

LOT/LAND SELLER'S PROPERTY DISCLOSURE STATEMENT

This disclosure statement is designed to assist the Seller in providing information about the Property that is being transferred. This completed form constitutes the disclosure by the Seller. The information contained in the disclosure is the representation of the owner and not the representations of the listing real estate broker, the selling real estate broker and their respective licensees or sales persons, if any. This is not a warranty or a substitute for any professional inspections or warranties that the Buyer may wish to obtain. **Buyers and Sellers should be aware that any sales agreement executed between the parties will supersede this form as to any obligations on the part of the Seller to correct items identified below and/or the obligation of the Buyer to accept such items "AS IS."**

INSTRUCTIONS TO THE SELLER

Complete this form yourself and answer each question to the best of your knowledge. If an answer is an estimate, clearly label it as such. The Seller hereby authorizes any agent(s) representing any party in this transaction to provide a copy of this statement to any person or entity in connection with any actual or anticipated sale of the subject property.

PROPERTY ADDRESS 65970 Old Spencer Hwy CITY Pikeville, TN

SELLER'S NAME(S) Howard Upchurch

DATE SELLER ACQUIRED THE PROPERTY 2003

IF THE ANSWER TO ANY OF THE QUESTIONS LISTED BELOW IS "YES", PLEASE EXPLAIN IN DETAIL IN THE "ADDITIONAL EXPLANATIONS" SECTION.

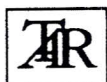
YES NO UNKNOWN

1. SOIL, TREES, DRAINAGE AND BOUNDARIES:

- | | | | |
|--|-------------------------------------|-------------------------------------|--------------------------|
| (a) Is there or will there be any fill (other than foundation backfill) on the Property? | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| (b) Are there mine shafts or wells (in use or abandoned)? | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| (c) Are you aware of any past or present sliding, settling, earth movement, upheaval or earth stability/expansive soil problems? | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| (d) Is the Property or any part thereof located in a flood zone? | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| (e) Are you aware of any past or present drainage or flooding problems? | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| (f) Are you aware of any past or present diseased or dead trees? | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| (g) Are you aware of any past or present encroachments, boundary line disputes, leases or unrecorded easements? | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| (h) Has the Property been tested for soil and/or percolation?
If yes, attach copy of test results. | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| (i) Has the Property been evaluated for subsurface sewage disposal system?
If yes, attach copy of test results. | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| (j) Has the Property been surveyed to establish boundary lines?
Are the corner stakes in place and visible?
If yes, attach copy of survey. | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |

2. TOXIC/FOREIGN SUBSTANCES:

- | | | | |
|--|--------------------------|--------------------------|-------------------------------------|
| (a) Are you aware of any underground tanks, toxic substances, tires, appliances, garbage, foreign and/or unnatural materials, asbestos, polychlorinated biphenyl (PCB's), ureaformaldehyde, methane gas, or radioactive radon on the Property (structure or soil)? | <input type="checkbox"/> | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
|--|--------------------------|--------------------------|-------------------------------------|



- 40 (b) Has the Property been tested for radon or any other toxic substance including ☐ ☒ ☐
41 Phase I testing?
- 42 **3. THE PROPERTY:**
- 43 (a) Consists of no less than 61 acres and the current zoning is _____
- 44 (b) Will conveyance of this Property include all mineral, oil and timber rights? ☐ ☐ ☐
- 45 (c) Are there any governmental allotments committed? ☐ ☒ ☐
- 46 (d) Have any licenses or usage permits been granted for but not limited to, crops,
47 mineral, water, grazing, timber, usage rights to hunters, fishermen, or others? ☐ ☒ ☐
- 48 (e) Crop Rotation Program (CRP)? ☐ ☒ ☐
- 49 **4. COVENANTS, FEES AND ASSESSMENTS:**
- 50 (a) Is or will the Property be part of a condominium or other community association? ☐ ☐ ☐
- 51 (b) Is there any defect, damage or problem with any common elements/area that
52 could affect the value or desirability? ☐ ☐ ☐
- 53 (c) Is or will it be subject to covenants, conditions and restrictions (CC&R's)? ☐ ☐ ☐
- 54 (d) Is there an Association Fee? If "YES" what amount \$ _____, per _____ ☐ ☐ ☐
- 55 (e) Is or will the Association Fee be mandatory? ☐ ☐ ☐
- 56 (f) Is there an Initiation Fee? If "YES" what amount \$ _____ ☐ ☐ ☐
- 57 (g) Are there any special assessments approved but unpaid by the association? ☐ ☐ ☐
- 58 (h) Are there any special association assessments under consideration? ☐ ☐ ☐
- 59 (i) Is there any condition or claim, which may result in an increase in assessments
60 or fees? ☐ ☐ ☐
- 61 (j) Does or will the Association Fee include: (The unchecked items are not included or unknown.)
- 62 ☐ Exterior Building Maintenance ☐ Reserve Fund ☐ Gas ☐ Cable
- 63 ☐ Exterior Liability ☐ Road Maintenance ☐ Electricity ☐ Swim
- 64 ☐ Common Grounds Maintenance ☐ Security ☐ Water ☐ Tennis
- 65 ☒ Pest and Termite Control ☐ Garbage ☐ Sewer ☐ Other _____
- 66 **5. OTHER MATTERS:**
- 67 (a) Do you know of any violations of local, state or federal laws, codes, regulations,
68 or nonconforming use with respects to the Property? ☐ ☒ ☐
- 69 (b) Have you received notice by any governmental or quasi-governmental agency
70 affecting the Property including but not limited to road changes, zoning
71 changes, assessments, etc.? ☐ ☒ ☐
- 72 (c) Is there any existing or threatened legal action affecting the Property? ☐ ☒ ☐
- 73 (d) Is there any system or appliance on the Property which is leased or has a fee
74 associated with its use? ☐ ☒ ☐
- 75 (e) Are there any private or non-dedicated roadways for which owner may have
76 financial responsibility? ☐ ☒ ☐
- 77 (f) Have there been any inspections or evaluations on the Property during the
78 previous year? ☐ ☒ ☐



7. **ADDITIONAL EXPLANATION OR DISCLOSURES:**

In this disclosure, Seller warrants that to the best of Seller's knowledge and belief, the information contained herein with respect to the condition of the property is accurate and complete as of the date signed by Seller. It is not a substitute for any inspections or warranties that Buyer may wish to obtain. Seller hereby authorizes Broker to provide this information to prospective buyers of the Property and to Brokers. **Seller agrees to promptly update this Lot/Land Disclosure Statement and provide any Buyer and Brokers with a revised copy of the same if there are any material changes in the answers to the questions contained herein.**

Date _____

I acknowledge receipt of this Seller's Lot/Land Property Disclosure Statement. I understand that except stated in the Lot/Land Purchase and Sale Agreement with Seller, the Property is being sold in its present condition only, without warranties or guarantees of any kind by Seller or Brokers. No representations concerning the condition of the Property are being relied upon by me except as disclosed herein or stated in the Lot/Land Purchase and Sale Agreement.

Date _____

