

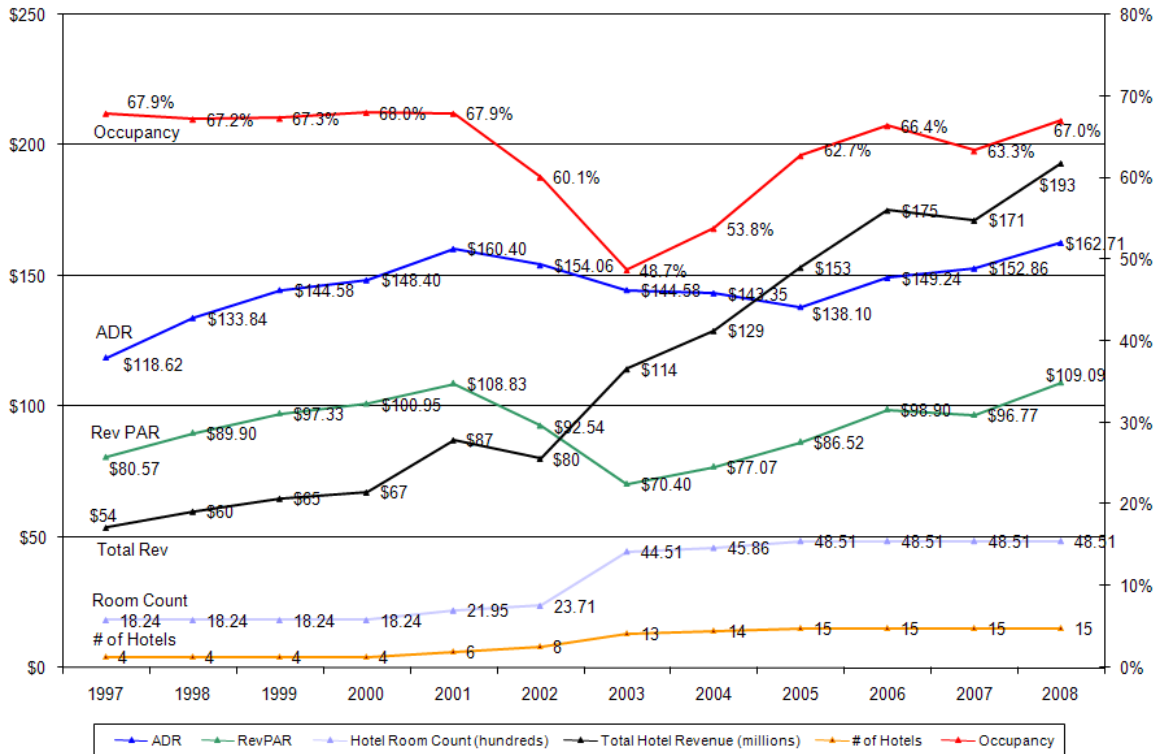
HOTEL INDUSTRY

Houston's downtown hotel market has fared well. Downtown Houston's inventory of hotels has increased significantly since 2002 when downtown's hotels consisted of four hotels with 1,800 rooms.

Total hotels..... 15
 Total guest rooms & suites 4,858
 Total hotel meeting space 106,000 sf
 George R. Brown Convention Center space 470,000 sf

Downtown Hotel Trends

Source: PKF Consulting and Central Houston, Inc.



American Liberty Hospitality's 262-room, 19-story Embassy Suites Hotel broke ground in May 2009 and construction is well under way. The property is adjacent to the George R. Brown Convention Center, the Hilton Americas Houston and Discovery Green. It is the first privately developed, full-service hotel built from the ground up in downtown for the past 25 years. The new hotel will open in March 2011, in time for the NCAA Final Four basketball tournament, which will be held in Houston. The property will have 6,000 square-foot of meeting space, rooftop swimming pool, spa and fitness center, restaurant and street-level café and wine bar.

Existing Hotels

Downtown's hotels include the following:

Alden-Houston

1117 Prairie Street
phone (832) 200-8800

Called the Sam Houston Hotel until 2005, this hotel reopened in 2002, 78 years after its original opening, in 1924. The 100-room hotel has a brand new approach to contemporary design, ultimate luxury, high tech and personalized service.

Best Western Downtown Inn & Suites

915 W. Dallas
phone (713) 571-7733

The Best Western, which opened in 2001 on the west side of Downtown, has 75 suites. The facility includes a business center including e-mail access and other computer functions. For meetings, the boardroom provides the perfect professional environment.

Courtyard by Marriott

916 Dallas
phone (832)
366-1600

Housed within the Historic Humble Oil Building, the Courtyard by Marriott Houston - Downtown offers spacious guest rooms and suites with

either one king bed with a sofa sleeper or two double beds. All guest rooms feature a large work desk, two phones with data ports and in-room coffee and tea. The Courtyard surrounds travelers



with the conveniences that make business and pleasure travel easy.

