



TEXAS ASSOCIATION OF REALTORS®
COMMERCIAL PROPERTY CONDITION STATEMENT

USE OF THIS FORM BY PERSONS WHO ARE NOT MEMBERS OF THE TEXAS ASSOCIATION OF REALTORS® IS NOT AUTHORIZED.
©Texas Association of REALTORS®, Inc. 2005

CONCERNING THE PROPERTY AT: 4686 US Hwy 144
Walnut Springs, Texas 76690

THIS IS A DISCLOSURE OF THE SELLER'S KNOWLEDGE OF THE CONDITION OF THE PROPERTY AS OF THE DATE SIGNED. IT IS NOT A SUBSTITUTE FOR ANY INSPECTIONS OR WARRANTIES A BUYER OR TENANT MAY WISH TO OBTAIN. IT IS NOT A WARRANTY OF ANY KIND BY SELLER, SELLER'S AGENTS, OR ANY OTHER AGENT.

PART I - Complete if Property is Improved or Unimproved

Are you (Seller) aware of:

- | | <u>Aware</u> | <u>Not
Aware</u> |
|---|-------------------------------------|-------------------------------------|
| (1) any of the following environmental conditions on or affecting the Property: | | |
| (a) radon gas? | ☐ | ☒ |
| (b) asbestos components: | | |
| (i) friable components? | ☐ | ☒ |
| (ii) non-friable components? | ☐ | ☒ |
| (c) urea-formaldehyde insulation? | ☐ | ☒ |
| (d) endangered species of their habitat? | ☐ | ☒ |
| (e) wetlands? | ☐ | ☒ |
| (f) underground storage tanks? | ☐ | ☒ |
| (g) leaks in any storage tanks (underground or above-ground)? | ☐ | ☒ |
| (h) lead-based paint? | ☐ | ☒ |
| (i) hazardous materials or toxic waste? | ☐ | ☒ |
| (j) open or closed landfills on or under the surface of the Property? | ☐ | ☒ |
| (k) external conditions materially and adversely affecting the Property such as
nearby landfills, smelting plants, burners, storage facilities of toxic or hazardous
materials, refiners, utility transmission lines, mills, feed lots, and the like? | ☐ | ☒ |
| (l) any activity relating to drilling or excavation sites for oil, gas, or other minerals? | ☒ | ☐ |
| (2) previous environmental contamination that was on or that materially and adversely
affected the Property, including but not limited to previous environmental conditions
listed in Paragraph 1(a)-(l)? | ☐ | ☒ |
| (3) any part of the Property lying in a special flood hazard area (A or V Zone)? | ☐ | ☒ |
| (4) any improper drainage onto or away from the Property? | ☐ | ☒ |
| (5) any fault line or near the Property that materially and adversely affects the Property? | ☐ | ☒ |
| (6) outstanding mineral rights, exceptions, or reservations of the Property held by others? | ☐ | ☒ |
| (7) air space restrictions or easements on or affecting the Property? | ☐ | ☒ |
| (8) unrecorded or unplatted agreements for easements, utilities, or access on or
to the Property? | ☐ | ☒ |

(TAR-1408) 10-18-05

Initialed by Buyer or Tenant: _____, _____ and Seller TH, _____

Page 1 of 4

Prudential Texas Properties 606 Big Bend Trail Glen Rose, TX 76043
Phone: 254-396-2086

Fax: _____ Francene Yarbrough

Produced with ZipForm® by zipLogix 18070 Fifteen Mile Road, Fraser, Michigan 48026 www.zipLogix.com

Tony and Tammie

(2) Plumbing Systems:

Aware Not Not
Aware Aware Appl.

