DECLARATION OF COVENANTS, CONDITIONS AND RESTRICTIONS RIDGELAKE SHORES SECTION ONE

STATE OF TEXAS

KNOW ALL MEN BY THESE PRESENTS:

COUNTY OF MONTGOMERY

BLUEGREEN SOUTHWEST ONE, L.P., a Delaware partnership, duly authorized to do business in the State of Texas, acting through its General Partner, BLUEGREEN SOUTHWEST LAND, INC. a Delaware Corporation, authorized to do business in the State of Texas, hereinafter referred to as "Developer",

WITNESSETH:

WHEREAS, Developer is the owner of that certain tract of land known as RIDGELAKE SHORES, SECTION ONE, being more particularly described by metes and bounds attached hereto as Exhibit "A", consisting of 201.3444 Acres of land situated in MONTGOMERY County, Texas, with the Plat ("Plat") of RIDGELAKE SHORES, SECTION ONE recorded in Cab O Short 55, of the Plat Records in the office of the County Clerk of MONTGOMERY County, Texas on the Lo-29-01, after having been approved as provided by law, and

WHEREAS, it is the desire of Developer to place certain restrictions, easements, covenants, conditions, stipulations and reservations (herein sometimes referred to as the "Restrictions") upon and against such RIDGELAKE SHORES, SECTION ONE in order to establish a uniform plan for it's development, improvement and sale, and to insure the preservation of such uniform plan for the benefit of both the present and future owners of Tracts in RIDGELAKE SHORES SECTION ONE; and

WHEREAS, Developer reserves and retains unto itself, the right, as it, in its sole discretion, shall determine, to (i) add to or delete areas from the Subdivision (defined in Section 1.22 hereafter); and, (ii) hereafter place and impose such restrictions, easements, covenants, conditions, stipulations and reservations on any and all remaining unrestricted Properties, or portions thereof, in the Subdivision, in order to establish any plan chosen by Developer for the development, improvement and sale thereof;

NOW, THEREFORE, Developer hereby adopts, establishes and imposes upon RIDGELAKE SHORES SECTION ONE and declares the following reservations, easements, restrictions, covenants and conditions, applicable thereto, all of which are for the purposes of enhancing and protecting the value, desirability and attractiveness of said Property, which Restrictions shall run with said Property and title or interest therein, or any part thereof, and shall inure to the benefit of each owner thereof. Developer also declares that RIDGELAKE SHORES SECTION ONE shall be subject to the jurisdiction of the "Association" (as hereinafter defined).

ARTICLE I DEFINITIONS

Section 1.01 "Accessory Building" shall mean and refer to a subordinate building, attached to or detached from the Dwelling (as hereinafter defined).

Section 1.02 "Annexable Area" shall mean and refer, without limitation, to any property adjacent to or in the proximity of the Subdivision.

Section 1.03 "Annexed Area" shall mean and refer to any additional property made subject to the jurisdiction of the Association pursuant to the provisions set forth herein.

Section 1.04 "Association" shall mean and refer to the RIDGELAKE SHORES Property Owners Association, and its successors and assigns.

Section 1.05 "Board of Directors" shall mean and refer to the Board of Directors of the Association.

Section 1.06 "Builders" shall mean and refer to persons or entities that purchase Tracts and build speculative or custom homes thereon for third party purchasers.

Section 1.07 "Common Area" shall mean all real property (including the improvements thereto) within the Subdivision owned by the Developer and/or the Association for the common use and enjoyment of the Owners.

Section 1.08 "Contractor" shall mean and refer to the person or entity with whom an Owner contracts to construct a residential dwelling on such Owner's Tract.

Section 1.09 "Developer" shall mean and refer to Bluegreen Southwest One, L.P. and its successors and assigns.

Section 1.10 "Dwelling" shall mean and refer to a building having accommodations for and occupied by not more than one family.

Section 1.11 "Garage" shall mean and refer to an Accessory Building or a portion of a Dwelling in which motor-driven vehicles are stored.

Section 1.12 "Height" shall mean and refer to the measurement from the building line or highest point on the Tract, which ever is greater, to the highest point of the Improvement being measured.

Section 1.13 "RIDGELAKE SHORES" shall mean and refer to all sections of RIDGELAKE SHORES hereafter made subject to the jurisdiction of the Association.

Section 1.14 "Owner" shall mean and refer to the record owner, whether one or more persons or entities, of fee simple title to any Tract which is a part of the Subdivision. The term "Owner" shall include (i) contract sellers (a seller under a Contract-for-Deed), but excluding those having such interest merely a security for the performance of an obligation, (ii) Developer (except as otherwise provided herein), and (iii) Builders.

Section 1.15 "Plat" shall collectively mean and refer to: (i) the Final Plat of RIDGELAKE SHORES SECTION ONE, an addition to MONTGOMERY COUNTY, Texas, recorded in Plat Records, MONTGOMERY COUNTY, Texas.

Section 1.16 "Front Line" shall mean and refer to any boundary line of a Tract which is adjacent to a public road and the front of the proposed improvements face.

Section 1.17 "Rear Line" shall mean the opposite of Front Line.

Section 1.18 "Side Line" shall mean and refer to any boundary line of a Tract which is not a Front Line or Rear Line.

Section 1.19 "Street" shall mean and refer to the roadways dedicated by the Developer to MONTGOMERY COUNTY, Texas, by the Plat and accepted by MONTGOMERY COUNTY, Texas as public streets and roadways.

Section 1.20 "Tract" shall mean and refer to any plot or lot of land identified as a Tract or homesite on the Plat. For purposes of this instrument, "Tract" shall not be deemed to include any portion of the "Common Areas" or "Unrestricted Reserves" (defined herein as any Common Areas and Unrestricted Reserves shown on the Plat) in the Subdivision, regardless of the use made of such area.

Section 1.21 "Boat Dock Pier" shall refer to an any structure extending into the lake where boats are docked.

Section 1.22 "Subdivision" shall mean for purposes of these Restrictions, that tract of land known as RidgeLake Shores, Section One pursuant to the terms of the Plat defined in Section 1.15, above.

Section 1.23 "Lakes" shall mean and refer to the proposed body of water covering approximately 60 acres contiguous to the subdivision and approximately 30 acres adjacent to the Subdivision. All owners of Tracts within any Section of RIDGELAKE SHORES may use said water area of the Lake as a Common Area, subject to the rules and regulations imposed for such use.

Section 1.24 "Lakefront Tract" shall mean an refer to Tracts adjoining any portion of the proposed lakes contiguous and adjacent to the Subdivision.

Section 1.25 "Recreational Vehicle/Motor Home" vehicle designed for recreational use, professionally made, (not including converted school buses or homemade trailers).

Section 1.26 "Guest House" shall mean and refer to detached living quarters.

ARTICLE II RESERVATIONS, EXCEPTION AND DEDICATIONS

Section 2.01 Recorded Subdivision Map of the Property. The Plat ("Plat") of RIDGELAKE SHORES dedicates for use as such, subject to the limitations as set forth therein, the roads, streets and easements shown thereon. The Plat further establishes certain restrictions applicable to RIDGELAKE SHORES. All dedications, restrictions and reservations created herein or shown on the Plat, replats or amendments of the Plat of RIDGELAKE SHORES recorded or hereafter recorded shall be construed as being included in each contract, deed, or conveyance executed or to be executed by or on behalf of Developer, whether specifically referred to therein or not.

Section 2.02 <u>Utility Easements</u>. Developer reserves for public use the utility easements shown on the Plat or that have been or hereafter may be created by separate instrument recorded in the Real Property Records of MONTGOMERY COUNTY, Texas, for the purpose of constructing, maintaining and repairing a system or systems of electric lighting, electric power, telegraph and telephone line or lines,

cable television, fresh water, gas or any other utility the Developer sees fit to install in, across and/or under such utility easements. Should any utility company furnishing a service covered by any easement in these restrictions provided for, request a specific easement by separate recordable document, Developer, without the joinder of any other Owner, shall have the right to grant such easement along and within the setback line of any Tract without conflicting with the terms hereof. Any utility company serving the Subdivision shall have the right to enter upon any utility easement for the purpose of installation, repair and maintenance of their respective facilities. Neither Developer nor any utility company, political subdivision or other authorized entity using the easements herein referred to shall be liable for any damages done by them or their assigns, agents, employees, or servants, to fences, shrubbery, trees and lawns or any other property of the Owner on the property covered by said easements.

- (a) Utility ground and aerial easements have been dedicated in accordance with the Plat and by separate recorded easement documents. A utility easement and drainage easement of not less than Sixteen feet (16'), of which the first eight feet (8') adjacent to the right-of-way may be utilized for drainage purposes, has been dedicated along the front of all member Tracts, and along the side Tract line adjacent to the street right-of-way of all corner Tracts, except as otherwise indicated on the Plat. All side Tract utility easements and drainage easements have been dedicated in accordance with the Plat. Rear utility easements and drainage easement have been dedicated in accordance with the Plat.
- (b) No building shall be located over, under, upon or across any portion of any utility easement. The Owner of each Tract shall have the right to construct, keep and maintain concrete drives, fences, and similar improvements across any utility easement, and shall be entitled to cross such easements at all times for purposes of gaining access to and from such Tracts, provided, however, any concrete drive, fence or similar improvement placed upon such Utility Easement by the Owner shall be constructed, maintained and used at Owner's risk and, as such, the Owner of each Tract subject to said Utility Easements shall be responsible for (i) any and all repairs to the concrete drives, fences and similar improvements which cross or are located upon such Utility Easements and (ii) repairing any damage to said improvements caused by any public utility in the course of installing, operating, maintaining, repairing, or removing its facilities located within the Utility Easements.
- (c) The Owner of each Tract shall indemnify and hold harmless Developer and any public, or private public utility companies having facilities located over, across or under utility easements from any loss, expense, suite or demand, resulting from injuries to persons or damage to property in any way occurring, incident to, arising out of, or in connection with said Owners installation, maintenance, repair or removal of any permitted improvements located within the utility easements, including where such injury or damage is caused or alleged to be caused by the sole negligence of each public or private utility, or its employees, officers, contractors or agents.

