

SELLER'S DISCLOSURE NOTICE

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Section 5.008, Property Code requires a seller of residential property of not more than one dwelling unit to deliver a Seller's Disclosure Notice to a buyer on or before the effective date of a contract. This form complies with and contains additional disclosures which exceed the minimum disclosures required by the Code.

965 Gulf Shores Drive

| CONCERNING THE PROPERTY AT Crystal Beach, Texas 77650 | | | | | | | | | | | | | | |
|---|------------------|-------------------------|-------------------|------|-------------|----------------|---|----------------|-------|----------|--|-----------|---------------|---|
| DATE SIGNED BY SE | LLE | r ai | ND I | is i | TON | AS | SUBSTITUTE FOR A | YW | INS | PECTI | TION OF THE PROPERTY AS IONS OR WARRANTIES THE SELLER'S AGENTS, OR ANY | RI | IYFI | R |
| Seller is is not o | ccup | oying | the | Pr | opei (ap | ty. Ii prox | f unoccupied (by Sel imate date) or ne | ler), ver d | how | long s | since Seller has occupied the F | 'rop | erty | ? |
| Section 1. The Prope | rty h | i as t establ | he i | tem | ns m | arke | ed below: (Mark Ye | s (Y) | , No | (N). o | • | <i>'.</i> | | |
| Item | Y | N | U | 1 | Ito | em | | ΙΥ | N | U | Item | Y | N | П |
| Cable TV Wiring | 1 | | | 1 | _ | | Propane Gas: | Ť | 7 | H | Pump: sump grinder | | ./ | - |
| Carbon Monoxide Det. | | 1 | | 1 | _ | | ommunity (Captive) | \vdash | - | \vdash | Rain Gutters | \vdash | - | |
| Ceiling Fans | 1 | | | 1 | | | Property | + | | | Range/Stove | | V | _ |
| Cooktop | ~ | | | 1 | - | ot Tu | | \vdash | 1 | | Roof/Attic Vents | 7 | \dashv | _ |
| Dishwasher | / | | | 1 | - | | om System | | 1 | | Sauna | | | |
| Disposal | | / | | 1 | _ | | vave | | | | Smoke Detector | | · · | _ |
| Emergency Escape adder(s) | | / | | | 0 | utdo | or Grill | | 1 | | Smoke Detector - Hearing Impaired | | | |
| Exhaust Fans | / | | | | Pa | atio/[| Decking | | / | \vdash | Spa | \dashv | \rightarrow | _ |
| Fences | | / | | | | | ing System | | 1 | | Trash Compactor | \dashv | / | |
| Fire Detection Equip. | / | | | | Po | | 9 -) | | 1 | | TV Antenna | \dashv | <u> </u> | |
| French Drain | | / | | | Po | Pool Equipment | | | 1 | | Washer/Dryer Hookup | 7 | | _ |
| Gas Fixtures | | / | | | | | laint. Accessories | | / | | Window Screens | + | / | _ |
| Natural Gas Lines | | / | | | Po | ol H | leater | | / | | Public Sewer System | 1 | 7 | _ |
| | | | | | | | | | | | | | | |
| Item | | | | Y | N | U | / | | A | dditio | nal Information | | | |
| Central A/C | | | | / | | | ✓electric gas | nun | ber | of unit | ts: | | | |
| Evaporative Coolers | | | | | 1 | | number of units: | | | | | | | |
| Wall/Window AC Units | | | | | / | | number of units: | | | | | | | |
| Attic Fan(s) | | | | | / | | if yes, describe: | | | | | | | |
| Central Heat | | | | / | | | ✓ electricgas | num | ber | of unit | s: | | | |
| Other Heat | | | | | / | | if yes, describe: | | | | | | | |
| Oven | | | | 1 | | | number of ovens: electric gas other: | | | | | | 6 | |
| Fireplace & Chimney | | | | / | | | woodgas log | s_ | mo | ckc | other: | | | |
| Carport | | | _ | | | | | atta | ched | | | | | |
| Garage | | | | / | | | ✓attached not | attad | hed | | | | | |
| Garage Door Openers | | | | | / | | number of units: | | | | number of remotes: | | | |
| Satellite Dish & Controls | | | _ | | 1 | | ownedlease | | _ | | | | | |
| Security System | | | | | / | | owned leased | | _ | | | | | |
| Solar Panels | | | ownedleased from: | | | | | | | | | | | |
| Vater Heater | | | electric | | | | gasother:number of units: | | | | | | | |
| Vater Softener | Third Today Hall | | | | | | | | | | | | | |
| Other Leased Items(s) | | | | | | | if yes, describe: | | | | | | | |
| TXR-1406) 09-01-19 | | Ir | nitial | ed b | y: B | Jyer: | ,ar | id Se | ller: | TEW | , W Pag | e 1 | of 6 | |

