

Shadow Run Dam Corporation
P.O. Box 894
Riverview, FL 33568

April 7, 2007

Dear Neighbor,

As per the By Laws of the Shadow Run Dam Corporation (SRDC), we are preparing for our Annual Business Meeting, where you will elect directors, approve changes to our corporate documents, and approve the budget for the next fiscal year. We hold this meeting in conjunction with the Shadow Run Homeowners Association (SRHA) to save on meeting space costs, and most importantly in consideration of your valuable time. The SRDC Annual Business Meeting will be held at the **Riverview Civic Center on Monday, May 21, 2007 at 6:00 p.m.**, an hour before the SRHA annual meeting.

As the By Laws of our corporation dictate, voting is not considered valid unless a quorum of 50% of the property owners is met. Your help in meeting this quorum is accomplished by either attending the Annual Business Meeting in person, or by executing the enclosed proxy. For several years now, we have struggled to meet this quorum (176 property owners), which has forced us to continue the meetings to the following year.

We need your help! Especially this year, as we sincerely desire to resolve operational issues, change our By Laws to ease the quorum requirement, and move the corporation forward by budgeting revenue for the first time in the history of the organization.

You can help in two ways: Executing the enclosed proxy, and to join us in calling on your neighbors to get out the vote. I know that I speak for the rest of the board members, who sincerely appreciate your help. We look forward to an exciting year of improvements for the dam that continues to create value in our community.

Your Neighbor,

David DeVelder
President, Shadow Run Dam Corporation

PS. Annual Budget is printed on the back of this page. Please review and vote on Ballot.

Shadow Run Dam Corporation

FY 2007-2008 Financials and Proposed Budget

Projected Balance Sheet May 1, 2007 Projected Balance Sheet May 1, 2008

ASSETS

Cash and Bank Accounts

CD's	\$77,773.00	\$81,017.00
Checking	\$100.00	\$100.00
Money Market	\$11,466.00	\$8,379.00

TOTAL Cash and Bank Accounts	\$89,339.00	\$89,496.00
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TOTAL ASSETS	\$89,339.00	\$89,496.00
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LIABILITIES & EQUITY

LIABILITIES	\$0.00	\$0.00
EQUITY	\$89,339.00	\$89,496.00

TOTAL LIABILITIES & EQUITY	\$89,339.00	\$89,496.00
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FY 2006-2007 Projected Actual

Proposed FY 2007-2008 Budget

Inflows

CD Interest	\$2,741.00	\$3,244.00
Money Market Interest	\$89.00	\$72.00
Planned fundraisers		\$6,000.00

Total Inflows	\$2,830.00	\$9,316.00
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Outflows

Expenses

D&O Insurance	\$1,173.00	\$1,231.00
General Liability Insurance	\$519.00	\$545.00
P.O. Box	\$18.00	\$18.00
Tax Preparation Fees	\$325.00	\$340.00
Bank Fees	\$396.00	\$0.00
Lake Management Services	\$1,131.00	\$1,200.00
Dam Inspection	\$2,200.00	\$2,200.00
Postage	\$174.00	\$174.00
Printing/Reproduction	\$200.00	\$200.00
Supplies - Business	\$50.00	\$100.00
Property Taxes	\$27.00	\$29.00
Misc Maintenance	\$48.00	\$50.00

Expenses

Property Improvements	\$0.00	\$3,000.00
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Total Outflows	\$6,261.00	\$9,087.00
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FY 2006-2007 Net Gain (Loss)	(\$3,431.00)	\$229.00
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