



FRONTSTREET MOUNTAIN DEVELOPMENT, LLC

NEWS & ANNOUNCEMENTS FROM FRONTSTREET MOUNTAIN DEVELOPMENT, LLC

FrontStreet Transfers Historic Ski Lift Parcel to Town of Johnsburg:

North Creek, New York – March 2, 2009: FrontStreet Mountain Development today announced that it has transferred ownership of the historic ski lift property located in the North Creek Ski Bowl to the Town of Johnsburg. This property, known as the Ski Lift Parcel, consists of 11.45 acres of land directly under the old T-bar ski lift that serviced the historic North Creek Ski Bowl for decades. The Ski Lift Parcel will now be the site for a new triple chair ski lift to be part of Gore Mountain. This action paves the way for the reopening of the entire historic Ski Bowl for public skiing as part of the Gore Mountain Ski Area. The Ski Bowl is adjacent to and will become part of the Gore Mountain Ski Area, one of the largest ski areas in the East. Gore Mountain is operated by the Olympic Regional Development Authority (ORDA).

The new triple chair lift planned for the site will complete the interconnection between the Ski Bowl and Gore Mountain. The purchase of the new triple chair ski lift had been previously announced by ORDA. The connection with Gore Mountain and the restoration of the historic Ski Bowl for public skiing will collectively bring significant revenue, economic growth and employment opportunity to the surrounding communities, including the Town of Johnsburg and the North Country in general. Many new businesses and real estate development projects are underway due to the planned interconnection. FrontStreet Mountain Development acquired the private land located at the site of the historic North Creek Ski Bowl in 2005. That same year, FrontStreet and the Town of Johnsburg entered into an agreement whereby FrontStreet agreed to transfer over 60 acres of prime ski trails and lift lines to the Town to enable public skiing on the portion of the Ski Bowl that has been in private hands and closed for decades. The transfer of the Ski Lift Parcel is part of that arrangement. The Adirondack Park Agency had recently approved the combined activities of FrontStreet, the Town of Johnsburg and ORDA covering private and public activities, including the property exchanges in the Ski Bowl. In a related activity, the APA approved an Amendment to the FrontStreet permit on January 29, 2009 covering a realignment of the project Phase One activity. FrontStreet plans to commence construction activities in the spring of this year, starting with roads, utilities, wastewater treatment facility, townhouses and a lodge for the Country Inn and The Hudson Lodge members. The Town of Johnsburg, ORDA, the Economic Development Corporation for Warren County and FrontStreet have been working collectively for years to connect Gore Mountain with the Ski Bowl. With the addition of the Ski Bowl acreage, Gore Mountain will become the sixth largest ski area in the North East.

The FrontStreet Mountain Development Ski Bowl Village project involves over 430 acres of

land located at the site of the Historic North Creek Ski Bowl. This project will be a unique ski-in / ski-out four season sporting club community. It will be developed in phases and when completed will include: 120 room Hotel at the base of the mountain, 30 room Country Inn, 60 room Lodge, two 40 unit Condominium Hotels, 131 townhouses, The Hudson Lodge (a private ski lodge), 18 single family homes, restaurants, equestrian center with an indoor riding arena, mountain spa, retail space and a nine-hole par 3 golf course.