CONCERNING THE PROPERTY AT

965 Gulf Shores Drive Crystal Beach, Texas 77650

| Concerning the Property | al | | | | | Crystal Bea | cn, | <u>l exas</u> | s 77650 | | | |
|--|---------|-----------|---------------------------------|---------------------------------|----------|---------------|----------------|---------------|--------------------------------------|--------|-------|-----------|
| Underground Lawn Sprinkler | | | | automatic manual areas covered: | | | | | _ | | | |
| eptic / On-Site Sewer Facility | | | | yes, | attac | | | | n-Site Sewer Facility (TXR-14 | 07) | _ | |
| Water supply provided by:citywell MUDco-op unknownother: | | | | | | | | | | | | |
| covering)? yes <pre>_ no _</pre> | unk | nown | | | | | | Ŭ | | | | |
| Are you (Seller) aware of are need of repair? yes | any o | of the in | tems listed i s, describe (a | in thi | s Sec | tion 1 that a | re r s if ı | not in s | working condition, that have esary): | iefect | ts, | or |
| Section 2. Are you (Sell aware and No (N) if you | ler) av | vare o | f any defect re.) | ts o | r malf | unctions in | any | of th | ne following? (Mark Yes (Y) | if yoı | ıaı | re |
| Item | Y | N | Item | | | | Υ | N | Item | Y | Т | N |
| Basement | | / | Floors | | | | | / | Sidewalks | + | + | / |
| Ceilings | | / | Foundati | on / | Slab(s | s) | | / | Walls / Fences | + | \pm | 5 |
| Doors | | 1 | Interior V | | | | | 1 | Windows | + | + | |
| Driveways | | 1 | Lighting | | | | | / | Other Structural Component | _ | + | |
| Electrical Systems | | / | Plumbing | | | | | / | Other Chadalar Component | | + | _ |
| Exterior Walls | | / | Roof | , -, | | | | 1 | | | + | _ |
| Section 3. Are you (Sello | er) aw | are of | any of the | folic | wing | conditions | ? (N | lark Y | es (Y) if you are aware and | No (I | N) | if |
| Condition | | | | Y | N | Conditio | n | | | TV | Τ. | |
| Aluminum Wiring | | | | +· | | Radon Ga | | | | Y | +' | N |
| Asbestos Components | | | | + | 1 | Settling | a5 | | | _ | V | |
| Diseased Trees: oak wi | lt | | | † | | Soil Move | me | nt | | + | V | - |
| Endangered Species/Habit | | Proper | tv | † | | Subsurfac | | | re or Pite | +- | 1 | |
| ault Lines | | | | 1 | | Undergro | | | | _ | +× | |
| lazardous or Toxic Waste | | | | | | Unplatted | | | | + | + | |
| mproper Drainage | | | | | 7 | Unrecorde | | | | +- | Ľ | |
| ntermittent or Weather Spr | ings | | | | | | | | Insulation | _ | K | |
| andfill | | | | | / | | | | Due to a Flood Event | +- | ľ | |
| ead-Based Paint or Lead- | Based | Pt. Ha | azards | | / | Wetlands | | | | + | 1 | / |
| ncroachments onto the Pr | operty | , | | | / | Wood Rot | | .000 | | + | Y | 1 |
| mprovements encroaching | on ot | hers' p | roperty | | / | | esta | | f termites or other wood | | v | |
| ocated in Historic District | | | | | | | | | for termites or WDI | 1 | 1 | \exists |
| listoric Property Designation | | | | | / | | | | WDI damage repaired | + | 1 | _ |
| revious Foundation Repai | | | | | 1 | Previous F | | | aminago ropullou | + | Ť | \exists |
| revious Roof Repairs | | | | | | | | | nage needing repair | | ~ | 1 |
| revious Other Structural R | epairs | | | | | | | | ain Drain in Pool/Hot | +- | - | \exists |
| | | | | / | Tub/Spa* | | | 210 | | | | |

