



February 5, 2001

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WORKFORCE TRANSITION

Mr. Jim Houck
Director - Workforce Transition Unit
Michigan Department of Career Development
Visitor's Office Center, 5th Floor
2301 N. Washington Square
Lansing, MI 48913

Dear Mr. Jim Houck:

This is to inform you, pursuant to any possible requirement of the federal Worker Adjustment Retraining and Notification Act ("WARN") that during the period between February 28 and March 13, 2001, Family Golf Centers, Inc. ("FGC") anticipates that it will permanently terminate its operations due to the impending sale or closure of all operations of FGC and its United States subsidiaries as part of a bankruptcy proceeding to which FGC is subject. Attached is a list of the operations affected with their locations and the current number of employees who will be losing their jobs.

The termination of FGC's operations and the corresponding employment loss at this location on the above-mentioned dates is contingent upon the successful completion of a sale of FGC's assets to a party approved by the bankruptcy court. Due to the circumstances associated with the bankruptcy process and uncertainties as to the sale and liquidation process, it was not feasible to identify a scheduled employment termination date during earlier phases of the bankruptcy proceeding. Termination of employment with FGC does not preclude the possibility of offers of employment to FGC employees from buyers of various business locations.

The information contained in this letter is based on the best information available to FGC at this time. We will attempt to provide you with additional information, as it becomes known to us.

For further information, contact myself on (631) 694-1666 Extension 117 or at rjohnson@familygolf.com. Thank you for your time in this matter.

Sincerely,

A handwritten signature in cursive script that reads 'Rose Johnson'.

Rose Johnson
Human Resources Director

MICHIGAN

Family Golf Center at Royal Oak
3500 Edgar Road
Royal Oak, MI 48073
3 Employees

Family Golf Center at Oasis
39500 Five Mile Road
Plymouth, MI 48170
33 Employees