shall be automatically relinquished and immediately assigned to the Exchange Program for deposit in the Exchange Pool as directed by the Operating Company. When a Member submits an Exchange Request, the Member will be required to pay an Exchange Fee in accordance with Article 6 of the Terms and Conditions.

2.3.2 With the Deposit First method, Members will have the right to deposit, either electronically or otherwise as determined by Operating Company, a Qualifying Interest in the Exchange Pool prior to submitting

an Exchange Request. Upon confirmation of a reservation of such Qualifying Interest deposited with the Deposit First method, Member relinquishes Member's Use Right for the Accommodations associated with their Qualifying Interest at their Home Resort.

2.3.3 Exchange Requests may only be submitted to the Exchange Company with a Member's Use Rights for Accommodations in one-week increments. Members that own a Use Right relating to a Floating Use Qualifying Interests must first secure a specific reservation at their Home Resort prior to including the Use Right in an Exchange Request. When Exchange Requests are confirmed and Use Rights are deposited, all rights to the use the one-week increment deposited are immediately assigned to the Exchange Program. Once Use Rights have been deposited, if the Member depositing such Use Rights later desires to reserve such Use Rights, the Member may only reserve such Use Rights if the Use Rights are still available and if the Member pays an additional Exchange Fee.

2.3.4 Operating Company reserves the right, at any time and in any circumstance, to amend the Exchange Request methods if Operating Company determines in its sole discretion that this is necessary for the efficient management of the Exchange Pool.

2.4 Reservations Procedures and Priorities

2.4.1 A Member whose Use Rights under his or her Qualifying Interest recur biennially shall only be entitled to submit an Exchange Request with respect to such Use Rights in years that the Member is entitled to make reservations with respect to the Member's biennial Qualifying Interest. For each Use Year, a Member can submit an Exchange Request with respect to the Use Rights in the Member's Qualifying Interest for that Use Year for one or more Use Periods in Accommodations or to obtain one or more Other Redemption Opportunities available in the Exchange Pool. No Member can make an Exchange Request, utilize a confirmed Accommodation or obtain an Other Redemption Opportunity, unless such Member has paid the applicable Exchange Program Dues for the Use Year, all applicable Association Fees with respect to his or her Qualifying Interest at the Home Resort and is otherwise in good standing with the Exchange Program, Operating Company, any lender with a security interest in the Member's Qualifying Interest and the Association.

2.4.2 All reservations based on an Exchange Request are confirmed on a first-come, first-served basis for available Use Periods in Accommodations, subject to the exchange reservation request timelines and other procedures outlined in these Reservation Rules or other privilege given to certain classes of membership. Confirmation of Exchange Requests for specific Use Periods or Accommodations will be subject to availability. The longer a Member waits to submit an Exchange Request,

the more likely it is that the opportunities to reserve a Use Period in the available Accommodations will not meet the Member's desires.

