

Does the government only grant STT – 5 year for the MI project?

The STT is on a 5 years renewal basis and it is very likely the government will grant lease extension again. We are continuing to liaise with the Government on this issue.

Connection path to RHKYC is necessary?

This is an objective from HAB which will allow the club to run international joint sailing events with RHKYC. However, it is less of a priority than the hardstanding, essential accomodation and Clubhouse.

Will RHKYC contribute to the connection?

It is very unlikely but at the appropriate time we could raise the issue.

What is the cost proportion between the seawall and the backfill reclamation?

Its about 70%. MAP advised that the strategy is to build as much as seawall the club can afford to maximize the land area in stage 1 to provide the most benefit.

Will MI still be in operation while construction plan is carried out?

Yes, this is an important issue. It will be our objective to retain full operation as much as possible but with a construction project of this kind it will be necessary for staged compromises to be arranged during the different stages of the works. We will be looking at this issue in more detail before the procurement stage.

Will the club increase staff recruitment to cope with the development?

Yes. The GM already has an operational plan but this will need to be reviewed further as we firm up on the design and facilities to be provided.

How much building levy finances the MI project each year?

We have a continuing workstream to analyse the predicted income over the period. At this time it is approximately \$2.5mill to \$3mill from the building levy plus a 70% contribution from new membership fees.

Will the club consider some other channels to finance MI project? Such as bonds and debentures, individual donations from members?

Yes, the club will definitely look into alternative means for financing the project. We have not done so in detail to date because the focus has been on the design and approvals process.

Building levy has been implemented since 2011, but there is no tangible benefit/facilities upgrade so far?

This is a long term project which will provide a functional and attractive asset for the Club for future decades. The process to obtain approval for the project is complex and time consuming but we have made significant progress in the last year. The programme for the works is dependent on the approval process and more importantly our capability to fund the project. We are making good progress on the provision of upgraded power and water supplies which is required for the long term leasing arrangement and also for current operations.

Moorings number will be increased as a result of the MI development?

Yes. One of our objectives is to provide additional pontoon berthing. The net increase in berths is approximately 15.

Finger pontoons upon completion of MI development can be permanent more than just for visiting boats?

Yes, they can be permanent pontoons in the future.

2% estimate of inflation seems too low for the project?

This is another important factor in providing confidence in our financial model. At present the forecast inflation rate over the next 5 years is predicted at 2% to 3%. But this will be reviewed further as we develop the model.

How will you keep members informed of future progress?

We will update the web site and the Information Boards. In addition, we will convene an annual Town Hall Meeting in the fourth quarter to discuss with members.