

TABLE B

Description	Dec. 31, 2008 Projected	Dec. 31, 2007 Actual	Dec. 31, 2006 Actual	Dec. 31, 2005 Actual	Dec. 31, 2004 Actual	Dec. 31, 2003 Actual
Total Debt due to Bank	\$2,450,031	\$2,729,427	\$4,022,630	\$4,445,522	\$6,111,129	\$6,561,652
Total Debt due to Developer for Wildcat Pool and Land at the Clubhouse	\$450,963	\$901,925	\$1,352,888			
New Debt on Amenity Projects	\$5,965,000	\$750,000				
Total	\$8,865,994	\$4,381,352	\$4,022,630	\$4,445,522	\$6,111,129	\$6,561,652
Debt to Equity Ratio		1:4.49	1:3.23	1:2.63	1:1.73	1:1.49
Debt Service Coverage **	1.30 to 1:40:1	1.55:1	2.6:1	1.47:1	1.21:1	1.46:1

The association's debt to equity ratio has improved greatly since 2003. The debt service coverage ratio has fluctuated over the five years with the largest variance in 2006 that is a result of the extraordinary gain the POA had as a result of the Clubhouse fire.

The debt service coverage ratio is the ratio that is used by the bank to assess the POA ability to repay debt. The bank covenant requires a ratio of 1.20:1. The POA's financial position is such that we are significantly above the requirement.