- 2.4.3** As there may be limited availability or quantities of the various Other Redemption Opportunities, all Exchange Requests for Other Redemption Opportunities will likewise be confirmed on a first come, first served basis, subject to all rules and conditions applicable to each Other Redemption Opportunity as set forth in the Resorts Directory or any other materials which Operating Company distributes relating to such Other Redemption Opportunity. As with Use Periods and Accommodations, confirmation of Exchange Requests for specific Other Redemption Opportunities will be subject to availability.
- 2.4.4** A Member may submit an Exchange Request relating to any desired Use Period at and any Affiliated Resort, regardless of the resort, season and unit type, so long as the Use Period requested is the same Tier Code and Relative Value assigned to a the Use Rights associated with a Member's Qualifying Interest. A Member may also submit an Exchange Request for a desired Use Period that has a designated Tier Code and Relative Value lower than the Tier Code and Relative Value assigned to a the Use Rights associated with a Member's Qualifying Interest. A Member who owns a Qualified Interest designated as Tier Code 4 or 5 may also submit an Exchange Request in which the Member is relinquishing one (1) Use Period designated as Tier Code 4 or 5 for two (2) Use Periods designated as Tier Code 1 or 2 with the payment of an additional Exchange Fee as determined by Operating Company. Additionally, a Member may submit an Exchange Request to exchange their Use Right for a higher Tier Code with the payment of an additional Exchange Fee as determined by Operating Company.
- 2.4.5** A Member may request to travel with a number of people equal to the maximum occupancy relating to the Use Right for the Member's Qualified Interest being deposited with the Exchange Program.
- 2.4.6** Exchange Requests for a Use Period in an Accommodation or an Other Redemption Opportunity will be taken on a first-come, first-served basis in accordance with Tier Code and Relative Value assigned to a the Use Rights associated with a Member's Qualifying Interest. Operating Company's ability to confirm an Exchange Request is dependent upon the availability of the desired Use Periods and Accommodations or the requested Other Redemption Opportunities. There is no guarantee that any particular Member will be able to submit an Exchange Request for an Accommodation or Other Redemption Opportunity that is desirable to the Member. Operating Company has entered into certain agreements with External Exchange Programs to allow Members access to additional Use Periods in Accommodations or Other Redemption Opportunities. Under the agreements with the External Exchange Programs, certain non-Members shall also have the right to reserve Use Periods in Accommodations or Other Redemption Opportunities. All

Exchange Requests are subject to the exchange reservation request timelines and other procedures outlined within these Reservation Rules. Operating Company reserves the right, in its discretion, to make certain Affiliated Resorts only available to certain classes of membership.

- 2.4.7** Except as these Reservation Rules or the terms and conditions governing Other Redemption Opportunities may otherwise specifically provide, the use and occupancy of Accommodations or the obtaining of an Other Redemption Opportunity that a Member reserves in exchange for the Member's deposited Use Rights must occur within three (3) calendar years of the first day of the Use Period being exchanged.
- 2.4.8** All Exchange Requests for reservations must be made online, or such other methods, as may be advised by Operating Company from time to time, to the reservation department ("Exchange Program Reservations"). Operating Company will, in materials to be made available from time to time, notify Members of website addresses and other access information for Exchange Program Reservations appropriate to their place of domicile.
- 2.4.9** Exchange Program Reservations shall have complete discretion to refuse to confirm any specific Exchange Request if Exchange Program Reservations determines that confirming such Exchange Request would be contrary to the intent of these Reservation Rules, or to the best interests of the Members generally.
- 2.4.10** In order to make an Exchange Request and not to be charged a late exchange fee, a Member's Exchange Request must be confirmed and the Member must subsequently deposit the Use Rights associated with the Member's Qualifying Interest in connection with a confirmed Exchange Request based on the Tier Code assigned to such Use Rights. Exchange Requests relating to a Member's Use Rights designated as Tier Code 1 or Tier Code 2 must be confirmed at least ninety (90) days prior to the first day of the Use Rights being deposited in order not to be charged a late exchange fee. Exchange Requests relating to a Member's Use Rights designated as Tier Code 3 or Tier Code 4 must be confirmed at least thirty (30) days prior to the first day of the Use Rights being deposited in order not to be charged a late exchange fee. Exchange Requests relating to a Member's Use Rights designated as Tier Code 5 or Tier Code 6 must be confirmed at least fourteen (14) days prior to the first day of the Use Rights being deposited in order not to be charged a late exchange fee. If a Member's Exchange Request is confirmed during a period in which the Member is subject to a late exchange fee, the late exchange fee shall be in an amount equal to fifty percent (50%) of the Exchange Fee, and such late exchange fee shall be in addition to the Exchange Fee. For all Tier Code designations, the earliest a Member may submit an Exchange Request is twenty-four (24) months in advance of the first day of the Use Rights being deposited.

