

**CNL HOTEL & RESORTS SECURITIES LITIGATION**  
**DISTRIBUTION FREQUENTLY ASKED QUESTIONS**

**GENERAL INFORMATION**

**1    *What is this check for?***

This is your payment for the CNL Hotels & Resorts, Inc. Securities Litigation.

**2.   *What is this Settlement about?***

Each eligible class member was mailed a Notice and an Investment Data Form with their eligible preprinted information advising them if they were eligible and did not have to respond or if their data was insufficient the class member had provide backup documentation.

This lawsuit was brought against CNL, its affiliates and certain of its present and former officers and directors alleging that they violated federal securities laws and breached their fiduciary duty under state law. It alleged that certain registration statements and prospectuses issued in connection with stock offerings contained false and misleading statements in violation of securities laws and that the Defendants' used improper accounting practices that inflated their reported income.

The settlement includes...

All persons who purchased or otherwise acquired any securities of CNL Hotels & Resorts, Inc. (f/k/a CNL Hospitality Properties, Inc.) ("CHR") pursuant to or by means of CHR's offerings registration statements, and/or prospectuses between August 16, 2001 and August 16, 2004, inclusive ("Class Period") ("Purchaser Class");

and / or

All persons who were CHR stockholders entitled to vote on the proposals presented in CHR's proxy statement dated June 21, 2004 ("Proxy Class").

1. CHR shares purchased before August 16, 2001 or after August 16, 2004 are not part of the Purchaser Class and are not eligible to participate in any distribution. Contractual assignments for purchases after August 16, 2004 will not be accepted.
2. Only CHR shares purchased between August 16, 2001 and August 16, 2004, the Purchaser Class Period, are part of the Purchaser Class and are eligible to participate in a distribution, but as to these shares:
  - a. If you made a Transfer by Operation of Law of your CHR shares before August 16, 2004, your transferee (not you) will be entitled to receive the distribution with respect to the shares transferred;
  - b. If you redeemed the CHR shares through CHR's Redemption Plan before August 16, 2004, you will not receive any distribution with respect to the shares redeemed.

**3.   *Why did it take so long to receive my check?***

Claims processing can take anywhere from a few months to one year. Each claim is reviewed and calculated against the Court approved Plan of Allocation. The defendant was required to pay into the settlement fund in 3 installments (with the last installment due February 2010) and the distribution taking place after the last installment, there was no required to do distribution after each installment.

**4. *I received this check for my X account. What do I do?/Can I cash it?***

You can cash your check; however, if you wish to reinvest your check into your X account, please contact your financial advisor if you have any questions. We cannot provide you with any advice on how to reinvest your check.

**5. *Do you have the contact number for my financial advisor?***

No. We do not have access to that information.

**6. *Is there a stale date on this check?***

Yes. The Court has ordered that the check be valid for 30 days from the date on your check.

***Can I get an extension on the stale date?***

***No, please cash the check as soon as possible, this is a court ordered deadline.***

**7. *Is this taxable? Will I get a 1099?***

The CNL Settlement was distributed as a Qualified Settlement Fund ("QSF") under IRS Treasury Regs. 1.468B. The Settlement Fund paid taxes on interest earned at the fund level. There is no Form 1099 reporting required under these regulations to the individual recipients.

We cannot give you tax advice as to proper handling of this distribution from the QSF as it applies to your personal circumstances. You should consult your tax advisor.

Also, Form 1099 will NOT be sent to check recipients, as tax reporting to individuals is not required under the litigation.

**8. *I believe that I should have received more of a payment. I want to dispute my amount. What can I do?***

You need to send us a letter and include all your supporting documentation to all your transactions to confirm that we have not missed something. Please state why you are disputing and what grounds you are basing your dispute on. You should also include your claim number which is located on the check and check stubs. Please note the award amount is based on the court approved plan of allocation located in the notice previously sent to you. It is not based on any overall market loss you may have.

- *CNL Hotels & Resorts, Inc. Securities Litigation*  
c/o Complete Claim Solutions, Inc.  
P.O. Box 24706  
West Palm Beach, Florida 33416

**9. *Does this payment affect the value of my account?***

No.

**10. This check was sent to my address, but this person no longer lives here. What do I do?**

Do you know the forwarding address for the person listed on the check?

[If Yes:] Please forward the check to the appropriate address if possible. Otherwise, please return the original check with the correct information. If you have opened the mail, please write void on the check.

[If No:] Please write “return to sender” on the envelope. If you have opened the mail, please write void on the check.