Section 2.03 <u>Drainage Easements</u>. Developer reserves for public use, drainage easements shown on the Plat or that have been or hereafter may be created by separate instrument recorded in Real Property Records of MONTGOMERY COUNTY, Texas, for the purpose of constructing, maintaining or repairing to insure proper storm drainage for the benefit of RIDGELAKE SHORES. All dedicated utility easements may be used for the construction of drainage swales in order to provide for improved surface drainage of the Reserves, Common Area, Tracts and roadways. No Owner of any Tract in the subdivision may perform or cause to be performed any act which would alter or change the course of such drainage easements in a manner that would divert, increase, accelerate or impede the natural flow of water over and across such easements, including the construction of ponds and dams on such

easements. No Owner of any Tract may change or alter the drainage that would adversely affect an adjacent Tract.

Section 2.04 <u>Title Subject to Easements</u>. It is expressly agreed and understood that the title conveyed by developer to any of the Tracts by contract for deed or other conveyance shall be subject to any easement affecting same for roadways or drainage, electric lighting, electric power, fresh water, storm sewer, gas, telegraph or telephone purposes and other easements hereafter granted affecting the Tracts. The Owners of the respective Tracts shall not be deemed to own pipes, wires, conduits or other service lines running through their Tracts which are utilized for or service other Tracts. The Developer may convey title to said easements to the public, a public utility company or the Association.

Section 2.05 Flowage Easement. A flowage easement on, over and across that portion of the Lakefront Tracts adjacent to proposed lakes contiguous or adjacent to the Subdivision below the elevation of 192 feet mean sea level (msl) are hereby reserved for the Developer and, upon the Transfer Control Date, the Association, for the following purposes:

- a) The right to overflow, flood or cover such portion of the Lakefront Tracts in the Subdivision lying in the flowage easement, with flood water, slack water or back water caused by the construction, maintenance and operation of the dam for the Lake and the reservoir for the storage of water created by the construction of the Lake.
- b) The right to enter upon said Lakefront Tracts at anytime or times hereafter and do whatever is reasonably necessary in the sole discretion of the Developer and/or the Association to maintain and operate such Lake and to prevent the draining or dumping of refuge, sewage or other material into such reservoir.

Section 2.06 Restricted Reserves. The areas designated as Restricted Reserves on the Plat are Common Areas to be used by all Owners in any Section of RIDGELAKE SHORES Subdivision, together with their invitees and guests for recreational and outdoor activities. Provided, however, the use of Restricted Reserves B and C shall be subject to the exclusive and perpetual easement granted to Owners of Tracts adjoining said Restrictive Reserves as provided in Section 3.03. The use of all Restricted Reserves shall be regulated by the Developer, its successors or assigns through written rules and regulations or by the RidgeLake Shores Property Owners Association after the transfer date. No motorized vehicles(4-wheelers, motorbikes, cycles, go-carts, dirt bikes, or scooters) shall be permitted on any of the restricted reserves.

ARTICLE III USE RESTRICTIONS

Section 3.01 Single Family Residential Construction. No building shall be erected, altered, placed or permitted to remain on any Tract other than one dwelling unit per each Tract to be used for residential purposes. Detached garages, work shops and other accessory buildings may be constructed on the property 12 months prior to the time the main dwelling is being built so long as they are of good construction, kept in good repair and are not used for residential purposes. All dwellings, detached garages, work shops and accessory buildings must be approved in writing by the Architectural Control Committee prior to being erected, altered or placed on the property. The term "dwelling" does not include single or double wide or other manufactured homes, and said manufactured homes are not permitted within the Subdivision. All dwellings must have at least 2000 square feet of living area, excluding porches

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for a two story dwelling,, and a minimum of a two car garage. All improvements must be built with new construction materials with exterior walls being masonry, glass or natural wood (i.e. no aluminum, asbestos siding, vinyl siding, plywood siding, or masonite siding). Cement fiber siding is considered masonry. Storage buildings may also be built or placed on the Tract as long as they are at least 150 feet from the front property line and are approved in writing by the Architectural Control Committee. Guest Houses, with a minimum square footage of 500 feet, must be approved in writing by the Architectural Control Committee prior to construction. Guest Houses must be built simultaneously as the main dwelling or after construction of the main dwelling, be kept in good condition and must be of similar exterior construction of the main dwelling. Any building, structure or improvement commenced on any Tract shall be completed as to exterior finish and appearance within one (1) year from the commencement date. As used herein, the term "residential purposes" shall be construed to prohibit manufactured housing, mobile homes or trailers being placed on said Tracts, or the use of said Tracts for duplex houses, condominiums, townhouses, or apartment houses. All Tracts shall be for residential purposes and all homes must be site constructed.

Section 3.02 Composite Building Site. Any Owner of one or more adjoining Tracts (or portions thereof) may, with the prior written approval of the Architectural Control Committee and MONTGOMERY COUNTY consolidate such Tracts or portions into one building site, with the privilege of placing or constructing improvements on such resulting site, in which case the side setback lines shall be measured from the resulting side property lines rather than from the Tract lines as indicated to the Plat.

Section 3.03 Boat Docks/Boat Houses/Piers. Tracts adjacent to the proposed lakes may construct a boat dock into the water from the owners Tract. All plans for the construction of boat docks must be approved in writing by the Architectural Control Committee prior to construction. Boat docks are limited to 8 square feet per linear foot of shoreline owned, not including the walkway if less than four feet in width. Maximum height is restricted to 12 feet and shall not extend, further than 1/3 the width of the waterway, but in no event farther than 30 feet into the waterway. Owners of Tracts adjoining the proposed lakes are hereby granted a perpetual exclusive easement from that owner's Tract line to the water line, as the same shall be and flow at any given time. The Association reserves the right of ingress and egress over and across this easement for the sole purpose of maintaining and/or repairing the lake or lakebed, including the easement area. Property owners are responsible for protecting and maintaining the shore line from erosion into the lake. If erosion occurs that in not repaired or maintained by the Owner, the Association may correct the erosion and be reimbursed by Owner for any expenses incurred.

Section 3.04 Easements. Developer reserves for public use the utility easements shown on the Plat or to have been or hereafter may be created by separate instrument recorded in the real property records of Montgomery County, Texas, for the purpose of constructing, maintaining and repairing a system or systems of gas, fresh water, electric lighting, electric power, telegraph or telephone line or lines, storm sewer drainage, cable television, or any other utility the Developer sees fit to install in, across and/or under Section 1, RidgeLake Shores for the benefit of the Subdivision or any part thereof. All public utility easements in Section 1 may be used for the construction of drainage swales in order to provide for improved surface drainage for the reserves, Common Area, Tracts and/or all other areasof the Subdivision or any part thereof. Should any utility company furnishing a service covered by a general easement herein provided request a specific easement by separate recordable document, Developer, without the joiner of any other Owner, shall have the right to grant such easement on said property without conflicting with the terms hereof. Any utility company serving the Subdivision shall have the right to enter upon any public utility easement for the purpose of installation, repair and

maintenance of their respective facilities. Neither Developer nor any utility company, political subdivision or other authorized entity using the easements herein referred to shall be liable for any damages done by them or their assigns, agents, employees, or servants to fences, shrubbery, trees and lawns or any other property of the Owner on the property covered by said easements.

Section 3.05 <u>Title Subject to Easements</u>. It is expressly agreed and understood that the title conveyed by Developer to any of the Tracts by contract deed or other conveyance shall be subject to any easement affecting same for roadways or drainage, electric lighting, electric power, fresh water, storm sewer, gas, telegraph or telephone purposes and other easements hereafter granted affecting the Tracts. The Owners of the respective Tracts shall not be deemed to own pipes, wires, conduits or other service lines running through their Tracts which are utilized for or service other Tracts, but each Owner shall have an easement in and to aforesaid facilities as shall be necessary for the use, maintenance, and enjoyment of their Tract. The Developer may convey title to said easements to the public, a public utility company, or the Association.

Section 3.06 Location of Improvements Upon the Tracts/Setback Lines. No residential structure, carport or any other surface improvements (approved fences, septic systems, and landscaping excepted) shall be located on any Tract nearer to the front, rear, side or street side Tract building line shown on the Plat or nearer to the property lines than the minimum building setback lines shown below. In the event of a conflict between the setback lines provided below or those required by the Plat, the terms of the Plat control. For purposes of these Restrictions, eaves, steps, and unroofed terraces shall not be considered as part of a residential structure or other improvement. This covenant shall not be construed to permit any portion of a building foundation on a Tract to encroach upon an easement. All Dwellings placed on any Tract must be equipped with an aerobic septic system meeting all applicable laws, rules, standards, and specifications. All such Dwellings must be served with water and electricity. The main residential structure on any Tract shall face the front of the Tract, except as described below or unless a deviation is approved in writing by the Committee.

- (a) <u>Front Setback Lines</u>. Each Tract has, and shall be subject to, a fifty foot (50') front setback line.
- (b) Rear Setback Lines. Each Tract has, and shall be subject to, a twenty-five foot (25') rear setback line except Tracts 1-3, Block 2, Tracts 1-15, Block 3 which have, and shall be subject to, a sixty-six foot (66') rear setback line; Tract 4, Block 5, which has, and shall be subject to, a one-hundred-twenty foot (120') rear setback line; Tracts 5-9, Block 5 which have, and shall be subject to, a one-hundred-forty foot (140') rear setback line; Tract 10, Block 5, which has, and shall be subject to, a onehundred-five foot (105') rear setback line; Tracts 5 and 13, Block 6, which have and shall be subject to a one-hundred fifty foot (150') rear setback line; Tracts 1 and 2, Block 8 which have, and shall be subject to, a 90 foot (90') rear setback line; Tract 3 and a portion of Tract 4, Block 8, which have, and shall be subject to, a onehundred foot (100') rear setback line; Tract 8 and 9 in Block 8 which have, and shall be subject to, a one-hundred forty foot (140') rear setback line; Tracks 10, 11 and 13, Block 8, which have, and shall be subject to, a one-hundred fifty-five foot (155') rear setback line; Tracts 18, 19 and 20 Block 8, which have, and shall be subject to, a one-hundred seventy-five foot (175') rear setback line. To protect views and maintain the character of the community, no structure, or out building may be constructed within any rear setback.

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(c) <u>Side Tract Setback Lines</u>. Each Tract has, and shall be subject to, a twenty-five foot (25') side setback line on each side of such Tract except Tract 1, Block 3, which has, and shall be subject to, a one-hundred-ninety foot (190') side setback line along one side, as reflected on the Plat.