- 2.4.11** Operating Company may make available Use Periods of durations less than seven days at certain Affiliated Resorts to the extent such action is consistent with the efficient management of the Exchange Pool and acceptable to the respective Association. Any Member reserving a Use Period of less than seven days may be charged additional cleaning fees.
- 2.4.12** A Member who has Use Rights attributable to more than one Qualifying Interest may aggregate the Relative Value allocated to such Use Rights for the purpose of submitting an Exchange Request for Use Periods in Accommodations or for Other Redemption Opportunities. Operating Company may charge an Exchange Fee, a cancellation fee, a guest certificate fee and other fees with respect to each reservation made by a Member.
- 2.4.13** To effectively manage the inventory in the Exchange Pool, Operating Company shall be entitled, but not obligated, to:
- (a)** Discount the Tier Code or Relative Value normally required for some or all resort offerings for late availability space and Other Redemption Opportunities as Operating Company deems expedient or prudent; or offer varying the Tier Code or Relative Value of certain Accommodations or Affiliated Resorts if Operating Company considers that inventory utilization may be increased or Operating Company considers that such action is necessary or beneficial to the overall management of the Exchange Pool, and
 - (b)** When Member inventory is unavailable for any reason following the confirmation of an Exchange Request, Operating Company, in its sole discretion, may make available alternative accommodations, although Operating Company shall have no obligation to do so. If Member inventory is unavailable for any reason following the confirmation of an Exchange Request and alternative accommodations are not available, Operating Company shall refund the Member's Exchange Fee and such Member shall be entitled to submit an additional Exchange Request.

2.5 Cancellations, Alterations and No Shows

- 2.5.1** Once an Exchange Request is submitted, it may be canceled without a cancellation fee only if the Exchange Request is not confirmed instantaneously and notice (written or oral) of cancellation is received by Operating Company prior to confirmation of the Exchange Request.
- 2.5.2** Unless covered by the Destination Xchange Protection Plan purchased by Member, cancellation of a reservation from a confirmed Exchange Request less than fourteen (14) days prior to first day of a reservation will result in the Member forfeiting the Member's exchange rights for that particular Use Year. Any Member that cancels a reservation from a confirmed Exchange Request less than (14) days prior to first day of a reservation will not receive a refund of the Exchange Fee related to the cancelled reservation. If a Member cancels a reservation from a confirmed Exchange Request at least fourteen (14) days in advance of

the first day of a reservation, then the Member will be able to make an additional Exchange Request, provided that the Member pays a cancellation fee as determined by Operating Company in its sole discretion. Any Member that cancels a reservation from a confirmed Exchange Request at least (14) days in advance of the first day of a reservation will not receive a refund of the Exchange Fee related to the cancelled reservation and will be required to pay an additional Exchange Fee for any subsequent Exchange Request during that Use Year. The foregoing notwithstanding, Operating Company may revise this Section 2.5.2 to add, amend or delete additional cancellation deadlines.

- 2.5.3** If a Member is eligible to submit a subsequent Exchange Request after having canceled a reservation from a confirmed Exchange Request, there is no guarantee that any alternative reservation requested will be available to the Member.
- 2.5.4** A Member who intends to check in at the Affiliated Resort after the arrival day designated on the confirmed reservation must contact the check-in desk at the Affiliated Resort prior to the commencement of that Use Period to state that such Member will be arriving subsequent to such designated arrival day or risk forfeiting the reservation. A Member who intends to obtain an Other Redemption Opportunity on a day other than that designated in the confirmed reservation therefor must contact the provider thereof (as indicated on the confirmed reservation) prior to the Member's new date for obtaining said Other Redemption Opportunity or the designated date, whichever is earlier, or risk forfeiture of the reservation. The Members recognize that in the case of Other Redemption Opportunities, they may not be able to change the date for obtaining their reserved Other Redemption Opportunity.
- 2.5.5** Members who fail to check in during the Use Period for which they have been issued a confirmed reservation or who fail to take up the confirmed Other Redemption Opportunity (or who arrive late and do not comply with Section 2.5.4) will forfeit their ability to make an additional Exchange Request for that Use Year with respect to the Use Rights deposited for the confirmed reservation, as the case may be, and may be subject to a no-show fee.
- 2.5.6** Operating Company shall be entitled to cancel reservations in respect of any Other Redemption Opportunity for any reason whatsoever, or in respect of Accommodations in any Affiliated Resort that ceases to be an Affiliated Resort or becomes unsuitable for Member use, for any reason whatsoever. In such an event, Operating Company will give as much prior notice as possible to Members affected and will use its reasonable efforts to offer suitable alternative reservations. If any such cancellation by Operating Company shall be made during the same Use Year as such cancelled Accommodation or Other Redemption