of Methamphetamine (TXR-1406) 09-01-19

Previous Use of Premises for Manufacture

Initialed by: Buyer: __

and Seller: TEW

TW

Page 2 of 6

| Concerning the Prope | rty at | 965 Gulf Shores Drive Crystal Beach, Texas 77650 | | | | | | |
|--|---|---|---|---|------------------------------------|--|--|--|
| | | | | | | | | |
| | | | | | | | | |
| Section 10. Within t | the last 4 y | not attached a survey o | eller) received any | written inspectio | n reports from | | | |
| permitted by law to p | erform inspec | inspections and w ctions?yesno | ho are either licen If yes, attach copies a | nd complete the folk | rs or otherwise owing: | | | |
| Inspection Date | Туре | Name of Inspect | or | | No. of Pages | | | |
| | | | | | | | | |
| | | | | | | | | |
| Note: A buyer sh | ould not rely ou A buyer sho | n the above-cited reports uld obtain inspections fr | s as a reflection of the com inspectors chosen | current condition of t | he Property. | | | |
| Section 11. Check an | | on(s) which you (Selle | | • | | | | |
| Homestead | • | Senior Citizen Agricultural | _ | Disabled | | | | |
| Wildlife Manage Other: | ment | Agricultural | | Disabled Veteran | | | | |
| | | filed a claim for dama | | Unknown | | | | |
| insurance claim or a s | settlement or a | received proceeds for award in a legal proceed no If yes, explain: | eding) and not used the | to proceeds to make | o the remains for | | | |
| Section 14. Does the requirements of Chap Attach additional sheet | ter / bb of the | e working smoke dete Health and Safety Cod | ectors installed in acdde?* unknown r | cordance with the | smoke detector nknown, explain. | | | |
| installed in accorda including performa | ance with the red nce, location, an | fety Code requires one-fam quirements of the building nd power source requireme unknown above or contact y | code in effect in the area ents. If you do not know | a in which the dwelling the building code regu | is located | | | |
| tamily who will resi impairment from a l the seller to install | ide in the dwellir icensed physicia smoke detectors | all smoke detectors for the l ng is hearing-impaired; (2) nr; and (3) within 10 days a s for the hearing-impaired a lling the smoke detectors a | the buyer gives the selle fter the effective date, the and specifies the location | er written evidence of buyer makes a written is for installation. The | the hearing request for | | | |
| seller acknowledges that | at the statemer | nts in this notice are true ced Seller to provide ina | e to the best of Seller's | s belief and that no i | person, including information. | | | |
| THE lower | | 11.22.21 | Leux | | 11.22.21 | | | |
| ignature of Seller | MAS E. WA | | ignature of Seller | 14/21011 | Date | | | |
| - | | / | rinted Name: \FR | VV DUVY | | | | |
| TXR-1406) 09-01-19 | Initialed | d by: Buyer: , | and Seller: TEW_ | , | Page 5 of 6 | | | |

965 Gulf Shores Drive Concerning the Property at ___ Crystal Beach, Texas 77650 If the answer to any of the items in Section 3 is yes, explain (attach additional sheets if necessary): *A single blockable main drain may cause a suction entrapment hazard for an individual. Section 4. Are you (Seller) aware of any item, equipment, or system in or on the Property that is in need of repair, which has not been previously disclosed in this notice? __yes __no If yes, explain (attach additional sheets if necessary): Section 5. Are you (Seller) aware of any of the following conditions?* (Mark Yes (Y) if you are aware and check wholly or partly as applicable. Mark No (N) if you are not aware.) Present flood insurance coverage (if yes, attach TXR 1414). Previous flooding due to a failure or breach of a reservoir or a controlled or emergency release of water from a reservoir. Previous flooding due to a natural flood event (if yes, attach TXR 1414). Previous water penetration into a structure on the Property due to a natural flood event (if yes, attach TXR 1414). Located __ wholly __ partly in a 100-year floodplain (Special Flood Hazard Area-Zone A, V, A99, AE AO, AH, VE, or AR) (if yes, attach TXR 1414). Located __ wholly __ partly in a 500-year floodplain (Moderate Flood Hazard Area-Zone X (shaded)). Located wholly partly in a floodway (if yes, attach TXR 1414). Located __ wholly __ partly in a flood pool.