(d) <u>Corner Tract Side Setback Lines</u>. Each corner Tract has, and shall be subject to, a side setback line of fifty feet (50'). On corner Tracts, the front of the Tract shall be defined as the principal side of the Tract having the lesser frontage. The side building setback line will be measured on the side of the Tract facing the larger street frontage.

Section 3.07 <u>Use of Temporary Structures</u>. No structure of a temporary character, whether trailer, basement, tent, shack, garage, barn or other accessory building shall be maintained or used on any Tract at any time as a residence, either temporarily or permanently; provided, however, that Developer reserves the exclusive right to erect, place and maintain such facilities in or upon any property in the Subdivision that it owns as in its sole discretion may be necessary or convenient while selling Tracts, selling or constructing residences and constructing other improvements within the Subdivision. However, owners may locate motor homes, travel trailers on their Tracts within set back lines temporarily up to 6 months while a residence is being constructed. Motor Homes and travel trailers remaining on the Tract beyond the set time restriction are subject to removal by the Developer or the Association. Developer, or any member of such Committee shall have the right, which Owners hereby gives Developer or such Association committee member(s), to enter upon Owner(s) Tract and to remove any such temporary structure which is placed on any Tract in violation of these restrictions, and in doing so, Owner agrees neither Developer nor such member(s) shall be liable, and each is hereby expressly relieved from any liability for trespass or other tort in connection therewith, or arising from such removal.

Section 3.08 Walls and Fences. Walls and fences, if any, must be approved prior to construction by the Architectural Control Committee and shall be no closer to the road than the front property line, however fences fronting roadways must be constructed of approved materials being three rail wood or PVC, ornamental iron, or masonry and must maintain conformity to the from of the dwelling or residence. No barbed wire, chain link, or other agricultural farm wire is allowed. A maximum Height of any fence shall not exceed six (6) feet. As to the Lakefront Tracts, no opaque fence or wall may be constructed on any Lakefront Tract. However, so long as such fence is not opaque or a wall, the Owner may place a fence on a Lakefront Tract so long as it is no higher than six (6') feet.

Section 3.09 Prohibition of Offensive Activities. No Activity, whether for profit or not, shall be conducted on any Tract which is not related to single family residential purposes, unless said activity meets the following criteria: (a) no additional exterior sign of activity is present, (b) it is the type of action that usually happens in a single family home, (c) no additional traffic, that would not be there normally, is created, (d) the entity or activity maintains an office or place of business elsewhere, and (e) no hazardous or dangerous materials may be stored in bulk on the Tract. This restriction is waived in regard to the customary sales activities required to sell Tracts or homes in the Subdivision. The discharge or use of firearms is expressly prohibited. The Association shall have the sole and absolute discretion to determine what constitutes a nuisance or annoyance.

Section 3.10 Garbage and Trash Disposal. Garbage and trash or other debris accumulated in this Subdivision shall not be permitted to be dumped at any place within this Subdivision or that may be created. No Tract shall be used or maintained as a dumping ground for rubbish. Trash, garbage or

other waste shall be kept in sanitary containers and shall be disposed of regularly. All equipment for the storage or disposal of such material shall be kept in a clean and sanitary condition.

Section 3.11 Junked Motor Vehicles Prohibited. No Tract shall be used as a depository for abandoned or junked motor vehicles. No junk of any kind or character, or dilapidated structure or building of any kind or character, shall be kept on any Tract. Boats, RV's and travel trailers may be stored on Tracts after the residence is constructed, however, they must be stored in the side or back yard and must be parked no closer than the front line of the house to the street and must be within all building set back lines.

Section 3.12 Signs. No signs, advertisement, billboards or advertising structure of any kind may be erected or maintained on any Tract without the consent in writing of the Architectural Control Committee and/or Developer except one (1) standard sign adopted by the Developer and Association not more than twenty-four inches by thirty-six inches, advertising an Owner's dwelling for sale or rent. During construction of the home or accessory building, Contractors or Builders are permitted to have one (1) professionally made sign, not more than thirty-six inches wide by thirty-six inches long for advertising purposes, but shall be required to remove said sign upon completion of contracted construction. All other signs are prohibited. Developer, or any member of such Committee shall have the right, which Owners hereby gives Developer or such committee member(s), to enter upon Owner(s) Tract and to remove any such sign, advertisement or billboard or structure which is placed on any Tract in violation of these restrictions, and in doing so, Owner agrees neither Developer nor such member(s) shall be liable, and each is hereby expressly relieved from any liability for trespass or other tort in connection therewith, or arising from such removal. After the Developer has sold the last Tract, the allowance for 'For Sale' signs for unimproved Tracts will be at the discretion of the Board of Directors of the Association and must meet their requirements for design and appearance.

Section 3.13 Animal Husbandry. No hogs, pigs, cattle, goats, poultry or exotic livestock or animals of any kind shall be raised, bred or kept on any Tracts. On Tracts one and one half (1.5) acres or greater, Property Owners shall be limited to one (1) horse, per acre, only if property is fenced with fencing capable of containing such animals. FFA or 4H school project animals will be permited on Tracts with prior written consent and approval of the Committee. Dogs, cats, or other common household pets may be kept on a Tract. There shall be no more than four (4) adult dogs per household. Dogs must be kept in a kennel, dog run, or fenced in area that confines said dog(s) to that area. Dogs will not be permitted to run loose in the subdivision and must be vaccinated for rabies according to Montgomery County requirements.

Section 3.14 <u>Mineral Development</u>. No commercial oil drilling, oil development operations, oil refining, quarrying or mining operation of any kind shall be permitted on any Tract. No derrick or other structures designed for the use of boring for oil or natural gas shall be erected, maintained or permitted upon any Tract.

Section 3.15 <u>Drainage</u>. Natural established drainage patterns of streets, Tracts or roadway ditches will not be impaired by any person or persons. Driveway culverts must be installed and will be of sufficient size to afford proper drainage of ditches without backing water up into ditch or diverting flow. Drainage culvert installation is subject to the inspection and approval of MONTGOMERY COUNTY and must be installed prior to any construction on the Tract. All natural drain patterns must remain opened and must not be blocked by ponds or dams. The Subdivision has been designed and constructed utilizing surface drainage in the form of ditches and swales, and to the extent that these drainage ditches and swales are located in front, side or rear Tract easements, the Owners shall not

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regrade or construct any improvements or other obstruction on the Tract which adversely affect the designed drainage flow. The Owner shall be responsible for returning any drainage swales disturbed during construction or thereafter to its original line and grade and the Owner shall be responsible for maintaining the drainage ditches or swales appurtenant to said Owner's Tract in their original condition during the term of his or her ownership

Section 3.16 <u>Duty of Maintenance</u>. Owners and occupants (including lessees) of any Tract shall jointly and severally have the duty and responsibility, at their sole cost and expense, to keep that Tract so owned or occupied, including improvements and grounds in connection therewith, in a well-maintained, safe, clean and attractive condition at all times. Such maintenance includes, but is not limited to the following:

- a. Prompt removal of all litter, trash, refuge and wastes
- b. Keeping lawn and garden areas alive, free of weeds and attractive
- c. Keeping driveways in good repair
- d. Complying with all government health and policy requirements
- e. Repair of exterior damage to improvements

Section 3.17 <u>Approved Watercraft</u>. All watercraft must meet Texas Registration requirements and be registered with the Property Owners Association, the use of which are subject to the Rules and Regulations of the Association.

Section 3.18 Enforcement. If, in the opinion of the Board of Directors or the Architectural Control Committee any such Owner or occupant (including lessees) has failed to comply with any of the foregoing restrictions or has failed in any of the foregoing duties or responsibilities, then the Committee or the Directors shall deliver to such Owner or occupant (including lessees) written notice of such failure and such Owner or occupant (including lessees) must within ten (10) days from and after delivery of such notice, comply with the restrictions and/or perform the care and maintenance required. Should any such Owner or occupant (including lessees) fail to fulfill this duty and responsibility within such period, then the Committee, or the Directors, or their designated agents are hereby authorized to enter onto the premises and correct such violations and perform such care and maintenance as necessary, at the expense of the Owner, without any liability for damages or for wrongful entry, trespass or otherwise, to the Owner, contractor, Builder, occupant or any other person found on the Tract. The Owners and occupants (including lessees) of any Tract on which such work is performed shall promptly reimburse the Committee or the Association for such cost. If such Owner or occupant (including lessees) shall fail to reimburse the Developer, Committee or the Association within 30 Days from and after delivery by the Association of an invoice setting forth the costs incurred by the association for such work, then said indebtedness shall be a debt of the Owner and occupant (including lessees) jointly and severally.

Section 3.19 <u>Common Area</u>. Any Common Area shall be used only for streets, roads, paths, lakes, parks, recreation, utility easement, drainage purposes, and Tract purposes reasonably connected therewith or related thereto; provided, however, no residential, professional, commercial, education or church use shall be made of any Common Area. The Reserve "A", as reflected on the Plat, is not a Common Area and may be used as a drillsite for commercial purposes.

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ARTICLE IV ARCHITECTURAL CONTROL COMMITTEE

Section 4.01 Basic Control.

- (a) No building or other improvements of any character shall be erected or placed, or the erection or placing thereof commenced or changes made in the design or exterior appearance thereof (excluding, without limitation, painting, staining or siding), or any addition or exterior alteration made thereto after original construction, or demolition or destruction by voluntary action made thereto after original construction, on any Tract in the Subdivision until the obtaining of the necessary approval (as hereinafter provided) from the Developer, until the establishment of the Architectural Control Committee (hereafter "Committee") as hereafter provided, and thereafter the Committee, and MONTGOMERY COUNTY (if required by law, rule or other regulation) of the construction plans and specifications for the construction or alteration of such improvements or demolition or destruction of existing improvements by voluntary action. Approval shall be granted or withheld based upon matters of compliance with the provisions of this instrument. Quality and color of materials, drainage, harmony of external design and color with existing and proposed structures and location with respect to topography and finished grade elevation. Any building or improvement placed upon a Tract that was not presented to the Architectural Control Committee for approval prior to the start of construction or placement, will be in violation of these Restrictions, and may be removed by the Architectural Control Committee at the Tract Owner's expense. If the Association pays for such removal, the cost, plus interest, shall become a lien upon the Tract.
- (b) Each application made to the Committee, or to the Developer under Section 4.02 below accompanied by three sets of plans and specifications for all proposed construction (initial or alteration) to be done on such Tract, including plot plans showing location on the Tract. Upon receipt, the Architectural Control Committee shall forward one set of the plans and specifications to the Developer. There is a \$150.00 fee for the cost of processing an approval of plans. These fees are used for postage, copies, phone, onsite inspection, or however deemed necessary by the Committee.