Opportunity was to be used, the affected Member shall have the ability to submit an additional Exchange Request for a Use Period in Accommodation or for an Other Redemption Opportunity of the same Relative Value attributable to such cancelled reservation during the same or the following Use Year. Provided, however, if Operating Company has confirmed a reservation to a Member for a Use Period in Accommodations or for an Other Redemption Opportunity that are made uninhabitable or unavailable by casualty, governmental taking, natural disaster, or act of God, or other reason beyond its control, Operating Company shall have no obligation to provide that Member with an alternative reservation for that Use Year and that Member waives any and all claims against the Exchange Program and Operating Company. However, Operating Company shall use reasonable efforts to confirm an alternate reservation during the same or the following Use Year. The Accommodations or Other Redemption Opportunities which may be available under such circumstances may be limited or restricted.

2.6 Payment of Exchange Program Dues and Fees

Each Member shall be responsible for paying all Exchange Program Dues and other fees as set forth in Article 6 of the Terms and Conditions.

2.7 Member Rentals

2.7.1 A Member is not prohibited from periodically renting the Accommodation reserved for the Use Period or the reserved Other Redemption Opportunity pursuant to these Reservation Rules, unless rental is prohibited by the rules and regulations of the individual Affiliated Resort or Other Redemption Opportunity. However, reservations of Accommodations or Other Redemption Opportunities for commercial purposes or for any other purpose other than the personal use of the Member or the Member's family and guests is prohibited. Use by a Member of public advertising or an online website to seek renters shall be deemed a prohibited commercial use. Members who are primary developers of Affiliated Managed Resorts (that is, members of the Diamond Resorts International group of companies) and providers of Other Redemption Opportunities are specifically exempted from this restriction, and are entitled to use their reserved Accommodations and reserved Other Redemption Opportunities for promotional, rental, or other commercial purposes.

2.7.2 Subject to the restrictions in Section 2.9.1 or in other Exchange Program Documents, no prior approval is required from Operating Company for the Member to rent or allow another party to use an Accommodation or an Other Redemption Opportunity after Member has obtained a confirmation with respect to an Exchange Request. However, such Member is obligated to inform Exchange Program Reservations, the Affiliated Resort front desk or the provider of the Other Redemption Opportunity, as the case may be, of the names of such guests, family members, or renters prior to the day of check in or the designated day

for first obtaining the Other Redemption Opportunity, as the case may be, and the Member will be responsible for the acts or omissions of such parties, including the failure to pay charges incurred at the Affiliated Resort or with respect to the Other Redemption Opportunity.

2.8 External Exchange.

2.8.1 Operating Company reserves the right to approve one or more External Exchange Programs to provide additional exchange services to Members. The use of any External Exchange Company with respect to an Accommodation reserved for a Use Period or a reserved Other Redemption Opportunity without the approval of Operating Company is prohibited.

2.8.2 Members may be automatically enrolled as a member of an external exchange service for each year of membership in the Exchange Program that coincides with the term of the agreement with the External Exchange Program as set forth in the relevant Membership Documents.

2.8.3 The use of any External Exchange Program is subject to the payment of any Exchange Program Dues and Other Charges owing to Operating Company and any fees payable to the External Exchange Company.