*For purposes of this notice:

Located __ wholly __ partly in a reservoir.

"100-year floodplain" means any area of land that: (A) is identified on the flood insurance rate map as a special flood hazard area, which is designated as Zone A, V, A99, AE, AO, AH, VE, or AR on the map; (B) has a one percent annual chance of flooding, which is considered to be a high risk of flooding; and (C) may include a regulatory floodway, flood pool, or reservoir.

If the answer to any of the above is yes, explain (attach additional sheets as necessary):

"500-year floodplain" means any area of land that: (A) is identified on the flood insurance rate map as a moderate flood hazard area, which is designated on the map as Zone X (shaded); and (B) has a two-tenths of one percent annual chance of flooding, which is considered to be a moderate risk of flooding.

"Flood pool" means the area adjacent to a reservoir that lies above the normal maximum operating level of the reservoir and that is subject to controlled inundation under the management of the United States Army Corps of Engineers.

"Flood insurance rate map" means the most recent flood hazard map published by the Federal Emergency Management Agency under the National Flood Insurance Act of 1968 (42 U.S.C. Section 4001 et seq.).

"Floodway" means an area that is identified on the flood insurance rate map as a regulatory floodway, which includes the channel of a river or other watercourse and the adjacent land areas that must be reserved for the discharge of a base flood, also referred to as a 100-year flood, without cumulatively increasing the water surface elevation more than a designated height.

"Reservoir" means a water impoundment project operated by the United States Army Corps of Engineers that is intended to retain water or delay the runoff of water in a designated surface area of land.

| (TXR-1406 |) 09 - 01-19 |
|-----------|---------------------|
|-----------|---------------------|

Initialed by: Buyer: _____, ____ and Seller: TEW, TW

965 Gulf Shores Drive Concerning the Property at _____ Crystal Beach, Texas 77650

| rovider, i | Have you (Seller) ever filed a claim for flood damage to the Property with any insurance ncluding the National Flood Insurance Program (NFIP)?* yes <u></u> | | | | |
|--|--|--|--|--|--|
| *Homes in high risk flood zones with mortgages from federally regulated or insured lenders are required to have flood insurance. Even when not required, the Federal Emergency Management Agency (FEMA) encourages homeowners in high risk, moderar risk, and low risk flood zones to purchase flood insurance that covers the structure(s) and the personal property within the structure(s). | | | | | |
| Section 7. Administra necessary): | Have you (Seller) ever received assistance from FEMA or the U.S. Small Business tion (SBA) for flood damage to the Property? yes no If yes, explain (attach additional sheets as | | | | |
| Section 8. not aware. | Are you (Seller) aware of any of the following? (Mark Yes (Y) if you are aware. Mark No (N) if you are | | | | |
| <u>Y</u> N | Room additions, structural modifications, or other alterations or repairs made without necessary permits, with unresolved permits, or not in compliance with building codes in effect at the time. | | | | |
| _ <u> </u> | Homeowners' associations or maintenance fees or assessments. If yes, complete the following: Name of association: | | | | |
| | Manager's name: Phone: Fees or assessments are: \$ per and are: mandatory voluntary Any unpaid fees or assessment for the Property? yes (\$) no If the Property is in more than one association, provide information about the other associations below or attach information to this notice. | | | | |
| | Any common area (facilities such as pools, tennis courts, walkways, or other) co-owned in undivided interest with others. If yes, complete the following: Any optional user fees for common facilities charged? yes no If yes, describe: | | | | |
| _ <u> </u> | Any notices of violations of deed restrictions or governmental ordinances affecting the condition or use of the Property. | | | | |
| _ <u> </u> | Any lawsuits or other legal proceedings directly or indirectly affecting the Property. (Includes, but is not limited to: divorce, foreclosure, heirship, bankruptcy, and taxes.) | | | | |
| | Any death on the Property except for those deaths caused by: natural causes, suicide, or accident unrelated to the condition of the Property. | | | | |
| | Any condition on the Property which materially affects the health or safety of an individual. | | | | |
| _ <u> </u> | Any repairs or treatments, other than routine maintenance, made to the Property to remediate environmental nazards such as asbestos, radon, lead-based paint, urea-formaldehyde, or mold. If yes, attach any certificates or other documentation identifying the extent of the remediation (for example, certificate of mold remediation or other remediation). | | | | |
| | Any rainwater harvesting system located on the Property that is larger than 500 gallons and that uses a public water supply as an auxiliary water source. | | | | |
| | The Property is located in a propane gas system service area owned by a propane distribution system etailer. | | | | |
| | Any portion of the Property that is located in a groundwater conservation district or a subsidence district. | | | | |
| f the answer | to any of the items in Section 8 is yes, explain (attach additional sheets if necessary): | | | | |
| TXR-1406) 09 | 9-01-19 Initialed by: Buyer:,and Seller: TEW, TW Page 4 of 6 | | | | |

