

Twin Lakes of Piperton

MEMPHIS, TENN., _____

RECEIVED of _____, the sum of _____ as earnest money (the "Earnest Money") and in part payment for the purchase of the following described real estate (the "Property" or the "Lot") situated in the County of Fayette, and State of Tennessee and being part of the planned unit development known as "Twin Lakes of Piperton" (the "Development"):

Lot(s) _____ as shown on the proposed final plat of Twin Lakes of Piperton Phase 1, attached hereto as Exhibit "A". The final plat of Phase 1 ("Final Plat") shall be recorded prior to or simultaneously with Closing hereunder.

Seller covenants and agrees to sell and convey the Property, with all improvements thereon, or cause it to be conveyed by good and sufficient special warranty deed, to Purchaser, or to such person or persons as Purchaser may designate; Purchaser, however, shall not be released from any of Purchaser's agreements and undertakings as set forth herein, unless otherwise stated; and Purchaser covenants and agrees to purchase and accept the Property for the price of _____ Dollars \$(_____) upon terms as follows:

1. All cash at closing of which the Earnest Money is a part. Possession is to be given at closing.
2. Closing to be on or before _____, time being of the essence. If the Property is not closed by the closing date stipulated in this contract, through no fault of Seller, the contract may be terminated at Seller's option and the earnest money retained by the Seller.
3. The special warranty deed conveying the Property to Purchaser shall contain clauses to the following effect:

(a) Purchaser agrees to repair or replace any damage to the Development caused by Purchaser's construction after the Property is closed. Said repair or replacement is to be at the Purchaser's sole expense. Further, Purchaser agrees to maintain adequate erosion control measures on the Property, in compliance with all federal, state and local laws, regulations, ordinances, etc. Purchaser accepts all liability associated with said erosion control requirements.

(b) The Property may be filled land or partially filled land. Seller shall not be responsible or liable for any claims of any kind or character related to the fill or soil conditions of Property.

(c) Purchaser understands that the Property shall be part of a planned unit development with private streets, drainage and common areas, all of which must be maintained by a homeowners association. In addition, the Property shall be subject to certain restrictive covenants pertaining to the planned unit development. Seller agrees to subdivide the Development in general conformance with **Exhibit "A"** attached hereto and to proceed with the installation of the required subdivision improvements. Purchaser agrees that neither Purchaser nor Purchaser's agents, contractors or employees will interfere with Seller's agents, contractors or employees during Seller's construction of subdivision improvements. Purchaser agrees to reasonably delay or alter Purchaser's construction schedule if required by Seller's contractor.

(d) Twin Lakes of Piperton is a private development designed to create a natural park-like atmosphere with no curb and gutter or sidewalks. The lots are estate-sized lots with the storm drainage carried in natural creeks as well as roadside ditches. The drainage improvements in the Development have been designed and are/or shall be installed in accordance with all prevailing local governmental standards and requirements. Seller makes no warranty concerning the degree of rainwater inundation that may result on the aforementioned lots since said inundation can be expected with rainfall which exceeds the normal standards. Neither the Seller, the Homeowner's Association nor the Architectural Committee established under the Covenants and Restrictions discussed below, nor any employee, owner, architect, consultant or agent thereof shall be responsible or liable in any way for the drainage of the Property or the drainage of the lots surrounding the Property. Purchaser hereby acknowledges that Purchaser is solely responsible for ensuring that (i) the Property, once improved, will drain properly and sufficiently, (ii) no grading of or improvement to the Property shall increase the natural flow of water onto the adjacent land, and (iii) that the drainage from surrounding lots will not negatively impact the Property. Purchaser, its successors and assigns, and anyone claiming by or through Purchaser hereby waive any and all claims of liability associated with the drainage of the Property and/or surrounding lots against Seller, the Homeowner's Association, the Architectural Committee and their respective employees, agents, successors and assigns. In addition to the foregoing, Purchaser shall in no event obstruct or impede the flow of water designed to run on, over or near the Property pursuant to the grading plans for the Development.