Section 4.02 Architectural Control Committee.

- (a) The authority to grant or withhold architectural control approval as referred to above is initially vested in the Developer; provided, however, the authority of the Developer shall cease and terminate upon establishment of the Architectural Control Committee of the Association in which event such authority shall be vested in and exercised by the Committee (as provided in (c) below), hereinafter referred to, except as to plans and specifications and plot plans theretofore submitted to the Developer which shall continue to exercise such authority over all such plans, specifications and plot plans. The term "Committee", as used in these Restrictions, shall mean or refer to the Developer or to the RIDGELAKE SHORES Architectural Control Committee composed of members of the Association, as applicable.
 - (b) Developer shall select and appoint three RIDGELAKE SHORES property owners to serve as the Architectural Control Committee. These three shall also serve as the initial Board of Directors. These three owners shall serve in both positions until a new Architectural Control Committee and a new Board of Directors are elected at the next succeeding annual meeting following the Control Transfer Date. Only the initial Board of Directors must be the same people who serve as the Architectural Control Committee.

(c) At such time as Ninety-Five percent (95%) of all of the Tracts of the Subdivision are conveyed by Developer (from time to time hereafter referred to as the "Control Transfer Date") the Developer shall cause an instrument transferring control to the Association to be placed of record in the Real Property Records of MONTGOMERY COUNTY, Texas (which instrument shall include the Control Transfer Date). From and after the Control Transfer Date, each member of the Committee must be an Owner of property in RIDGELAKE SHORES Subdivision. The Developer shall have the right to discontinue the exercise of architectural control privileges and arrange for the transfer to the Association at any time prior to the Control Transfer Date by filing a statement and instrument to such effect in the Real Property Records of MONTGOMERY COUNTY, Texas.

Section 4.03 Effect of Inaction. Approval or disapproval as to architectural control matters as set forth in the preceding provisions of these Restrictions shall be in writing. In the event that the authority exercising the prerogative of approval or disapproval (whether the Developer or the Committee) fails to approve or disapprove in writing any plans and specifications and plot plans received by it in compliance with the preceding provisions within thirty (45) days following such submissions, such plans and specifications and plot plan shall be deemed approved and the construction of any such building and other improvements may be commenced and proceeded with in compliance with all such plans and specifications and plot plan and all of the other terms and provisions hereof.

Section 4.04 Effect of Approval. The granting of the aforesaid approval (whether in writing or by lapse of time) shall constitute only an expression of opinion by the Committee that the terms and provisions hereof shall be complied with if the building and/or other improvements are erected in accordance with said plans and specifications and plot plan; and such approval shall not constitute any nature of waiver or estoppel either as to the persons expressing such approval or any other person in the event that such building and/or improvements are not constructed in accordance with such plans and specifications and plot plan, but, nevertheless, fail to comply with the provisions hereof. Further, no person exercising any prerogative of approval or disapproval shall incur any liability by reasons of the good faith exercise thereof.

Section 4.05 <u>Variance</u>. The Developer or, if applicable, the Committee, may, on a case by case basis, authorize variances from compliance with any of the provisions of either (i) these Restrictions, or (ii) the minimum acceptable construction standards or regulations and requirements as promulgated from time to time by the Developer or the Committee. Notwithstanding, after the Control Transfer Date, both the Developer and the Architectural Control Committee shall have the right to grant a variance from the Building set-back line restrictions. Either party may grant this variance, as it determines in its sole discretion is needed, without the consent of the other. Such variance must be evidenced in writing and shall become effective when signed by the Developer or by at least a majority of the members of the Committee. If any such variances are granted, no violation of the provisions of these Restrictions shall be deemed to have occurred with respect to the matter for which the variance is granted; provided, however, that the granting of a variance shall not operate to waive any of the provision of the Restrictions for any purpose except as to the particular property and particular provisions hereof covered by the variance, nor shall the granting of any variance effect in any way the Owner's obligation to comply with all governmental laws and regulations affecting the property concerned and the Plat.

ARTICLE V RIDGELAKE SHORES PROPERTY OWNERS ASSOCIATION

Section 5.01 Membership. Every person or entity who is a record owner of any Tract which is subject to the Maintenance Charge (or could be following the withdrawal of an exemption therefrom) and other assessments provided herein, including contract sellers, shall be a "Member" of the Association. The foregoing is not intended to include persons or entities who hold an interest merely as security for the performance of an obligation or those having only an interest in the mineral estate. Owners shall have one membership for each Tract including consolidated Tracts under article 3.02, owned by such Member. Memberships shall be appurtenant to and may not be separated from the ownership of the Tract. Regardless of the number of persons who may own a Tract (such as husband and wife, or joint tenants, etc.) there shall be but one membership for each Tract. Additionally, the Directors of the Association shall also be Members of the Association (as more particularly described in the By-laws). Ownership of the Tracts shall be the sole qualification for membership. The voting rights of the Members are set forth in the Bylaws of the Association. However, the Restrictive covenants will not be construed as to assess the Veterans Land Board or the State of Texas. Any assessments are the personal obligation of the Veteran purchaser, his heirs and assigns. Any lien imposed by the restrictive covenants does not affect the Veterans Land Board's interest in the property.

Section 5.02 Non-Profit Corporation. RIDGELAKE SHORES Property Owners Association, Inc., a non-profit corporation, has been (or will be) organized and it shall be governed by the Articles of Incorporation and Bylaws of said Association; and all duties, obligations, benefits, liens and rights hereunder in favor of the Association shall vest in said corporation.

Section 5.03 <u>Bylaws</u>. The Association has adopted or may adopt whatever Bylaws it may choose to govern the organization or operation of the Subdivision and the use and enjoyment of the Tracts and Common Areas, provided that the same are not in conflict with the terms and provisions hereof.

Section 5.04 Owner's Right of Enjoyment. Every Owner shall have a beneficial interest of use and enjoyment in and to the Common Areas and such right shall be appurtenant to and shall pass with the title to every assessed Tract, subject to the following provisions:

- (a) the right of the Association, with respect to the Common Areas, to limit the number of guests of Owners;
- (b) the right of the Association to charge reasonable admission and other fees for the use of any facility situated upon the Common Areas;
- (c) the right of the Association, in accordance with its Articles and Bylaws (and until 95% of all Tracts in the Subdivision are sold, subject to the prior written approval of the Developer), to (i) borrow money for the purpose of improving and maintaining the Common Areas and facilities (including borrowing from the Developer or any entity affiliated with the Developer) and (ii) mortgage said property, however, the rights of such mortgagee of said property shall be subordinate to the rights of the Owners hereunder;
- (d) the right of the Association to suspend the Member's voting rights and the Member's and "Related Users" (as hereinafter defined) right to use any recreational facilities within the Common Areas during any period in which the Maintenance Charge or any assessment against his Tract remains unpaid;

(e) the right of the Association to suspend the Member's voting rights and the Member's and Related Users' right to use any recreational facilities within the Common Area, after notice and hearing by the Board of Directors, for the infraction or violation by such Member or Related Users of the Restrictions or the "Rules and Regulations", as hereinafter defined, which suspension shall continue for the duration of such infraction or violation, plus a period not to exceed sixty (60) days following the cessation or curing of such infraction or violation.

ARTICLE VI MAINTENANCE FUND

Section 6.01 <u>Maintenance Fund Obligation</u>. Each Owner of a Tract by acceptance of a deed therefore, whether or not it shall be expressed in any such deed or other conveyance, is deemed to covenant and agrees to pay to the Association an annual maintenance charge (the "Maintenance Charge"), and any other assessments or charges hereby levied. The Maintenance Charge and any other assessments or charges hereby levied, together with such interest thereon and costs of collection thereof, as hereinafter provided, shall be a charge on the Tracts and shall be a continuing lien upon the property against which each such Maintenance Charge and other charges and assessments are made.

Section 6.02 Basis of the Maintenance Charge.

- (a) The Maintenance Charge referred to shall be used to create a fund to be known as the "Maintenance Fund", which shall be used as herein provided; and each such Maintenance Charge (except as otherwise hereinafter provided) shall be paid by the Owner of each Tract (or residential building site) to the Association. The Maintenance Charge for the year of purchase shall be pro-rated at closing and then shall be paid annually, in advance, on or before the first day of the first month of each calendar year. Provided, however, that if an Owner owns more than one Tract in the Subdivision, such Owner shall pay only twice the assessment of one (1) Tract no matter how many Tracts are owned. In the event an Owner obtains consent from the Committee for a Composite Building site pursuant to Section 3.02 hereof, such Composite Building Site shall, for this purpose, be considered one Tract beginning upon the completion of the improvements thereon.
- (b) Any Maintenance Charge not paid within thirty (30) days after the due date shall bear interest from the due date at the lesser of (i) the rate of eighteen percent (18%) per annum or (ii) the maximum rate permitted by law. The Association may bring an action at law against the Owner personally obligated to pay the same, or foreclose the hereinafter described lien against the Owner's Tract. No Owner may waive or otherwise escape liability for the Maintenance Charge by non-use of any Common Areas or recreational facilities available for use by Owners of the Subdivision or by the abandonment of his Tract.
- (c) The exact amount of the Maintenance Charge applicable to each Tract will be initially determined by the Developer. All other matters relating to the Maintenance Charge and the collection, expenditures and administration of the Maintenance Fund shall be determined by the Developer until control transfer date and thereafter be the Board of Directors of the Association, subject to the provisions hereof.
- (d) The Association, from and after the Control Transfer Date, shall have the further right at any time, with a majority vote of all association members, to adjust or alter said Maintenance Charge from year to year as it deems proper to meet the reasonable operation expenses and reserve requirements of the Association in order for the Association to carry out its duties hereunder.