\DDITIONAL NOTICES TO BUYER:

- (1) The Texas Department of Public Safety maintains a database that the public may search, at no cost, to determine if registered sex offenders are located in certain zip code areas. To search the database, visit https://publicsite.dps.texas.gov/SexOffenderRegistry. For information concerning past criminal activity in certain areas or neighborhoods, contact the local police department.
- (2) If the Property is located in a coastal area that is seaward of the Gulf Intracoastal Waterway or within 1,000 feet of the mean high tide bordering the Gulf of Mexico, the Property may be subject to the Open Beaches Act or the Dune Protection Act (Chapter 61 or 63, Natural Resources Code, respectively) and a beachfront construction certificate or dune protection permit may be required for repairs or improvements. Contact the local government with ordinance authority over construction adjacent to public beaches for more information.
- (3) If the Property is located in a seacoast territory of this state designated as a catastrophe area by the Commissioner of the Texas Department of Insurance, the Property may be subject to additional requirements to obtain or continue windstorm and hail insurance. A certificate of compliance may be required for repairs or improvements to the Property. For more information, please review *Information Regarding Windstorm and Hail Insurance for Certain Properties* (TXR 2518) and contact the Texas Department of Insurance or the Texas Windstorm Insurance Association.
- (4) This Property may be located near a military installation and may be affected by high noise or air installation compatible use zones or other operations. Information relating to high noise and compatible use zones is available in the most recent Air Installation Compatible Use Zone Study or Joint Land Use Study prepared for a military installation and may be accessed on the Internet website of the military installation and of the county and any municipality in which the military installation is located.
- 5) If you are basing your offers on square footage, measurements, or boundaries, you should have those items independently measured to verify any reported information.

| (6) | The following providers | currently | provide service | to the P | roperty: |
|-----|-------------------------|-----------|-----------------|----------|----------|
| 10/ | The lengthing providers | | DIOVIGE SELVICE | to the r | IUDELLY |

| Electric: ENTERGY | phone #: _ 800.368 3749 |
|--|-------------------------|
| Sewer: Scotic | phone #: |
| Water: BOLIVAIZ PENINSULA WATER SUPPLY | phone #: 409.684 3515 |
| Cable: Dish | phone #: |
| Trash: PENINSULA RESIDENTIAL SERVICE | phone #: 409, 684, 1925 |
| Natural Gas: None | phone #: |
| Phone Company: No Me | phone #: |
| Propane: None | phone #: |
| Internet: Southern Broad bapon (disconnection) | phone #: 409,684, 7021 |
| | |

(7) This Seller's Disclosure Notice was completed by Seller as of the date signed. The brokers have relied on this notice as true and correct and have no reason to believe it to be false or inaccurate. YOU ARE ENCOURAGED TO HAVE AN INSPECTOR OF YOUR CHOICE INSPECT THE PROPERTY.

The undersigned Buyer acknowledges receipt of the foregoing notice.

| ignature of Buyer | Date | Signature of Buyer | Date |
|---------------------|-----------------------|--------------------|-------------|
| Printed Name: | · | Printed Name: | |
| (TXR-1406) 09-01-19 | Initialed by: Buyer:, | and Seller: TEW, W | Page 6 of 6 |