- (a) water heaters or water softeners? ☐ ☒ ☐
- (b) supply or drain lines? ☐ ☒ ☐
- (c) faucets, fixtures, or commodes? ☐ ☒ ☐
- (d) private sewage systems? ☐ ☒ ☐
- (e) pools or spas and equipments? ☐ ☒ ☐
- (f) sprinkler systems? ☐ ☒ ☐
- (g) water coolers? ☐ ☒ ☐
- (h) private water wells? ☐ ☒ ☐
- (i) pumps or sump pumps? ☐ ☒ ☐

(3) HVAC Systems: any cooling, heating, or ventilation systems? ☐ ☒ ☐

(4) Electrical Systems: service drops, wiring, connections, conductors, plugs, grounds, power, polarity, switches, light fixtures, or junction boxes? ☐ ☒ ☐

(5) Other Systems or Items:

- (a) security or fire detection systems? ☐ ☒ ☐
- (b) porches or decks? ☐ ☒ ☐
- (c) gas lines? ☐ ☒ ☐
- (d) garage doors and door operators? ☐ ☒ ☐
- (e) loading doors or docks? ☐ ☒ ☐
- (f) rails or overhead cranes? ☐ ☒ ☐
- (g) elevators or escalators? ☐ ☒ ☐
- (h) parking areas, drives, steps, walkways? ☐ ☒ ☐
- (i) appliances or built-in kitchen equipment? ☐ ☒ ☐

If you are aware of material defects in any of the items listed under Paragraph A, explain. (Attach additional information if needed.)

B. Are you (Seller) aware of:

(1) any of the following water or drainage conditions materially and adversely affecting the Property:

Aware Not
Aware Aware

- (a) ground water? ☐ ☒
- (b) water penetration? ☐ ☒
- (c) previous flooding or water drainage? ☐ ☒
- (d) soil erosion or water ponding? ☐ ☒

- | | <u>Aware</u> | <u>Not
Aware</u> |
|---|--------------------------|-------------------------------------|
| (9) special districts in which the Property lies (for example, historical districts, development districts, extraterritorial jurisdictions, or others)? | ☐ | ☒ |
| (10) pending changes in zoning, restrictions, or in physical use of the Property? | ☐ | ☒ |
| (11) your receipt of any notice concerning any likely condemnation, planned streets, highways, railroads, or developments that would materially and adversely affect the Property (including access or visibility)? | ☐ | ☒ |
| (12) lawsuits affecting title to or use or enjoyment of the Property? | ☐ | ☒ |
| (13) your receipt of any written notices of violations of zoning, deed restrictions, or government regulations from EPA, OSHA, TCEQ, or other government agencies? | ☐ | ☒ |
| (14) common areas of facilities affiliated with the Property co-owned with others? | ☐ | ☒ |
| (15) an owners' or tenants' association or maintenance fee or assessment affecting the Property? | ☐ | ☒ |
| If aware, name of association: _____ | | |
| Name of manager: _____ | | |
| Amount of fee or assessment: \$ _____ per _____ | | |
| Are fees current through the date of this notice? ☐ yes ☐ no ☐ unknown | | |
| (16) subsurface structures, hydraulic lifts, or pits on the Property? | ☐ | ☒ |
| (17) intermittent or weather springs that affect the Property? | ☐ | ☒ |
| (18) any material defect in any irrigation system, fences, or signs on the Property? | ☐ | ☒ |
| (19) conditions on or affecting the Property that materially affect the health or safety of an ordinary individual? | ☐ | ☒ |

If you are aware of any of the conditions listed above, explain. (Attach additional information if needed.) _____