(e) In addition to the annual assessment or Maintenance Charge authorized herein in these Restrictions, the Association may levy once in any year, a special assessment for the purpose of defraying in whole or in part the cost of any construction, reconstruction, repair or replacement of the Common Areas, or capital improvement to the Subdivision, or any designated private roadway, if any, or public roadway, within or giving access to the Subdivision. Any such special assessment must be approved by a majority of all Association members. Any such special assessment shall (i) be due and payable by the Owners of the Tracts in not less than six (6) months from the date notice of such special assessment is provided to the Owners of the Tracts; (ii) shall be limited to no greater than the amount of the annual Maintenance Charge charged to such Owner in the year of the assessment of the special assessment; and (iii) be secured by the lien created pursuant to Section 6.03 of these Restrictions.

Section 6.03 Creation of Lien and Personal Obligation. In order to secure the payment of the Maintenance Charge, and other charges and assessments hereby levied, each Owner of a Tract in the Subdivision, by such party's acceptance of a deed thereto, hereby grants to the Association a contractual lien on such Tract which may be foreclosed on by non-judicial foreclosure and pursuant to the provisions of Section 51.002 of the Texas Property Code (and any successor statute); and each such owner hereby expressly grants the Association a power of sale in connection therewith. The Association shall, whenever it proceeds with non-judicial foreclosure pursuant to the provisions of said Section 51.002 of the Texas Property Code and said power of sale, designate in writing a Trustee to post or cause to be posted all required notices of such foreclosure sale and to conduct such foreclosure sale. The Trustee may be changed at any time and from time to time by the Association by means of written instrument executed by the President or any Vice-President of the Association and file for record in the Official Public Records of MONTGOMERY COUNTY, Texas. In the event that the Association has determined to non-judicially foreclose the lien provided herein pursuant to the provisions of said Section 51.002 of the Texas Property Code and to exercise the power of sale hereby granted, the Association, or the Association's agent, shall give notice of foreclosure sale as provided by the Texas Property Code as then amended. Upon request by Association, Trustee shall give any further notice of foreclosure sale as may be required by the Texas Property Code as amended, and shall convey such Tract to highest bidder for cash by the General Warranty Deed. Out of the proceeds of such sale, if any, there shall first be paid all expenses incurred by the Association in connection with such default, including reasonable attorney's fees and a reasonable trustee's fee; second, from such proceeds there shall be paid to the Association an amount equal to the amount in default; and third. the remaining balance shall be paid to such Owner. Following any such foreclosure, each occupant of any such Tract foreclosed on and each occupant of any improvements thereon shall be deemed to be a tenant at sufferance and may be removed from possession by any and all lawful means, including a judgment for possession in an action of forcible detainer and the issuance of a writ of restitution thereunder.

In the event of non-payment by any Owner of any Maintenance Charge or other charge or assessment levied hereunder, the Association may, in addition to foreclosing the lien hereby retained, and exercising the remedies provided herein, upon ten (10) days prior written notice thereof to such nonpaying Owner, exercise all other rights and remedies available at law or in equity.

It is the intent of the provisions of this Section 6.03 to comply with the provisions of said Section 51.002 of the Texas Property Code relating to non-judicial sales by power of sale and, in the event of the amendment of said Section 51.002 of the Texas Property code hereafter, the President or any Vice-President of the Association, acting without joinder of any other Owner or mortgagee or other person may, by amendment to these Restrictions filed in the Real Property Records of MONTGOMERY

COUNTY, Texas, amend the provisions hereof so as to comply with said amendments to Section 51.002 of the Texas Property Code.

Section 6.04 Notice of Lien. In addition to the right of the Association to enforce the Maintenance Charge or other charge or assessment levied hereunder, the Association may file a claim or lien against the Tract of the delinquent Owner by recording a notice ("Notice of Lien") setting forth (a) the amount of the claim of delinquency, (b) the interest and costs of amount of the claim of delinquency, (c) the interest and costs of collection which have accrued thereon, (d) the legal description and street address of the Tract against which the lien is claimed and (e) the name of the Owner thereof. Such Notice of Lien shall be signed and acknowledged by an officer of the Association or other duly authorized agent of the Association. The lien shall continue until the amounts secured thereby and all subsequently accruing amounts are fully paid or otherwise satisfied. When all amounts claimed under the Notice of Lien and all other costs and assessments which may have accrued subsequent to the filing of the Notice of Lien have been fully paid or satisfied, the Association acting through it's duly authorized officer or agent shall execute and record a notice releasing the lien upon payment by the Owner of a reasonable fee as fixed by the Board of Directors to cover the preparation and recordation of such release of lien instrument.

Section 6.05 Liens Subordinate to Mortgages. The lien described in this Article VI shall be deemed subordinate to a first lien or other liens of any bank, insurance company, savings and loan association, university, pension and profit sharing trusts or plans, or any other third party lender, including Developer, which may have heretofore or may hereafter lend money in good faith for the purchase or improvement or for an equity loan for any Tract and any renewal, extension, rearrangement or refinancing thereof. Each such mortgagee of a mortgage encumbering a Tract who obtains title to such Tract pursuant to the remedies provided in the deed of trust or mortgage or by judicial foreclosure shall take title to the Tract free and clear of any claims for unpaid Maintenance Charges or other charges or assessments, including all Article VI charges or assessments against such Tract which accrued prior to the time such holder acquired title to such Tract. No such sale or transfer shall relieve such holder acquiring title to a Tract from liability for any Maintenance Charge or other charges or assessments thereafter becoming due or form the lien thereof. Any other sale or transfer of a Tract shall not affect the Association's lien for Maintenance Charges or other charges or assessments. The Association shall make a good faith effort to give each such mortgagee sixty (60) days advance written notice of the Association's proposed foreclosure of the lien described in Section 6.01 hereof, which notice shall be sent to the nearest office of such mortgagee by prepaid United States registered or Certified mail, return receipt requested, and shall contain a statement of delinquent Maintenance Charges or other charges or assessments upon which the proposed action is based provided, however, the Association's failure to give such notice shall not impair or invalidate any foreclosure conducted by the Association pursuant to the provisions of this Article VI.

Section 6.06 Purpose of the Maintenance Charge. The Maintenance Charge levied by the Developer or the Association shall be used exclusively for the purpose of promoting the recreation, health, safety, and welfare of the Owners of the Subdivision and other portions of the Annexable Area which hereafter may become subject to the jurisdiction of the Association. In particular, the Maintenance Charge shall be used for any improvement or services in furtherance of these purposes and the performance of the Association's duties described in Article VIII, including the maintenance and repair of any Common Areas, any Drainage Easements and the establishment and maintenance of a reserve fund for maintenance and repair of any Common Areas. The Maintenance Fund may be expended by the Developer or the Association for any purposes which, in the judgment of the Developer or the Association, will tend to maintain the property values in the Subdivision, including, but not limited to,

providing funds for the actual cost to the Association of all taxes, insurance, repairs, energy charges, replacement and maintenance and repair of the Common Area as may from time to time be authorized by the Association. Except for the Developer or the Association's use of the Maintenance Charge to perform its duties described in these Restrictions and in the Bylaws, the use of the Maintenance Charge for any of these purposes is permissive and not mandatory. It is understood that the judgment of the Developer or the Association as to the expenditure of said funds shall be final and conclusive so long as such judgment is exercised in good faith.

Section 6.07 Exempt Property. The following property subject to these Restrictions shall be exempt from the Maintenance Charge and all other charges and assessments created herein: (a) all properties dedicated to and accepted by a local public authority; (b) the Common Area; (c) all properties owned by a charitable or nonprofit organization exempt from taxation by the laws of the State of Texas; (d) all Tracts owned by the developer; however, no land or improvements devoted to dwelling use shall be exempt from said Maintenance Charge.

Section 6.08 <u>Handling of Maintenance Charges</u>. The collection and management of the Maintenance Charge or other charge or assessment levied hereunder, shall be performed by the Developer until the control Transfer Date, at which time the Developer shall deliver to the Association all funds on hand together with all books and records of receipt and disbursements. The Developer and, upon transfer, the Association, shall maintain separate special accounts for these funds, and Owners shall be provided at least annually information on the Maintenance Fund.

Section 6.09 Annexation by City of Conroe/Failure of Association. The acreage representing the RidgeLake Shores Subdivision, Section One is currently located within the extraterritorial jurisdictional limits of the City of Conroe. Section One contains two parks for the use of the Owners of the Subdivision, being depicted as Reserves B and C on the Plat (the "Private Facilities"). The Private Facilities also include street lights and storm water detention facilities, if any, which may be located in Section One. The Private Facilities are to be maintained by the Developer, and after the Control Transfer Date, by the Association as defined in these Restrictions. In the event, and only in the event, that (1) the acreage comprising the Subdivision known as RidgeLake Shores, Section One, Montgomery County, Texas, is annexed into and becomes a part of the City of Conroe, and (2) the Association fails or refuses to make necessary maintenance or repairs to the Private Facilities, then in the event that both conditions are met, the City of Conroe may repair the Private Facilities, if the City of Conroe reasonably determines that the Private Facilities reasonably interfere with the provision of legitimate governmental services or pose a significant threat of injury to persons or property located outside of the Subdivision. A repair made by the City of Conroe shall not obligate the City of Conroe to future maintenance of the Public Facilities unless otherwise obligated to do so by law, regulation or ordinance. The cost of repairs by the City of Conroe shall be assessed against the Owners of Tracts in the Subdivision on a fair and equitable basis after notice and hearing to the Owners of Tracts in the Subdivision and on the same basis as required by the terms of these Restrictions and as would be required of the Association. The cost of the repairs by the City of Conroe shall be only those costs actually incurred. Such assessments may be secured by a lien in favor of the City of Conroe established pursuant to the terms of Section 6.03 of these Restrictions against the Tract(s) on a fair and equitable basis. In order for such lien to be enforced, the Tract Owner must be billed by the City of Conroe for his/her proportionate assessment, be given not less than sixty (60) days to pay and be not less than ninety (90) days delinquent in payment before the filing of the lien. Notice of Lien must be given each Tract Owner assessed according to the terms and provisions of Section 6.04 of the Restrictions, and which lien in order to be enforceable against each Tract assessed, must be filed for record in the Real Property Records of Montgomery County, Texas. Furthermore, any lien

created under the terms of this paragraph, shall be subordinate to all such liens including purchase money, improvement, equity and any renewal, extension, re-arrangement or refinancing of same, as provided for in Section 6.05 of these Restrictions. The City of Conroe does not by the terms of this Section 6.09 acquire any rights which would be greater than the rights of the Association under the terms of these Restrictions.