INFORMATION ABOUT ON-SITE SEWER FACILITY

USE OF THIS FORM BY PERSONS WHO ARE NOT MEMBERS OF THE TEXAS ASSOCIATION OF REALTORS®, INC. IS NOT AUTHORIZED. ©Texas Association of REALTORS®, Inc., 2004

| C | ONCERNING THE PROPERTY AT | 965 Gulf Shores Drive Crystal Beach, Texas 77650 | | |
|------|---|--|------------------|-----------|
| A. | DESCRIPTION OF ON-SITE SEWER FACILITY | ON PROPERTY: | | |
| | (1) Type of Treatment System: Septic Tank | Aerobic Treatment | _ Uı | nknown |
| | (2) Type of Distribution System: | | Uı | nknown |
| | (3) Approximate Location of Drain Field or Distrib | oution System: Behino Cabin | Ui | nknown |
| | (4) Installer: | | _ _ Ur | nknown |
| | (5) Approximate Age: 6 years | | Ur | nknown |
| В. | MAINTENANCE INFORMATION: | | | |
|) | (1) Is Seller aware of any maintenance contract in If yes, name of maintenance contractor: | | _ | No |
| | Phone: contracts must be in effect to op sewer facilities.) | act expiration date: erate aerobic treatment and certain non- | standard" (| on-site |
| | (2) Approximate date any tanks were last pumped | 1? 2018 | | |
| | (3) Is Seller aware of any defect or malfunction in If yes, explain: | | Yes | No |
| | | | | |
| | (4) Does Seller have manufacturer or warranty int | formation available for review? | Yes | No |
| C. | PLANNING MATERIALS, PERMITS, AND CONT | RACTS: | | |
| | (1) The following items concerning the on-site sev planning materials permit for original ir maintenance contract manufacturer inform | nstallation final inspection when OS | SF was in | stalled |
| | (2) "Planning materials" are the supporting massubmitted to the permitting authority in order to | terials that describe the on-site sewer | facility the | at are |
|) | (3) It may be necessary for a buyer to ha transferred to the buyer. | ve the permit to operate an on-site | e sewer 1 | facility |
| (TXI | R-1407) 1-7-04 Initialed for Identification by Buyer | ,and Seller <u>TEW</u> , <u>TW</u> | Pag | je 1 of 2 |

J. INFORMATION FROM GOVERNMENTAL AGENCIES: Pamphlets describing on-site sewer facilities are available from the Texas Agricultural Extension Service. Information in the following table was obtained from Texas Commission on Environmental Quality (TCEQ) on 10/24/2002. The table estimates daily wastewater usage rates. Actual water usage data or other methods for calculating may be used if accurate and acceptable to TCEQ.

| <u>Facility</u> | Usage (gal/day) without water- saving devices | Usage (gal/day) with water- saving devices |
|---|---|--|
| Single family dwelling (1-2 bedrooms; less than 1,500 sf) Single family dwelling (3 bedrooms; less than 2,500 sf) Single family dwelling (4 bedrooms; less than 3,500 sf) | 225 300 375 | 180 240 300 |
| Single family dwelling (5 bedrooms; less than 4,500 sf) Single family dwelling (6 bedrooms; less than 5,500 sf) | 450 525 | 360 |
| Mobile home, condo, or townhouse (1-2 bedroom) | 225 | 420 180 |
| Mobile home, condo, or townhouse (each add'l bedroom) | 75 | 60 |

This document is not a substitute for any inspections or warranties. This document was completed to the best of Seller's knowledge and belief on the date signed. Seller and real estate agents are not xperts about on-site sewer facilities. Buyer is encouraged to have the on-site sewer facility inspected by an inspector of Buyer's choice.

| Signature of Seller Thomas Worry | //. 23.2/ Date | Signature of Seller Teri Worry | リュュュ Date |
|----------------------------------|-------------------|-----------------------------------|--------------|
| Receipt acknowledged by: | | | |
| Signature of Buyer | Date | Signature of Buyer | Date |



ADDENDUM FOR PROPERTY LOCATED SEAWARD OF THE GULF INTRACOASTAL WATERWAY

(SECTION 61.025, TEXAS NATURAL RESOURCES CODE)
TO CONTRACT CONCERNING THE PROPERTY AT

965 Gulf Shores Drive, Crystal Beach, Texas 77650

(Address of Property)

DISCLOSURE NOTICE CONCERNING LEGAL AND ECONOMIC RISKS OF PURCHASING COASTAL REAL PROPERTY NEAR A BEACH

WARNING: THE FOLLOWING NOTICE OF POTENTIAL RISKS OF ECONOMIC LOSS TO YOU AS THE PURCHASER OF COASTAL REAL PROPERTY IS REQUIRED BY STATE LAW.

