SHIELDS MOUNTAIN ESTATES PROPERTY OWNERS ASSOCIATION, INC. P. O. Box 271 Pigeon Forge, Tennessee 37868

December 18, 2009

RE: Shields Mountain Estates Property Owners Association, Inc.

Dear Shields Mountain Estates Property Owner:

As you probably aware, after a great deal of effort and time we were ultimately able to succeed in Chancery Court to get a Judgment and authority by the Court to finally correct and amend the original Covenants and Restrictions. The Court essentially agreed that the viability of the subdivision necessitated the owners' ability to correct some fundamental defects and allow us to proceed collectively as property owners, through an Association, for the betterment and future of Shields Mountain Estates.

Enclosed are the **corrective amendments** and **Ballot**, as well as a self addressed stamped envelope. You should retain the copy of the amendments, but the Ballot must be *returned* to us, filled out and signed in advance of the annual meeting, unless you plan to attend in person. We encourage you to please complete the Ballot in favor of the amendments and return it to us right away. Unless we receive Ballots in favor of the amendments by owners representing 60% of the lots in Shields Mountain, all of our efforts will have been in vain. Even if you plan to attend the annual meeting, you may mail in your Ballot in advance. Or, you may bring it with you to the annual meeting scheduled for 2:00 p.m., March 13, 2010 at Gate Way Christian Church, 2119 Upper Middle Creek, Sevierville, TN 37876.

The 2010 Assessment statements will be mailed to property owners in late February 2010. Direct any inquiries to Dewey "Bleu" Wallace, Secretary/Treasurer, at (865) 428-1818. Thank you in advance for your attention in this important matter.

Yours very truly,

THE BOARD OF DIRECTORS, SMEPOA

STAN MCCARTY / Chairman and President

Alm Mille

Secretary/Treasurer

DAVID MCDONALD

Vice Chair and Vice President

ANDREW SEATON

Building/Plan Review