Pursuant to City Ordinance Section $17\frac{1}{2}$ -44 Provision for maintenance of private improvements, the City of Conroe, as a condition of Plat approval, has required the insertion of this Section 6.09 in these Restrictions. In the event that this Section 6.09 shall in any way be a violation of any law, rule or regulation, whether State, Federal or local, then in that event, this Section 6.09 shall be void. This Section 6.09 may not be repealed or amended without the written consent of the City of Conroe.

ARTICLE VII DEVELOPER'S RIGHTS AND RESERVATIONS

Section 7.01 Period of Developer's Rights and Reservations. Developer shall have, retain and reserve certain rights as hereinafter set forth with respect to the Association and the Common Area from the date hereof, until the earlier to occur of (i) the Control Transfer date or (ii) Developer's written notice to the Association of Developer's termination of the rights described in Article VII hereof. The rights and reservations hereinafter set forth shall be deemed accepted and reserved in each conveyance of a Tract by Developer to an Owner whether or not specifically stated therein and in each deed or other instrument by which any property within the Common Area is conveyed by Developer. The rights, reservations and easements hereafter set forth shall be prior and superior to any other provisions of these Restrictions and may not, without Developer's prior written consent, be modified, amended, rescinded or affected by any amendment of these Restrictions. Developer's consent to any one such amendment shall not be construed as a consent to any other or subsequent amendment.

Section 7.02 Right to Construct Additional Improvements in Common Area. Developer shall have and hereby reserves the right until the Control Transfer Date without the consent of any other Owner, but shall not be obligated, to construct additional improvements within the Common Area at any time and from time to time in accordance with these Restrictions for the improvement and enhancement thereof and for the benefit of the Association and Owners, so long as such construction does not directly result in the increase of such Maintenance Charge. Developer shall, upon the Control Transfer Date, convey or transfer such improvements to the Association and the Association shall be obligated to accept title to, care for and maintain the same as elsewhere provided in these Restrictions.

Section 7.03 Developer's Rights to Use Common Areas in Promotion and Marketing of the Property. Developer shall have and hereby reserves the right to reasonable use of the Common Area and of services offered by the Association in connection with the promotion and marketing of land within the boundaries of the Property. Without limiting the generality of the foregoing, Developer may erect and maintain on any part of the Common Area such signs, temporary buildings and other structures as Developer may reasonably deem necessary or proper in connection with the promotion, development and marketing of land within the Property; may use vehicles and equipment within the Common Area for promotional purposes; and may permit prospective purchasers of property within the boundaries of the Property, who are not Owners or Members of the Association, to use the Common Area at reasonable times and in reasonable numbers; and may refer to the services offered by the Association in connection with the development, promotion and marketing of the Property.

Section 7.04 <u>Developer's Rights to Grant and Create Easements</u>. Developer shall have and hereby reserves the right, without the consent of any other Owner or the Association, to grant or create temporary or permanent easements, for access, utilities, pipeline easement, gas, cable television systems, communication and security systems, drainage, water and other purposes incidental to development, sale, operation and maintenance of the Subdivision, located in, on, under over and across (i) the Tracts or other property owned by Developer, (ii) the Common Area, and (iii) existing utility easements. Developer also reserves the right, without the consent of any other Owner or the Association, to (i) grant or create temporary or permanent easements for access over and across the streets and roads within the Subdivision.

Section 7.05 Developer's Rights to Convey Additional Common Area to the Association. Developer shall have and hereby reserves the right, but shall not be obligated to, convey additional real property and improvements thereon, if any, to the Association as Common Area at any time and from time to time in accordance with these Restrictions, without the consent of any other Owner or the Association.

Section 7.06 Annexation of Annexable Area. Additional residential property and common areas outside of the Subdivision including, without limitation, the Annexable Area, may, at any time and from time to time, be annexed by the Developer and the same shall there upon become subject to the jurisdiction of and enjoy the benefits of the Association, without the consent of the Owners or any other party. Such additional residential property is hereby impressed with and made subject to the Maintenance Charge imposed here in and the Association, shall be entitled to the use and benefit of all Common Areas that are or may become subject to the jurisdiction of the Association.

ARTICLE VIII DUTIES AND POWERS OF THE PROPERTY OWNERS ASSOCIATION

Section 8.01 General Duties and Powers of the Association. The Association has been formed to further the common interest of the Members. The Association, acting through the Board of Directors or though persons to whom the Board of Directors has delegated such powers (and subject to the provisions of the Bylaws), shall have the duties and powers hereinafter set forth and, in general, the power to do anything that may be necessary or desirable to further the common interest of the members, to maintain, improve and enhance the Common Areas and to improve and enhance the attractiveness, desirability and safety of the Subdivision. The Association shall have the authority to act as the agent to enter into any and all contracts on behalf of the Members in order to carry out the duties, powers and obligations of the association as set forth in these Restrictions.

Section 8.02 Duty to Accept the Property and Facilities Transferred by Developer. The Association shall accept title to any property, including any improvements thereon and personal property transferred to the Association by Developer, and equipment related thereto, together with the responsibility to perform any and all administrative functions and recreation functions associated therewith (collectively herein referred to as "Functions"), provided that such property and Functions are not inconsistent with the terms of these Restrictions. Property interests transferred to the Association by Developer may include fee simple title, easements, leasehold interests and licenses to use such property. Any property or interest in property transferred to the Association by Developer shall be within the boundaries of the Property. Any property or interest in property transferred to the Association by Developer shall, except to the extend otherwise specifically approved by resolution of the Board of Directors, be transferred to the Association free and clear of all liens and mortgages (other than the lien for property taxes and assessments not then due and payable), but shall be subject to the terms of these Restrictions, the terms of any declaration of covenants, conditions and restrictions

annexing such property to the Common Area, and all easements, covenants, conditions, restrictions and equitable servitude or other encumbrances which do not materially affect the Owners authorized to use such property. Except as otherwise specifically approved by resolution of the Board of Directors, no property or interest in property transferred to the Association by the Developer shall impose upon the Association any obligation to make monetary payments to Developer or any affiliate of Developer including, but not limited to, for any purchase price, rent, charge or fee. The property or interest in property transferred to the Association by Developer shall not impose any unreasonable or special burdens of ownership of property, including the management maintenance, replacement and operation thereof.

Section 8.03 <u>Duty to Manage and Care for the Common Area.</u> The Association shall manage, operate, care for, maintain and repair all Common Areas and keep the same in a safe, attractive and desirable condition for the use and enjoyment of the Members. The duty to operate, manage and maintain the Common Areas shall include, but not be limited to the following: establishment, operation and maintenance of a security system, if any, for the Subdivision; management, maintenance, repair and upkeep of the subdivision entrances and other common areas.

Section 8.04 Other Insurance Bonds. The Association shall obtain such insurance as may be required by law, including workmen's compensation insurance, and shall have the power to obtain such other insurance and such fidelity, indemnity or other bonds as the Association shall deem necessary or desirable.

Section 8.05 <u>Duty to Prepare Budgets</u>. The Association shall prepare budgets for the Association, which budgets shall include a reserve fund for the maintenance and repair of all Common Areas.

Section 8.06 <u>Duty to Levy and Collect the Maintenance Charge.</u> The Association shall levy, collect and enforce the Maintenance Charge and other charges and assessments as elsewhere provided in these Restrictions.

Section 8.07 <u>Duty to Provide Annual Review</u>. The Association shall provide for an annual unaudited independent review of the accounts of the Association. Copies of the review shall be made available to any Member who requests a copy of the same upon payment by such Member of the reasonable cost of copying the same.

Section 8.08 <u>Duties with Respect to Architectural Approvals.</u> The Association shall perform functions to assist the Committee as elsewhere provided in Article IV of these Restrictions.

Section 8.09 Power to Acquire Property and Construct Improvements. The Association may acquire property or an interest in property (including leases) for the common benefit of Owners including improvements and personal property. The Association may construct improvements on the Property and may demolish existing improvements.

Section 8.10 Power to Adopt Rules and Regulations. The Association may adopt, amend, repeal and enforce rules and regulations ("Rules and Regulations"), fines, levies and enforcement provisions as may be deemed necessary or desirable with respect to the interpretation and implementation of these Restrictions, the operation of the Association, the use and enjoyment of the Common Areas, and the use of any other property, facilities or improvements owned or operated by the Association.

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Section 8.11 Power to Enforce Restrictions and Rules and Regulations. The Developer until the transfer of control to the Association (and any Owner with respect only to the remedies described in (ii) or (iii), below) shall have the power to enforce the provisions of these Restrictions and the Rules and Regulations and shall take such action as the Board of Directors deems necessary or desirable to cause such compliance by each Member and each Related User. Without limiting the generality of the foregoing such Developer and or the Association shall have the power to enforce the provisions of these Restrictions and of Rules and Regulations of the Association by any one or more of the following means: (i) By entry upon any property within the Subdivision after notice and hearing (unless a bona fide emergency exists in which event this right of entry may be exercised without notice (written or oral) to the Owner in such manner as to avoid any unreasonable or unnecessary interference with the lawful possession, use or enjoyment of the improvements situated thereon by the Owner or any other person), without liability by the Developer or the Association to the Owner thereof, for the purpose of enforcement of these Restrictions or the Rules and Regulations; (ii) by commencing and maintaining actions and suits to restrain and enjoin any breach or threatened breach of the provisions of these Restrictions or the Rules and Regulations; (iii) by exclusion, after notice and hearing, of any Member of Related User from use of any recreational facilities within the Common Areas during and for up to sixty (60) days following any breach of these Restrictions or such Rules and Regulations by such Member or any Related User, unless the breach is a continuing breach in which case exclusion shall continue for so long as such breach continues; (iv) by suspension, after notice and hearing, of the voting rights of a Member during and for up to sixty (60) days following any breach by such Member or a Related User of a provision of these Restrictions or such Rules and Regulations, unless the breach is a continuing breach in which case such suspension shall continue for so long as such breach continues; (v) by levying and collecting, after notice and hearing, an assessment against any Member for breach of these Restrictions or such Rules and Regulations by such Member or a Related User which assessment reimbursed the Association for the costs incurred by the Association in connection with such breach; (vi) by levying and collecting, after notice and hearing, reasonable and uniformly applied fines and penalties, established in advance in the Rules and Regulations of the Association, from any Member or Related User for breach of these Restrictions or such Rules and Regulations by such Member or a Related User; and (vii) by taking action itself to cure or abate such violation and to charge the expenses thereof, if any, to such violating Members, plus attorney's fees incurred by the Association with respect to exercising such remedy.