- READ THIS NOTICE CAREFULLY. DO NOT SIGN THIS CONTRACT UNTIL YOU FULLY UNDERSTAND THE RISKS YOU ARE ASSUMING.
- BY PURCHASING THIS PROPERTY, YOU MAY BE ASSUMING ECONOMIC RISKS OVER AND ABOVE THE RISKS INVOLVED IN PURCHASING INLAND REAL PROPERTY.
- IF YOU OWN A STRUCTURE LOCATED ON COASTAL REAL PROPERTY NEAR A GULF COAST BEACH, IT MAY COME TO BE LOCATED ON THE PUBLIC BEACH BECAUSE OF COASTAL EROSION AND STORM EVENTS.
- AS THE OWNER OF A STRUCTURE LOCATED ON THE PUBLIC BEACH, YOU COULD BE SUED BY THE STATE OF TEXAS AND ORDERED TO REMOVE THE STRUCTURE.
- THE COSTS OF REMOVING A STRUCTURE FROM THE PUBLIC BEACH AND ANY OTHER ECONOMIC LOSS INCURRED BECAUSE OF A REMOVAL ORDER WOULD BE SOLELY YOUR RESPONSIBILITY.

The real property described in this contract is located seaward of the Gulf Intracoastal Waterway to its southernmost point and then seaward of the longitudinal line also known as 97 degrees, 12', 19" which runs southerly to the international boundary from the intersection of the centerline of the Gulf Intracoastal Waterway and the Brownsville Ship Channel. If the property is in close proximity to a beach fronting the Gulf of Mexico, the purchaser is hereby advised that the public has acquired a right of use or easement to or over the area of any public beach by prescription, dedication, or presumption, or has retained a right by virtue of continuous right in the public since time immemorial, as recognized in law and custom.

The extreme seaward boundary of natural vegetation that spreads continuously inland customarily marks the landward boundary of the public easement. If there is no clearly marked natural vegetation line, the landward boundary of the easement is as provided by Sections 61.016 and 61.017, Natural Resources Code.

Much of the Gulf of Mexico coastline is eroding at rates of more than five feet per year. Erosion rates for all Texas Gulf property subject to the open beaches act are available from the Texas General Land Office.

State law prohibits any obstruction, barrier, restraint, or interference with the use of the public easement, including the placement of structures seaward of the landward boundary of the easement. OWNERS OF STRUCTURES ERECTED SEAWARD OF THE VEGETATION LINE (OR OTHER APPLICABLE EASEMENT BOUNDARY) OR THAT BECOME SEAWARD OF THE VEGETATION LINE AS A RESULT OF PROCESSES SUCH AS SHORELINE EROSION ARE SUBJECT TO A LAWSUIT BY THE STATE OF TEXAS TO REMOVE THE STRUCTURES.

The purchaser is hereby notified that the purchaser should: (1) determine the rate of shoreline erosion in the vicinity of the real property; and (2) seek the advice of an attorney or other qualified person before executing this contract or instrument of conveyance as to the relevance of these statutes and facts to the value of the property the purchaser is hereby purchasing or contracting to purchase.

| | Thlaus |
|---|--|
| Buyer | Seller Thomas Worry |
| Buyer | Seller Ten Worry |
| This form has been approved by the Texas Real Estate Co | mmission for use with similarly approved or promulated contract forms. Such approved relates to this feets |

only. TREC forms are intended for use only by trained real estate licensees. No representation is made as to the legal validity or adequacy of any provision in any specific transactions, It is not suitable for complex transactions. Texas Real Estate Commission, P.O. Box 12188, Austin, TX 78711-2188, 512-936-3000 (http://www.trec.texas.gov) TREC No. 34-4. This form replaces TREC No. 34-3.