(e) Seller will not be responsible for any trees that die.

(f) Prior to construction of a home on the Property, Purchaser covenants and agrees to keep the Property mowed and free of debris. Should Purchaser not keep the Property mowed and free of debris, Seller may notify Purchaser in writing at the address shown on sales contract. If corrective measures have not been taken within two (2) weeks of date of said notice, Seller shall have the right, but not the obligation, to enter the Property for the purpose of mowing and cleaning the same and in such event the cost of said work shall be charged to Purchaser. If the cost of same is not paid within thirty (30) days from date of billing, then the cost of cutting and cleaning plus court cost, attorney fees and interest at the maximum legal rate shall become a lien on the Property. This covenant shall expire and be of no force or effect upon completion of residence.

(g) If there is a variance between the metes and bounds description for the Lot and the edge of the pavement for the completed common driveway adjacent to the Lot, then the edge of such pavement shall be the actual perimeter and boundary of the Lot. The private road may vary in the width to preserve trees and the natural character. If, for any reason, the road encroaches on a parcel, an easement for the road is given.

(h) A gas main, primary electric cable, and water main will be adjacent to each parcel; no sewer line will be provided.

(i) Until the residence is constructed on a Lot, Purchaser shall not, without the prior written approval of Seller, list the Lot for sale, nor convey Lot to any third party, other than a family member or heir within 18 months after the closing of this transaction. Such approval shall be granted or withheld at the sole subjective discretion of Seller. In the event Purchaser desires to sell the Lot prior to the expiration of the 18 month period, Seller shall have the right to re-purchase said Lot if it so desires at the same purchase price paid by Purchaser net of any interest, expenses, and closing costs.

4. As noted herein, the Property is part of a planned unit development and shall be subject to certain restrictive covenants, entitled the Declaration of Covenants, Conditions and Restrictions for Twin Lakes (referred to herein as "Covenants and Restrictions") attached as **Exhibit "B"**. Purchaser shall have fifteen (15) days from the date of this contract ("Review Period") to determine whether the Property is satisfactory to Purchaser and to conduct such reviews and investigations, including, but not limited to, review of title, the Declaration of Covenants, Conditions and Restrictions of the Property and of the Development as Purchaser deems appropriate. If Purchaser determines the Property to be unsatisfactory, Purchaser shall so notify Seller in writing prior to the expiration of the Review Period. If Purchaser timely provides written notice as provided above, then Purchaser shall be deemed to have terminated this contract, the Earnest Money previously paid shall be returned to Purchaser and neither party shall have any further liability to the other under this contract. Upon expiration of the Review Period if no notice has been received, the Earnest Money will be nonrefundable (except as otherwise specifically provided in this contract) and closing will occur as set forth herein.

By initialing below, Purchaser acknowledges that it has read this Section, understands that the Property is part of a planned unit development and has received a copy of the Covenants and Restrictions.

Purchaser's Initials: _____

5. Setbacks on all lots shall be as required by Fayette County zoning ordinances, the Final Plat, and/or subdivision regulations. In addition, Seller may establish certain setbacks as set forth in the Covenants and Restrictions and design guidelines. The Design Guidelines are attached as **Exhibit "C"**. Exceptions to the setbacks established by Seller may be permitted upon architectural control approval as provided in the Covenants and Restrictions.

6. The Purchaser as owner of the Lot(s) shall be a member of a homeowners association known as Twin Lakes of Piperton Homeowners Association, Inc. Because the Property is part of a planned unit development and is subject to the Covenants and Restrictions, Purchaser understands that Twin Lakes of Piperton Homeowners Association, Inc. ("Homeowners Association") has been established to maintain the common area improvements of the Development including, but not limited to, landscaping, structures, recreational amenities, lake, gates (without security), private driveways, roads, insurance, lighting, brick/stone wall, fences, utilities etc. Purchaser further understands that certain Covenants and Restrictions for the Development have been recorded and include, in addition to other restrictions, a requirement for architectural