Before the Board may invoke the remedies provided above, it shall give registered notice of such alleged violation to Owner, and shall afford the Owner a hearing. If, after the hearing, a violation is found to exist, the Board's right to proceed with the listed remedies shall become absolute. Each day a violation continues shall be deemed a separate violation. Failure of the Association, the Developer, or of any Owner to take any action upon any breach or default with respect to any of the foregoing violations shall not be deemed a waiver of their right to take enforcement action thereafter or upon a subsequent breach or default.

Section 8.12 <u>Power to Grant Easements</u>. In addition to any blanket easements described in these Restrictions, the Association shall have the power to grant access, utility, drainage, and other such easements in, on, over or under the Common Area.

ARTICLE IX GENERAL PROVISIONS

Section 9.01 Term. The provisions hereof shall run with all property in the Subdivision and shall be binding upon all Owners and all persons claiming under them for a period of forty (40) years from the

date these Restrictions is recorded, after which time said Declaration shall be automatically extended for successive periods of ten (10) years each, unless an instrument, signed by not less than two-thirds (2/3rds) of the Owners (including the Developer) of the Tracts has been recorded agreeing to amend or change, in whole or in part, these Restrictions.

Section 9.02 Amendments. These Restrictions may be amended or changed, in whole or in part, at any time by the written agreement or signed ballot of two-thirds (2/3rds) of the Owners (including the Developer) entitled to vote. If the Declaration amendment is signed by less than (2/3rds) of all of the Owners entitled to cast votes such amendment may be adopted if it is subsequently be approved by two-thirds (2/3rds) of such Owners within three hundred sixty-five (365) days after the date the first Owner executed such amendment. The date an Owner's signature is acknowledged shall constitute prima facia evidence of the date of execution of said amendment by such Owner. Those Members (Owners, including the Developer) entitled to cast not less than two-thirds (2/3rds) of all of the votes of the Members of the Association may also vote to amend these Restrictions, in person, or by proxy, at a meeting of the Members (Owners, including the Declarant) duly called for such purpose, written notice of which shall be given to all Owners at least ten (10) days and not more than sixty (60) days in advance and shall set forth the purpose of such meeting. Notwithstanding any provision contained in the Bylaws to the Contrary, a quorum, for purposes of such meeting, shall consist of not less than seventy percent (70%) of all of the Members (in person or by proxy) entitled to vote. Any such amendment shall become effective when an instrument is filed for record in the Real Property Records of MONTGOMERY COUNTY, Texas, accompanied by a certificate, signed by a majority of the Board of Trustees, stating that the required number of Members (Owners, including the Developer) executed the instrument amending these Restrictions or cast a written vote, in person or by proxy, in favor of said amendment at the meeting called for such purpose. Copies of the written ballots pertaining to such amendment shall be retained by the Association for a period of not less than three (3) years after the date of filing of the amendment or termination.

Section 9.03 Amendments by the Developer. The Developer shall have and reserves the right at any time and from time to time prior to the Control Transfer Date, without the joinder or consent of any Owner or other party, to amend these Restrictions by an instrument in writing duly signed, acknowledged, and filed for record for the purpose of correcting any typographical or grammatical error, oversight, ambiguity or inconsistency appearing herein, provided that any such amendment shall be consistent with and in furtherance of the general plan and scheme of development as evidenced by these Restrictions and shall not impair or adversely affect the vested property or other rights of any Owner or his mortgagee. Additionally, Developer shall have and reserves the right at any time and from time to time prior to the Control Transfer Date, without the joinder or consent of any Owner of other party, to amend these Restrictions by an instrument in writing duly signed, acknowledged and filed for record for the purpose of permitting the Owners to enjoy the benefits from technological advances, such as security, communications or energy-related devices or equipment which did not exist or were not in common use in residential subdivisions at the time these Restrictions was adopted. Likewise, the Developer shall have and reserves the right at any time and from time to time prior to the control Transfer Date, without the joinder or consent of any Owner or other party, to amend these Restrictions by an instrument in writing duly signed, acknowledged and filed for record for the purpose of prohibiting the use of any device or apparatus developed and/or available for residential use following the date of these Restrictions if the use of such device or apparatus will adversely affect the Association or will adversely affect the property values within the Subdivision.

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Section 9.04 <u>Severability</u>. Each of the provisions of these Restrictions shall be deemed independent and severable and the invalidity or un-enforceability or partial invalidity or partial un-enforceability of any provision or portion hereof shall not affect the validity or enforceability of any other provision.

Section 9.05 <u>Liberal Interpretation</u>. The provisions of these Restrictions shall be liberally construed as a whole to effectuate the purpose of these Restrictions.

Section 9.06 Successors and Assigns. The provisions hereof shall be binding upon and inure to the benefit of the Owners, the Developer and the Association, and their respective heirs, legal representatives, executors, administrators, successors and assigns.

Section 9.07 Effect of Violations on Mortgages. No violation of the provisions herein contained, or any portion thereof, shall affect the lien of any mortgage or deed of trust presently or hereafter placed of record or otherwise affect the rights of the mortgagee under any such mortgage, the holder of any such lien or beneficiary of any such deed of trust; and any such mortgage, lien or deed of trust may, nevertheless, be enforced in accordance with its terms, subject, nevertheless, to the provisions herein contained.

Section 9.08 <u>Terminology</u>. All personal pronouns used in these Restrictions and all exhibits attached hereto, whether used in the masculine, feminine or neuter gender, shall include all other genders; the singular shall include the plural and vice versa. Title of Articles and Sections are for convenience only and neither limit nor amplify the provisions of these Restrictions itself. The terms "herein", "hereof" and similar terms, as used in this instrument, refer to the entire agreement and are not limited to referring only to the specific paragraph, section or article in which such terms appear. All references in these Restrictions to Exhibits shall refer to the Exhibits attached hereto.

[The remainder of this page has been left intentionally blank. Signatures on following page.]

IN WITNESS WHEREQF, the undersigned, being the Developer herein, has hereunto set its June hand of this // day of ___ __, 2001. BLUEGREEN SOUTHWEST ONE, L.P. Formerly known as PROPERTIES OF THE SOUTHWEST, L.P. By BLUEGREEN SOUTHWEST LAND, INC. General Partner Marcus Smith, President STATE OF TEXAS COUNTY OF MONTGOMERY This instrument was acknowledged before me on the _ day of June, 2001, by MARCUS SMITH, President of PLUEGREEN SOUTHWEST ONE, L.P. formerly known as PROPERTIES OF THE SOLITHWEST, L.P. by BLUEGREEN SOUTHWEST LAND, INC., GENERAL PARTNER, a Delaware corporation, on behalf of said corporation. PERRY MARLIN PRINCE MY COMMISSION EXPIRES June 18, 2003 Notary Public, State of Texas ACKNOWLEDGED AND RATIFIED, this _____ day of June, 2001. BY: KLEIN BANK By: Jill/Vaughan, Executive Vice President

EXHIBIT 'A'

A certain parcel of land containing 201.3444 acres, being out of and part of a certain 1184.2395 acres situated in the James Pevehouse Survey A-29; and the Thomas Curry Survey A-136, and being out of and part of a called 5,809.6404 acres described by deed recorded under Montgomery County Clerk's File No. 9569717; and all situated in Montgomery County, Texas, said 201.3444 acres being a parcel to be known as RIDGELAKE SHORES, Section 1 to be recorded in the Map Records of said County and being more particularly described by metes and bounds as follows:

BEGINNING at a found ¾ inch diameter iron rod at the southerly soutwest corner of Lot 27 Block 3 of Montgomery Trace Section 10 a subdivision, according to the map or plat theeof recorded in Cabinet M Sheets 193-194 of the Map Records of said County;

THENCE N87°24'20 "E a distance of 2035.17 feet to a set ¾ inch diameter iron rod;

THENCE N75°33'18"E a distance of 140.31 feet to a set 34 inch diameter iron rod;

THENCE S06°56'34"E a distance of 370.17 feet to a set 34 inch diameter iron rod;

THENCE along a curve to the left having a radius of 630.0 feet through a central angle of 06°41'21" an arc distance of 73.55 feet by a chord bearing N79°42'45"E a chord distance of 73.51 feet to a set ¾ inch diameter iron rod:

THENCE S16°59'23"E a distance of 257.65 feet to a set 3/4 inch diameter iron rod;

THENCE S62°11'26"W a distance of 210.14 feet to a set ¾ inch diameter iron rod along the southerly line of a 20' wide Shamrock Corporation easement as described by deed recorded in Volume 709, Page 367 and also lying within the bounds of a 150' wide Gulf States Utilities Company easement as described by deed recorded in Volume 295, Page 412 of the Deed Records of said County;

THENCE S80°48'03"E along said easement line, distance of 880.39 feet to a set ¾ inch diameter iron rod;

THENCE S09°11' 57"W crossing said easement, a distance of 155.00 feet to a set 3/4 inch diameter iron rod;

THENCE S51°22'28"W a distance of 94.44 feet to a set ¾ inch diameter iron rod;

THENCE S13°15'49"W a distance of 86.57 feet to a set 3/4 inch diameter iron rod;

THENCE S07°08'01"E a distance of 199.84 feet to a set ¾ inch diameter iron rod;

THENCE S77°54'26"W a distance of 30.40 feet to a set 34 inch diameter iron rod;

THENCE S75°11'02"W a distance of 587.03 feet to a set ¾ inch diameter iron rod;

THENCE N15°14'14"W a distance of 141.02 feet to a set ¾ inch diameter iron rod;

THENCE S75°18'22"W a distance of 505.23 feet to a set ¾ inch diameter iron rod;

THENCE S11°15'38"E a distance of 122.00 feet to a set ¾ inch diameter iron rod;

THENCE N85°08'08"W a distance of 572.53 feet to a set 34 inch diameter iron rod;

THENCE N88°41'50"W a distance of 126.96 feet to a set ¾ inch diameter iron rod;

THENCE S83°19'36"W a distance of 710.61 feet to a set ¾ inch diameter iron rod;