(TXR-1916) 12-05-2011



ADDENDUM FOR **COASTAL AREA PROPERTY**

(SECTION 33.135, TEXAS NATURAL RESOURCES CODE)

TO CONTRACT CONCERNING THE PROPERTY AT

965 Gulf Shores Drive, Crystal Beach, Texas 77650 (Address of Property)

NOTICE REGARDING COASTAL AREA PROPERTY

1. The real property described in and subject to this contract adjoins and shares a common boundary with the tidally influenced submerged lands of the state. The

| | boundary is subject to change and can be determined accurately only by a survey on the ground made by a licensed state land surveyor in accordance with the original grant from the sovereign. The owner of the property described in this contract may gain or lose portions of the tract because of changes in the boundary. | |
|----|---|--|
| 2. | The seller, transferor, or grantor has no knowledge of any prior fill as it relates to the property described in and subject to this contract except: | |
| 3. | State law prohibits the use, encumbrance, construction, or placing of any structure in, on, or over state-owned submerged lands below the applicable tide line, without proper permission. | |
| 4. | other qualified person as to the legal nature and effect of the facts set forth in this notice on the property described in and subject to this contract. Information regarding the location of the applicable tide line as to the property described in and subject to this contract may be obtained from the surveying division of the General Land Office in Austin. | |
| | Seller | |
| | Thomas Worry | |
| | | |

Teri Worry

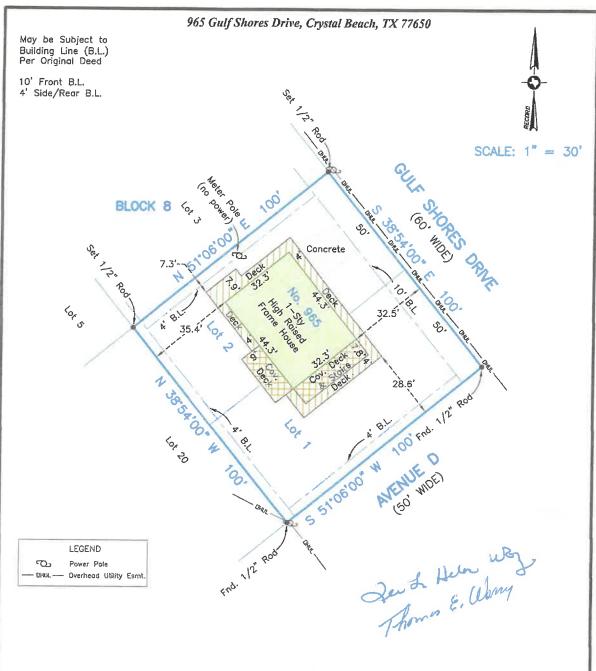
This form has been approved by the Texas Real Estate Commission for use with similarly approved or promulgated contract forms. Such approval relates to this form only. TREC forms are intended for use only by trained real estate licensees. No representation is made as to the legal validity or adequacy of any provision in any specific transactions. It is not suitable for complex transactions. Texas Real Estate Commission, P.O. Box 12188, Austin, TX 78711-2188, 512-936-3000 (http://www.trec.texas.gov) TREC No. 33-2 This form replaces TREC No. 33-1.

(TXR-1915) 12-05-2011

Buyer

Buyer

TREC No. 33-2



Survey of Lots One (1) and Two (2) in Block Eight (8) of GULF SHORES, SECTION 1, a subdivision in Galveston County, Texas, according to the map or plat thereof recorded in Volume 254—A, Page 78 and transferred to Plat Record 7, Map No. 44, both of the Map Records in the Office of the County Clerk of Galveston County, Texas.

I hereby certify that on the below date, the herein described property, together with improvements located thereon, was surveyed on the ground and under my direction, and that this map, together with dimensions as shown hereon, accurately represents the facts as found on the ground this date.

Michael Hoover

Michael Hoover Registered Professional Land Surveyor No. 5423



| SURV | /EY | DATE: | January | 22 | 2018 |
|------|-----|-------|------------|-----|-------|
| FILE | _ | | 3755-0008- | | |
| DRAF | TIN | 3: | | | ms |
| JOB | No | | | 18- | -5020 |



CRYSTAL BEACH OFFICE
Registration Number: 10194364
(409) 684-6400 www.hightidelandsurveying.com
975 LAZY LANE WEST | CRYSTAL BEACH, TX 77650
Mailing | P.O. BOX 16142 | GALVESTON, TX 77552

NOTES:

Title Report.

- This property does lie within the 100 Year Flood Plain as established by the Federal Emergency Management Agency.
 This property is subject to any restrictions of record and may be subject to setbacks from power lines as established by OSHA (call your power company).
- 3) All bearings shown hereon are based upon the recorded plat calls and are referenced to physical monumentation found therein.
 4) Surveyed without benefit of a