2.8.4 The use of any External Exchange Program is subject to the operating policies and procedures agreed upon from time to time between Operating Company and External Exchange Program.

2.9 Occupation of Accommodations and Use of Other Redemption Opportunities

2.9.1 Each occupant of an Accommodation and each user of an Other Redemption Opportunity shall comply at all times with the provisions of all internal rules and local regulations of the Affiliated Resort; all rules and regulations applicable to the use of the Other Redemption Opportunity; and all laws, statutes and regulations of the local, municipal, county and state jurisdictions in which the Accommodations or Other Redemption Opportunity, as the case may be, is/are located or is/are otherwise applicable to the Other Redemption Opportunity.

2.9.2 Use and occupancy of each Accommodation and use of each Other Redemption Opportunity shall be strictly in accordance with the provisions of the Terms and Conditions and these Reservation Rules.

2.9.3 Each Accommodation shall be vacated by the occupants at the expiration of the relevant Use Period and all personal property belonging to the occupants shall be removed. Accommodations shall be left in a good, clean and sanitary condition, and in at least as good a condition as the Accommodations were in at the commencement of the relevant Use Period.

- 2.9.4** Each Other Redemption Opportunity shall, if appropriate, be vacated or returned at the end of its period of use by the users thereof and shall be vacated or returned in the condition required by the terms of use thereof.
- 2.9.5** Each occupant/user shall comply with such procedures for reporting such occupant's/user's departure from any Accommodation or return/departure of/from any Other Redemption Opportunity and for discharging any bills that may have been incurred during the occupancy.
- 2.9.6** No occupant shall damage, interfere with or do anything likely to lower the value or attractiveness or appearance of any Accommodation, of any of the common areas or of any furnishings, fixtures or fittings therein or of any Other Redemption Opportunity. Any damage will be billed as Other Charges.
- 2.9.7** No Accommodation or the common areas or the fixtures, fittings, furnishings or other equipment of any Accommodation or any other common areas nor any part of, or area adjacent to, any Other Redemption Opportunity shall be altered or damaged. Any damage will be billed as Other Charges.
- 2.9.8** No occupant shall do or permit to be done anything in an Accommodation or in or to any Other Redemption Opportunity which shall be or tend to be a nuisance or annoyance to any other person lawfully entitled to enjoy the applicable Affiliate Resort at any time or Other Redemption Opportunity, or engage in conduct determined by Operating Company to be unbecoming a Member of the Exchange Program, or commit waste or do any act or introduce any substance or thing which might violate any policy of insurance or require an increased premium to be paid for the same.
- 2.9.9** No occupant/user shall keep any animal, bird, fish or other livestock in or upon any Accommodation or Other Redemption Opportunity, except such animals that assist persons with disabilities, e.g., seeing eye dogs, pursuant to and subject to the rules and regulations of the individual Affiliated Resorts and Other Redemption Opportunities.
- 2.9.10** No occupant shall use any Accommodation or permit the same to be used for any purpose whatsoever other than as a temporary private vacation home occupied by no more than the published maximum number of persons. No user shall make any use of an Other Redemption Opportunity other than such use as is expressly permitted or contemplated by such Other Redemption Opportunity. The occupants of Accommodations and the users of Other Redemption Opportunities shall not make use thereof for any illegal or immoral purpose whatsoever or for the purpose of any trade, business, profession or manufacture, including commercial rentals. Nor shall any Member own or control a website with content pertaining to the Exchange Program, the Affiliated Resorts, Operating Company or any member of the Diamond Resorts

International group of companies without the express permission of Operating Company.