THENCE N44°51'46"W a distance of 48.01 feet to a set ¾ inch diameter iron rod;

THENCE N72°00'56"E a distance of 327.54 feet to a set 3/4 inch diameter iron rod;

THENCE N44°48'03"W a distance of 80.00 feet to a set ¾ inch diameter iron rod;

THENCE S45°11' 58"W a distance of 70.93 feet to a set 3/4 inch diameter iron rod;

THENCE N38°17'55"W a distance of 115.38 feet to a set ¾ inch diameter iron rod;

THENCE N14°09'17"E a distance of 38.09 feet to a set 3/4 inch diameter iron rod;

THENCE NO4°17'18"W a distance of 80.55 feet to a set 3/4 inch diameter iron rod;

THENCE N38°30'45"W a distance of 139.29 feet to a set ¾ inch diameter iron rod along the southerly sideline of a street to be named Ridge Lake Drive (60.00 feet wide);

THENCE S66°10'31"W along said sideline, a distance of 249.68 feet to a set 3/4 inch diameter iron rod;

THENCE S14°53'28"W a distance of 288.21 feet to a set 3/4 inch diameter iron rod;

THENCE S27°03'15"W a distance of 298.36 feet to a set 3/4 inch diameter iron rod;

THENCE S74°33'19"W a distance of 280.43 feet to a set ¾ inch diameter iron rod;

THENCE S03°51'54"W a distance of 500.55 feet to a set 3/4 inch diameter iron rod;

THENCE along a curve to the right having a radius of 600.0 feet through a central angle of 10°15'04" an arc distance of 107.35 feet by a chord bearing S81°00'35"E a chord distance of 107.21 feet to a set ¾ inch diameter iron rod;

THENCE S14°06'57"W a distance of 320.55 feet to a set 3/4 inch diameter iron rod:

THENCE S62°31'10"E a distance of 86.73 feet to a set 3/4 inch diameter iron rod:

THENCE S54°29'50"E a distance of 116.08 feet to a set 34 inch diameter iron rod:

THENCE S41°39'27"E a distance of 99.43 feet to a set 3/4 inch diameter iron rod;

THENCE S26°00'33"E a distance of 91.71 feet to a set ¾ inch diameter iron rod;

THENCE S08°58'34"E a distance of 248.95 feet to a set 3/4 inch diameter iron rod;

THENCE S08°06'58"W a distance of 113.34 feet to a set ¾ inch diameter iron rod;

THENCE S53°25'14"W a distance of 145.54 feet to a set 34 inch diameter iron rod;

THENCE S36°34'46"E a distance of 298.11 feet to a set ¾ inch diameter iron rod;

THENCE S53°25'14"W a distance of 163.70 feet to a set 3/4 inch diameter iron rod;

THENCE S36°34'46"E a distance of 60.00 feet to a set 3/4 inch diameter iron rod;

THENCE S16°51'32"E a distance of 408.50 feet to a set 3/4 inch diameter iron rod;

THENCE S69°48'41"W a distance of 245.30 feet to a set 3/4 inch diameter iron rod;

THENCE S81°18'40"W a distance of 348.62 feet to a set ¾ inch diameter iron rod along the easterly sideline of Fish Creek Thoroughfare (150' wide);

THENCE along said easterly sideline, N 36°34'46" W a distance of 609.45 feet to a found ¾ inch diameter iron rod:

THENCE, along said sideline, through a curve to the right, having a radius of 1,925.00 feet, through a central angle of 17°10'03" an arc distance of 576.79 feet, to a set 34 inch diameter iron rod;

THENCE, along said sideline, N 19°24'44" W, a distance of 1192.80 feet, to a set ¾ inch diameter iron rod;

THENCE, along said sideline, through a curve to the left having a radius of 2575.00 feet, through a central angle of 00°25'09" an arc distance of 18.84 feet by a chord bearing of N19°37'18"W and a chord distance of 18.84 feet to a set ¾ inch diameter iron rod;

THENCE, along said sideline, through a curve to the right having a radius of 25.00 feet, through a central angle of 88°34'03", an arc distance of 38.64 feet by a chord bearing of N24°27'09"E and a chord distance of 34.91 feet to a set 3/4 inch diameter iron rod;

THENCE, along said sideline N 21°15'50" W, a distance of 80.00 feet to a set 5/8-inch diameter iron rod;

THENCE, along said sideline, through a curve to the right, having a radius of 25.00 feet, through a central angle of 88°34'03" an arc distance of 38.64 feet by a chord bearing N66°58'49"W and a chord distance of 34.91 feet to a set 34 inch diameter iron rod;

THENCE, along said sideline, through a curve to the left, having a radius of 2575.00 feet through a central angle of 18°28'23" an arc distance of 830.22 feet by a chord bearing N31°55'58"W and a chord distance of 826.63 feet to a set 3/4 inch diameter iron rod;

THENCE, along said sideline, through a curve to the right having a radius of 25.00 feet through a central angle of 88°34'03" an arc distance of 38.64 feet by a chord bearing N03°06'52"E and a chord distance of 34.91 feet to a set 34 inch diameter iron rod, along the southeasterly sideline of Fish Creek Lane (80' wide);

THENCE N47°23'53"E along said sideline of Fish Creek Lane, a distance of 977.31 feet to a set ¾ inch diameter iron rod;

THENCE N42°33'38"W, a distance of 80.00 feet to a set ¾ inch diameter iron rod along the northwesterly sideline of said Fish Creek Lane;

THENCE along said northwesterly sideline, through a curve to the right having a radius 25.00 feet through a central angle of 90°48'44" an arc distance of 39.62 feet by chord bearing N87°11'45"W and a chord distance of 35.61 feet to a set ¾ inch diameter iron rod along the northeasterly sideline of Lindsey Lane (80' wide);

THENCE along said sideline of Lindsey Lane, through a curve to the right, having a radius of 600.00 feet, through a central angle of 27°56'18" an arc distance of 292.57 feet by a chord bearing N27°49'15"W and a chord distance of 289.68 feet to a set 3/4 inch diameter iron rod;

THENCE along said sideline, N13°51'07"W, a distance of 134.70 feet to a set 5/8 inch diameter iron rod;

THENCE along said sideline, through a curve to the left, having a radius of 640.00 feet, through a central angle of 19°11'37" an arc distance of 214.39 feet by a chord bearing N23°26'55"W and a chord distance of 213.39 feet to a set 34 inch diameter iron rod;

THENCE S80°48'03"E, a distance of 1534.80 feet to a set ¾ inch diameter iron rod;

THENCE S06°41'30"E a distance of 62.08 feet to a set 34 inch diameter iron rod;

THENCE S28°27'35"W a distance of 43.50 feet to a set 3/4 inch diameter iron rod;

THENCE S45°29'27"W a distance of 53.49 feet to a set 3/4 inch diameter iron rod;

THENCE S67°38'41"W a distance of 75.58 feet to a set ¾ inch diameter iron rod;

THENCE S42°59'24"W a distance of 81.40 feet to a set ¾ inch diameter iron rod;

THENCE S33°29'50"W a distance of 146.65 feet to a set ¾ inch diameter iron rod;

THENCE along a curve to the right having a radius of 630.0 feet through a central angle of 32°45'08" an arc distance of 360.13 feet by a chord bearing S34°38'35"E a chord distance of 355.25 feet to a set ¾ inch diameter iron rod;

THENCE S18°16'01"E a distance of 244.66 feet to a set ¾ inch diameter iron rod;

THENCE along a curve to the left having a radius of 570.00 feet through a central angle of 05°33'28" an arc distance of 55.29 feet by a chord bearing S21°02'45"E a chord distance of 55.27 feet to a set ¾ inch diameter iron rod;

THENCE S23°49'29"E a distance of 78.31 feet to a set ¾ inch diameter iron rod;

THENCE along a curve to the left having a radius of 25.00 feet through a central angle of 90°00'00" an arc distance of 39.27 feet by a chord bearing S68°49'29"E a chord distance of 35.36 feet to a set 3/4 inch diameter iron rod along the northerly sideline of said Ridge Lake Drive;

THENCE N66°10'31"E along said sideline, a distance of 562.32 feet to a set ¾ inch diameter iron rod;

THENCE along said sideline and along a curve to the right having a radius of 680.00 feet through a central angle of 14°27'02" an arc distance of 171.50 feet by a chord bearing N73°24'02"E a chord distance of 171.05 feet to a set 3/4 inch diameter iron rod;

THENCE along a curve to the left having a radius of 25.00 feet through a central angle of 85°31'32" an arc distance of 37.32 feet by a chord bearing N37°51'47E a chord distance of 33.95 feet to a set ¾ inch diameter iron rod along the westerly sideline of a street to be called Regatta Court (60.00 feet wide);

THENCE along said westerly sideline, and along a curve to the right having a radius of 680.00 feet through central angle of 12°56'44" an arc distance of 153.64 feet by a chord bearing NO1°34'23"E a chord distance of 153.31 feet to a set 3/4 inch diameter iron rod;

THENCE continuing along said sideline and along a curve to the left having a radius of 25.00 feet througha central angle of 40°43'08" an arc distance of 17.77 feet by a chord bearing N12°18'49"W a chord distance of 17.40 feet to a set 3/4 inch diameter iron rod;

THENCE continuing along said sideline and along a curve to the right having a radius of 50.00 feet through a central angle of 127°45'08" an arc distance of 111.48 feet by a chord bearing N31°12'11"E a chord distance of 89.78 feet to a set 34 inch diameter iron rod;

THENCE NO5°04'45"E a distance of 310.89 feet to a set ¾ inch diameter iron rod along the northerly line of said Gulf States Utilities easement;

FILED FOR RECORD

THENCE NO9°11'57"E a distance of 196.51 feet to the POINT OF BEGINNING and containing 201.3444 01 JUN 29 PM 3; agre, more or less.

MARK TURNBULL, CO. CLERK MONTGOTHERY COUNTY, TEXAS -- DEPUTY

> Ridgelake Shore Section 1 201.3444 For Final Plat – 27 May, 2001

STATE OF TEXAS I hereby certify that this instrument was filed in File Number Sequence on the date and at the time stamped herein by me and was duly reconded in the official Public Records of fleat Property of Montgomery County, Texas

JUN 2 9 2001

Bluegreen Southwest 3860 W. NW Hury. , Suite 230 Dallac . To 752211