



April 10, 2009

Dear Friends of Magic:

I am writing to provide an update as to the progress on the co-op project and to inform those of you who have not yet heard of some sad news regarding one of the mountain's most loyal supporters.

Larry Nelson, the managing partner of the current ownership group, passed away on April 4th. Larry was a force in keeping the mountain operational since it re-opened in 1998. He went to extraordinary lengths to preserve and support the mountain through difficult financial times, and Magic's very existence today is attributable to Larry's efforts over the years. On behalf of the Magic family, I have extended our condolences to Larry's wife Barbara and his five children.

With respect to the co-op, the response has been very positive, and we are engaged in the process of creating a formal offering. A five year budget has been completed and the business plan on which the budget is premised is in the works. I had been working with Larry Nelson on the details of completing the purchase of the mountain, and I will now be working with his family who are also ardent supporters. The business plan and the budget are contingent upon solidifying an agreement with current ownership, and I will be discussing that with the Nelsons and the rest of the ownership group in the near future. Shortly thereafter I will report back to all of you and present the business plan and budget. The process is complex and therefore has taken longer than I expected, as there are many details to work out. Establishment of the co-op and a reasonable ownership/operations structure has my undivided attention, and I assure you all that the process is moving forward with the goal of issuing a formal offering as soon as possible. As stated previously, I am happy to field any questions or comments in the interim.

Thank you for your continued support of and interest in Magic's future.

Sincerely,

Jim Sullivan