



Dear Roca Milagro Partners and Friends:

There haven't been many new announcements about our project this year. That doesn't mean that things have ground to a halt; it simply means that we are taking advantage of the fact that we have no debt (and thus no pressure to satisfy demands of lenders) to plan for the best results for our investors and the best execution of our development plans for Roca Milagro.

The world has changed considerably since economies around the globe crashed in 2008. There is still a lot of fear and uncertainty as individuals and families try to plan for an uncertain future. It is at times like this that action is most needed but instead many people are so afraid to do anything that they are effectively paralyzed.

I am of the opinion that as things deteriorate further in the United States and Europe, freedom lovers will look elsewhere for a safe place to live. Panama with its relatively lower cost of living and its safety and stability will be an obvious choice. Canada, where some of us live, will also suffer as economic excesses of governments and individuals rebalance. Still, most Canadians I have met in Panama, and there are many, move there simply because it is warm and affordable. Whatever the reason, we will welcome everyone who will appreciate what we have to offer.

While we are waiting for things to begin moving again, we are re-working many of our infrastructure plans to incorporate a more 'green', eco-friendly approach. What we will end up with will be something quite unlike anything else in Panama. When we have

drawings and other materials available, we will pass them on.

I would like to take this opportunity, while wishing everyone the best of the holidays and this festive season, to thank everyone who is working with me to bring our dream to fruition. To my Canadian, American and Panamanian partners: Thank You! To those of you who have already purchased lots at Roca Milagro, thank you for your trust and confidence. To everyone on our extensive mailing list (and we hope eventual property owners at Roca Milagro) thank you for allowing us to communicate with you. To our Panamanian workers and the professionals who take care of our corporate affairs, thanks for simplifying things for us in an often confusing administrative and bureaucratic environment.

Many of us believe that it will become more difficult in the months and years ahead to invest offshore and to escape confiscatory tax policies and draconian asset controls in many jurisdictions around the world. Those who have already protected themselves by investing with us and those who are at least planning in that direction are visionaries.

As we approach the Christmas holiday season and then soon after the transition from one uncertain year into another, I would like to extend my best personal wishes to all of you, whatever your background, nationality, race or faith. We are above all, individual human beings, accepting responsibility for ourselves and our families. I am looking forward in the years ahead, to meeting more of you individually and eventually, perhaps welcoming you as neighbours at Roca Milagro.

Please have a Very Merry Christmas and a safe and Happy New Year.

Sieg Pedde, President, Inversiones Roca Milagro S.A.
December, 2010.



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