2.9.11 As to Accommodations and those Other Redemption Opportunities, the following additional rules shall apply:

- (a) The windows of any Accommodation or Other Redemption Opportunity shall not be darkened or obstructed other than by the use of the curtain material or internal blinds provided.
- (b) Except for Accommodations where expressly permitted, clothes or other articles shall not be hung or exposed anywhere outside any Accommodation or any Other Redemption Opportunity or in any position visible from outside the building in which the Accommodation or Other Redemption Opportunity is located.
- (c) No occupant shall throw dirt, garbage, rags or any other deleterious material from the windows or balconies of any Accommodation or Other Redemption Opportunity, or deposit such items into sinks, bathtubs, toilets and other pipes or conduits of any Accommodation or Other Redemption Opportunity.
- (d) No occupant shall allow any music or singing whether by instrument or voices, radio, television or other means in any Accommodation or in any Other Redemption Opportunity so as to cause nuisance or annoyance to any other occupier of adjoining space and in particular so as not to be audible outside the Accommodation or Other Redemption Opportunity between 11:00 p.m. and 9:00 a.m. or during other times that may be designated by the Resort Management Company or the provider of the Other Redemption Opportunity.
- (e) No occupant shall obstruct the private roadway, passageways or pedestrian walkways or disabled access points serving the Accommodation or Other Redemption Opportunity nor use them for any other purpose than for access to or egress from the Accommodation or Other Redemption Opportunity which the occupant is entitled to use.
- (f) No occupant shall store in any Accommodation or Other Redemption Opportunity or near thereto any inflammable or explosive material.
- (g) No occupant shall display any signs, advertising, banners, flags or the like.

2.10 Guest Certificates

2.10.1 Confirmations with respect to an Exchange Request may be used only by the Member or Associate who receives the confirmation unless use of the confirmation is given to another person through the issuance of a Guest Certificate, who shall be deemed to be the licensee of the Member and for whose acts and omissions the Member shall continue to be responsible. A Guest Certificate may be in either paper or

electronic form. A Guest Certificate shall be required for any Member rental pursuant to Section 2.7.

- 2.10.2** A Guest Certificate may be requested only by a Member who either has received a confirmation or is requesting a reservation. Operating Company reserves the right to limit the number of Guest Certificates per Member per Use Year.
- 2.10.3** Individuals under the age of eighteen (18) are not eligible to use a Guest Certificate.
- 2.10.4** A fee for each Guest Certificate is chargeable in accordance with the fee levels established by Operating Company from time to time.
- 2.10.5** The Member requesting a Guest Certificate is responsible for payment of any expenses incurred as well as any damages caused by his or her guests staying in the Accommodation, and for the replacement of any items missing from such Accommodation.
- 2.10.6** Additional persons may accompany the Guest Certificate recipient provided that the number of persons does not exceed the maximum occupancy of the confirmed accommodation type designated on the reservation confirmation.
- 2.10.7** The use of a Guest Certificate is subject to any and all conditions or limitations that may be imposed thereon by Operating Company from time to time.
- 2.10.8** Operating Company reserves the right to terminate the membership status of any Member and to revoke any issued Guest Certificate, if any of the above conditions are breached.

2.11 Miscellaneous

- 2.11.1** Any action of the Operating Company pursuant to the terms of these Reservation Rules, the Terms and Conditions or any other Exchange Program Documents shall be taken unilaterally and in its sole discretion.
- 2.11.2** Operating Company may waive or suspend any of these Reservation Rules on a case by case basis in the actual operation and management of the Exchange Program to the extent determined reasonable by Operating Company.
- 2.11.3** One or more of these Reservation Rules may not apply to certain classes of Members, as more particularly described in the Membership Documents or other documents pertaining to that class of Members.
- 2.11.4** In certain instances upon check-in to an Affiliated Resort, additional taxes, surcharges, and fees may be required to be paid as a condition of stay in accordance with applicable local, county, state or other governmental mandates. Such taxes, surcharges, and fees shall be the Member's responsibility for payment in accordance with such jurisdictional laws.