2 cars pipelines cross this property

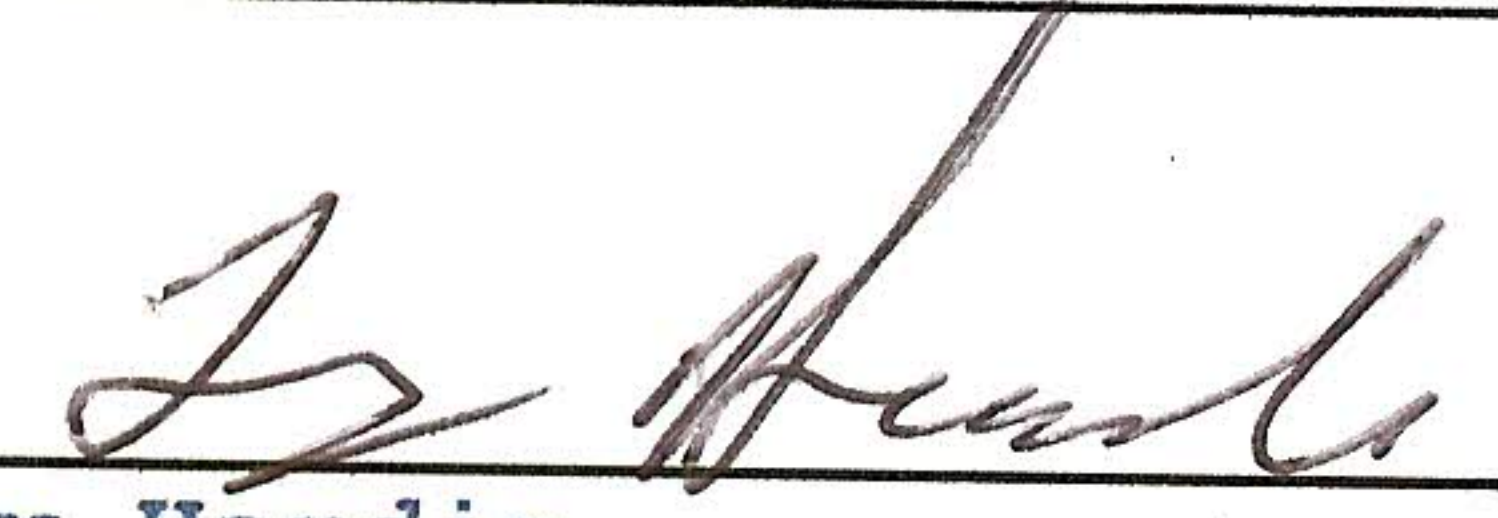
PART 2 – Complete only if Property is Improved

A. Are you (Seller) aware of any material defects in any of the following on the Property?

- | | <u>Aware</u> | <u>Not
Aware</u> | <u>Not
Appl.</u> |
|--|--------------------------|-------------------------------------|--------------------------|
| (1) <u>Structural Items:</u> | | | |
| (a) foundation systems (slabs, columns, trusses, bracing, crawl spaces, piers, beams, footings, retaining walls, basement, grading)? | ☐ | ☒ | ☐ |
| (b) exterior walls? | ☐ | ☒ | ☐ |
| (c) fireplaces and chimneys? | ☐ | ☒ | ☐ |
| (d) roof, roof structure, or attic (covering, flashing, skylights, insulation, roof penetrations, ventilation, gutters and downspouts, decking)? | ☐ | ☒ | ☐ |
| (e) windows, doors, plate glass, or canopies? | ☐ | ☒ | ☐ |

- | | <u>Aware</u> | <u>Not
Aware</u> |
|---|--------------------------|-------------------------------------|
| (2) previous structural repair to the foundation systems on the Property? | ☐ | ☒ |
| (3) settling or soil movement materially and adversely affecting the Property? | ☐ | ☒ |
| (4) pest infestation from rodents, insects, or other organisms on the Property? | ☐ | ☒ |
| (5) termite or wood rot damage on the Property needing repair? | ☐ | ☒ |
| (6) mold to the extent that it materially and adversely affects the Property? | ☐ | ☒ |
| (7) mold remediation certificate issued for the Property in the previous 5 years? | ☐ | ☒ |
| <i>if yes, attach a copy of the mold remediation certificate.</i> | | |
| (8) previous termite treatment on the Property? | ☐ | ☒ |
| (9) previous fires that materially affected the Property? | ☐ | ☒ |
| (10) modifications made to the Property without necessary permits or not in compliance
with building codes in effect at the time? | ☐ | ☒ |
| (11) any part, system, or component in or on the Property not in compliance with
the Americans with Disabilities Act or the Texas Architectural Barrier Statute? | ☐ | ☒ |

If you are aware of any conditions described under Paragraph B, explain. (Attach additional information, if needed.) _____

Seller:  Date: 7-29-2010
Tony Hardin

Seller:  Date: 7-29-2010
Tammie Hardin

The undersigned acknowledges receipt of the foregoing statement.

Buyer or Tenant: _____ Date: _____

Buyer or Tenant: _____ Date: _____

NOTICE TO BUYER OR TENANT: The broker representing Seller and the broker representing you advise you that this statement was completed by Seller, as of the date signed. The brokers have relied on this statement 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.