Send it back to :                    *CNL Hotels & Resorts, Inc. Securities Litigation*  
  c/o Complete Claim Solutions, Inc.  
  P.O. Box 24706  
  West Palm Beach, Florida 33416

**REISSUE REQUESTS**

**11. Where do I send my reissue request?**

**Note: we must receive the original check back if they have it. If you don't have it you must state you lost or never received the check and request a stop payment and reissue.**

**Via United States Postal Service:**

*CNL Hotels & Resorts, Inc. Securities Litigation*  
c/o Complete Claim Solutions, Inc.  
P.O. Box 24706  
West Palm Beach, Florida 33416

**Via Courier (UPS, Fed Ex, DHL, etc.):**

*CNL Hotels & Resorts, Inc. Securities Litigation*  
c/o Complete Claim Solutions, Inc.  
5210 Hood Road  
Palm Beach Gardens, Florida 33418  
877-318-6652

**Via Fax:**

*CNL Hotels & Resorts, Inc. Securities Litigation*  
Attention: CNL Securities Litigation  
Fax Number: 561-651-7788

**12. What is the timeframe for you to reissue my check?**

Approximately 30 days from the time of their request.

**13. I received this check and it has been damaged. Can you reissue a new check?**

Please write void on it and return the original check to us, along with a letter requesting a reissuance of your check because it is damaged, to;

*CNL Hotels & Resorts, Inc. Securities Litigation*  
c/o Complete Claim Solutions, Inc.  
P.O. Box 24706  
West Palm Beach, Florida 33416

**14. I received a check, but misplaced or lost the check. Can you provide me a new check?**

Yes. Your request must be in writing and state that you have misplaced or lost your check and include your name and claim number. Please write to.

*CNL Hotels & Resorts, Inc. Securities Litigation*  
c/o Complete Claim Solutions, Inc.  
P.O. Box 24706  
West Palm Beach, Florida 33416

**15. My name changed, because I got married/divorced. Can I still handle the check?**

Yes. Please go to the financial institution first as they may cash the check if documentation regarding the status of your name change is presented.

If the bank will not cash the check, please write void on it and return the original check to us, along with proof of your name change (e.g., COPY of marriage certificate), to:

*CNL Hotels & Resorts, Inc. Securities Litigation*  
c/o Complete Claim Solutions, Inc.  
P.O. Box 24706  
West Palm Beach, Florida 33416

**16. Since filing the claim, my spouse and I have gotten a divorce. What can we/I do?**

You have two options.

1. Provide your divorce decree along with the voided check and letter of instruction stating that you want the check reissued accordingly.
2. Handle the check on your own. Meaning both of you sign the check and split the monies based on your own decision.

We cannot split a check 50/50.

**17. The person listed on the check is deceased. What do I do?**

Please go to the financial institution first as they may cash the check if documentation regarding the status of the account holder and your status as the beneficiary/executor is presented.

If the bank will not cash the check, please write void on it and return the original check to us, along with proof of beneficiary/executor. This would include a COPY of the death certificate. If you are listed as the surviving spouse on the Death Certificate, this is all the evidence we need to reissue the check to you.

If you are NOT listed on the death certificate, we need a COPY of court documents that list you as the estate executor or equivalent. Send request with Original check to:

*CNL Hotels & Resorts, Inc. Securities Litigation*  
c/o Complete Claim Solutions, Inc.  
P.O. Box 24706  
West Palm Beach, Florida 33416

**18. *The account holder is now under guardianship/has given me power of attorney, what do I do?***

Please go to the financial institution first as they may cash the check if documentation regarding the status of the account holder and your status as the guardian/power of attorney is presented.

If the bank will not cash the check, please write void on it and return the original check to us, along with proof of guardianship/power of attorney.

**20. *I no longer hold the account that is listed on the check (e.g., IRA, Trust, etc.). Can you reissue this check into my other X account?***

Yes, please write void on it and return the original check to us, along with a letter of instruction stating that you no longer hold the account and would like the check reissued.

**21. *I have a new custodian for my X account. What do I do?***

If the check is made out correctly it should not matter, sign it over for deposit to your new account, otherwise, "Please void the check and return the original check to us, along with a letter of instruction stating that you have a new custodian for your X account." Send to:

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c/o Complete Claim Solutions, Inc.  
P.O. Box 24706  
West Palm Beach, Florida 33416

**22. *I received a check for an UTMA/UGMA account. The person has reached the age of majority. What do I do?***

Please go to the financial institution first as they may cash the check if identification showing that the claimant is now of age is presented.

If the bank will not cash the check, please void the check and return the original check to us, along with a letter of instruction stating that they have reached of age of majority.

**ADDITIONAL QUESTIONS**

**23. *Is this check legitimate?***

This distribution has been Court approved, therefore, this check is legitimate.

**24. *I don't remember filling a claim. Can I get a copy of my claim form?***

You must request a copy of your claim in writing and provide name, address, social security number (or part of it).

**25. *What is the difference between market loss and recognized loss?***

Market loss is overall loss. Recognized loss is the loss based on the plan of allocation approved by Court.