Destination Xchange, LLC

STATEMENT OF KEY OPERATING STATISTICS

Year ended December 31, 2016

STATEMENT OF KEY OPERATING STATISTICS

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Independent Accountants' Report

To the Board of Directors
 Destination Xchange, LLC
 Las Vegas, Nevada

We have examined the accompanying Statement of Key Operating Statistics of Destination Xchange, LLC ("DEX"), a Delaware corporation and wholly owned subsidiary of Diamond Resorts Corporation, for the year ended December 31, 2016. DEX is responsible for the accompanying Statement of Key Operating Statistics. Our responsibility is to express an opinion based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining on a test basis evidence supporting the Statement of Key Operating Statistics and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

As described in Note 1, this statement was prepared for the purpose of complying with the rules and regulations of the Time-Sharing Acts of the states of Arkansas, California, Connecticut, Florida, Georgia, Hawaii, Illinois, Indiana, Maryland, Massachusetts, Mississippi, Missouri, Nevada, New Mexico, North Carolina, Oregon, Rhode Island, Tennessee, Texas, Virginia and West Virginia and is not intended to be a presentation of DEX's financial position.

In our opinion, the Statement of Key Operating Statistics for the year ended December 31, 2016 presents, in all material respects, the information required to be set forth therein by the Time-Sharing Acts of the states of Arkansas, California, Connecticut, Florida, Georgia, Hawaii, Illinois, Indiana, Maryland, Massachusetts, Mississippi, Missouri, Nevada, New Mexico, North Carolina, Oregon, Rhode Island, Tennessee, Texas, Virginia and West Virginia.

This report is intended solely for the information and use of the Board of Directors and management of Diamond Resorts International, DEX, and the states of Arkansas, California, Connecticut, Florida, Georgia, Hawaii, Illinois, Indiana, Maryland, Massachusetts, Mississippi, Missouri, Nevada, New Mexico, North Carolina, Oregon, Rhode Island, Tennessee, Texas, Virginia and West Virginia, in connection with meeting the disclosure requirements of the Time-Sharing Acts of those states, and is not intended to be and should not be used by anyone other than these specified parties.

BDO USA, LLP

May 30, 2017

Statement of Key Operating Statistics

Year Ended December 31, 2016

	NUMBER OR PERCENTAGE
The number of properties that have affiliation agreements with the exchange program as of December 31, 2016	100
	TOTAL 100
The number of purchasers enrolled in the exchange program as of December 31, 2016 (Note 2)	54
The number of purchasers that enrolled in the exchange program during the year ended December 31, 2016 (Note 2)	55
The percentage of confirmed exchanges for the year, which is the number of exchanges confirmed by the exchange program, divided by the number of applied for exchanges (Note 3).....	100%
Equivalent number of timeshare intervals for which the exchange program has an outstanding obligation to provide an exchange to a purchaser who relinquished a timeshare interval during the year in exchange for a timeshare period in any future year (Note 4)	53
The number of exchanges confirmed by the exchange program during the year ended December 31, 2016 (Notes 1 and 3)	2
The names of all officers and directors of the exchange company as of December 31, 2016	See Note 5

THE PERCENTAGE OF CONFIRMED EXCHANGES PRESENTED ABOVE IS A SUMMARY OF THE EXCHANGE REQUESTS ENTERED WITH THE EXCHANGE PROGRAM IN THE YEAR REPORTED AND DOES NOT INDICATE THE PROBABILITY OF PURCHASERS BEING CONFIRMED TO ANY SPECIFIC CHOICE OR RANGE OF CHOICES.

See accompanying notes to statement.

Notes to Statement of Key Operating Statistics

Year Ended December 31, 2016

1. DESCRIPTION OF COMPANY AND BASIS OF PRESENTATION

Description of Company

Destination Xchange, LLC (“DEX”) is a Delaware corporation with an address of 10600 West Charleston Blvd., Las Vegas, Nevada 89135; Phone: 702-684-8000, and is a wholly owned subsidiary of Diamond Resorts Corporation (the “Developer”).