Club Quarters Hotel

720 Fannin
phone (832)
214-4300

Club Quarters hotels are private, full service hotels for member organizations designed for the business traveler, subsidized for

family and friends' use on weekends and holiday periods.



Crowne Plaza Cullen Center

1700 Smith Street
phone (713) 739-8800

The former Whitehall Hotel at 1700 Smith re-opened in April 2001 after an extensive \$25 million renovation. The 259-room hotel had been closed for 10 years.

Doubletree Hotel Allen Center

400 Dallas Street
phone (713) 759-0202

Located in the west end of downtown at the edge of Sam Houston Park, the Doubletree is a medium-size luxury business hotel with 350 guest rooms and suites. The 20-story structure features 17,000 square feet of meeting space in 15 rooms, including the 5,580 square-foot LaSalle Ballroom.

Four Seasons Hotel

1300 Lamar Street
phone (713) 650-1300

The Four Seasons Hotel is located across the street from Houston Center's retail complex, the Shops at Houston Center. This hotel is located three blocks from the George R. Brown Convention Center. The hotel includes 399 guest rooms and 18,000 square feet of meeting facilities, including a 4,800 square-foot ballroom.

Hilton Americas-Houston

1600 Lamar
phone (713) 739-8000



This 1200-room hotel is Houston's largest convention hotel and is connected to the George R. Brown Convention Center. Over 91,000 square feet of flexible meeting space including a 40,000 square foot ballroom, 26,000 square foot ballroom and 30 versatile meeting rooms, a comprehensive business center, three restaurants, a lobby lounge, Java Coast Coffee Bar, and a fitness center and spa. All function space is equipped with "Smart Walls" with sound, light, and air, strategically placed floor pockets containing Ethernet connection, dedicated "Show Power," rigging points every 30 feet, and more.

Hyatt Regency Houston

1200 Louisiana Street
phone (713) 951-0934

The Hyatt Regency is Houston's largest hotel, with 963 guest rooms, 30 suites and a 30-story atrium lobby, and Spindletop, Houston's only revolving rooftop restaurant. The hotel offers 66,000 square feet of function space in 30 meeting rooms, including the 30,000 square-foot Exhibit Hall.

Holiday Inn Express

1810 Bell Avenue
phone (713) 774-1052

The Holiday Inn Express is conveniently located two blocks from the George R. Brown Convention Center and the site of downtown's Toyota Center. The 57,000-square-foot hotel has 114 rooms. The \$8 million hotel opened in May 2001 in the southeast sector of downtown Houston, one block from U.S. Highway 59.

Hotel Icon

220 Main Street
phone (713)
224-4266

Hotel Icon is an experience in opulence. With its historic façade and classic-contemporary custom designed European décor, furnishings and



original artwork, this newly restored 1911 bank building provides individually tailored services and accommodations for both the corporate and leisure traveler. The 135-room Hotel ICON offers travelers an intriguing option worthy of destination status.

Inn at the Ballpark

1520 Texas Avenue
phone (713) 228-1520
Inn at the Ballpark is across the street from Minute Maid Park and just steps from the business district and George R. Brown Convention Center. Designed around an American nostalgia theme, this 12-story hotel has 208 guest rooms, a four-story atrium lobby bar and corporate and special event facilities.

The Lancaster

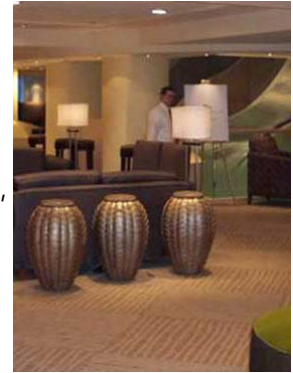
701 Texas Avenue
phone (713) 228-9500

The Lancaster is a small, luxury hotel specializing in old world charm and excellence. Located in the Theater District, the 12-story hotel includes 84 rooms and nine suites. Meeting facilities are ideal for small business gatherings with rooms ranging from 300 to 570 square feet.



The Magnolia

1100 Texas Avenue
phone (713) 221-0011
The Magnolia Hotel, built in the historic Post-Dispatch Building, has meeting and conference dining space and an Executive Conference Center.



The hotel's rooms feature large desks, ergonomic chairs, extra-large bathtubs, granite vanities, coffee makers and mini bars, roof top fitness center and pool.

Marriott Residence Inn

904 Dallas Street
phone (832) 366-1000
Housed within the Historic Humble Oil Building, the Residence Inn by Marriott Houston - Downtown offers spacious studio, one and two-bedroom suites all with the convenience of a fully equipped kitchen, separate living area with sleeper sofa and daily housekeeping service.