DEX is an exchange company that offers a vacation exchange program and related travel and recreational benefits to its members. Membership is available to those individuals who purchase a timeshare interest at component resorts and those resorts which become affiliated with DEX.

Basis of Presentation

The accompanying Statement of Key Operating Statistics includes the exchange statistics of DEX and has been computed and disclosed in accordance with the Time-Sharing Acts of the following states:

STATES	STATUTES
Arkansas	§ 18-14-202 (f); § 18-14-404 (b) (17) (18)
California	§ 11216 (b) (17)
Connecticut	§ 734b 42-103nn
Florida	§ 721.18 (1) (q) and (r)
Georgia	§ 44-3-172 (a) (2)
Hawaii	§ 514E-9.5 (a) (1) (2) (3) (4) (5) (6)
Illinois	§ 765ILCS 101/5-30 (b) (17) and (18)
Indiana	IC 32-32-2-10
Maryland	§ 11A-120 (a) (16) and (17)
Massachusetts	§ 183B-53 (17) and (18)
Mississippi	§ AC 30-1601-8-8
Missouri	§ 407.625 (1) (17) and (18)
Nevada	§ NRS 119A.590 (1) (o)
New Mexico	§ 47-11-8A (17)
North Carolina	§ 93A-48 (a) (17) and (18)
Oregon	§ 94-826 (2)
Rhode Island	§ 34-41-IV (b)
Tennessee	§ 66-32-122 (e)
Texas	Section 221.033
Virginia	§ 55-374.2 (A) (17) and (18)
West Virginia	Section 36-9-17

2. MEMBERSHIP

Membership and participation in the DEX Exchange Program is voluntary. There is no fee to belong to the DEX Program, nor any term for membership, and a member may choose to terminate membership or not use the DEX at any time without penalty or restriction.

A purchaser of a timeshare interest is entitled to become a member and to participate in the DEX in accordance with the following conditions:

1. Purchaser enters into a purchase contract at a resort affiliated with DEX.
2. DEX receives and accepts the complete Membership Agreement and other member information concerning the timeshare interest purchases
3. Purchaser has not entered the timeshare interest into any rental or listing agreement, and purchaser has not submitted a Timeshare Period related to the timeshare interest into any exchange program other than DEX.
4. Purchaser is current on all monetary obligations in connection with the ownership of their timeshare interest.

3. EXCHANGE REQUESTS

An Offered Vacation Week (the members' purchased timeshare interest) that is approved and available for occupancy, as determined by DEX, may be exchanged by transferring that Offered Vacation Week to DEX up to 24 months prior to the Commencement Date of the Offered Week. Offered Vacation Weeks will not be accepted fewer than 14 days before the Offered Week begins.

A member may submit an exchange request as soon as the Offered Vacation Week has been transferred into the DEX program or as late as 24 months after the Commencement Date of the Offered Vacation Week. There are no guarantees for specific requests made by any member of DEX. All exchange requests are processed and confirmed on a first come, first served, "as available" basis.

4. OUTSTANDING OBLIGATION

The obligation period begins when a member transfers an Offered Vacation Week to DEX and ends 24 months after the Commencement Date of the Offered Vacation Week, unless a fee is paid to extend for an additional 12 months.

5. OFFICERS AND DIRECTORS

As of December 31, 2016, the officers and directors of DEX were as follows:

President	Kenneth Siegel
Executive Vice President and Chief Financial Officer	C. Alan Bentley
Chief Executive Officer	Michael Fliskey
Vice President and Treasurer	Lillian Luu
Vice President	David Womer
Vice President*	Frank Acito
Director	Lisa Gann
Director	Keith Holmes
Director, Secretary	Michael Shalmy
Assistant Secretary	Gabriel Kotch
Assistant Secretary	Alex Olsansky

*Subsequent to year-end, Frank Acito ceased serving in the role of Vice President as he left the Company.



DestinationXchange.com

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