review and approval of proposed house plans and minimum house size requirements of no less than 3,000 sf heated and an obligation to adhere to certain design guidelines that may be established and amended from time to time. The Covenants and Restrictions shall also provide for an architectural plans review fee, as determined by the board of directors of the Homeowners Association (the "Board of Directors"), which shall be due with the initial plans submittal. No building shall be constructed on the Property prior to approval by the Seller or its representative of plans and specifications as provided for in the Declaration of Covenants, Conditions and Restrictions for Twin Lakes of Piperton. The Covenants and Restrictions shall also provide for dues and/or assessments which shall be determined by the Board of Directors of the Homeowners Association. The Final Plat sets forth certain easements, set back lines and other restrictions affecting the Property. The Property shall be conveyed subject to the terms and conditions of the charter and bylaws of the Homeowners Association, the Final Plat, the Covenants and Restrictions and architectural review requirements, as well as all restrictions, easements and covenants of record, and subject to zoning ordinances or laws of any governmental authority.

7. All taxes and Homeowners Association dues and assessments for the current year are to be prorated as of date of closing, and all prior unpaid taxes or liens including front foot assessments are to be paid by Seller, unless otherwise specified. Seller shall pay all "roll back taxes", if any are assessed against the Property, through the date of closing of the Property. To the extent that any "roll back taxes" are not separately assessed against the Property, but instead against a larger parcel of which the Property forms a part, such roll back taxes will be prorated on the basis of acreage as established on the Final Plat.

8. At the election of Purchaser, Seller agrees promptly to furnish, for examination only, either title search or adequate abstracts of title, taxes, and judgments, covering the Property, or at Seller's option, a policy of title insurance by one of a title insurance company with offices in Shelby County, Tennessee (the "Title Company") for the amount of the above purchase price, insuring marketability of title and paid for by Seller. Adequate abstracts of title, taxes and judgments are those required by the Title Company as the basis for the issuance of a policy of title insurance. In the event of controversy regarding title, a title insurance policy covering the Property, issued by the Title Company for the above purchase price, shall constitute and be accepted by Purchaser as conclusive evidence of good and merchantable title.

9. If the title is not good and cannot be made good within a reasonable time after written notice has been given that the title is defective, specifically pointing out the defects, then the Earnest Money shall be returned to Purchaser, this contract shall be deemed terminated and neither party shall have any further liability to the other hereunder. If the title is good and Purchaser shall fail to pay for the Property as specified herein, Seller shall have the right to elect to declare this contract canceled, and upon such election, the Earnest Money shall be retained by Seller as liquidated damages. The right given Seller to make the above election shall not be Seller's exclusive remedy, and either party shall have the right to elect to affirm this contract and enforce its specific performance or recover full damages for its breach. Seller's retention of the Earnest Money shall not be evidence of an election to declare this contract canceled, as Seller shall have the right to retain his portion of the Earnest Money to be credited against damages actually sustained. No commission shall be paid by Seller and there is no cooperating agreement.

10. Seller is to pay for preparation of deed and title search or abstract. Purchaser is to pay for preparation of note, or notes, and trust deed, notary fee on trust deed, recording of deed, state tax and Register ' s fee on deed, and expense of title examination or title insurance, if any. If a single closing agent or attorney closes the Seller and Purchaser hereby agree to share equally in paying the closing fees, otherwise each party shall be responsible for its own closing fees. If Purchaser obtains a loan on the Property, Purchaser is to pay all expenses incident thereto. Each party shall pay the fees and expenses of any attorney engaged to represent such party in connection with the transaction contemplated herein.

11. Assignment by Purchaser: This contract may not be assigned except with Seller's prior written consent. In the event Seller consents to the proposed assignment, said assignment shall occur at least five days prior to closing, and Purchaser agrees to pay an assignment fee of \$50.00 to Seller at closing. Upon assignment, the Earnest Money shall remain on deposit with Boyle Investment Company and shall be held for the account of the assignee subject to the terms of this Contract. Purchaser shall remain liable hereunder in the event of any assignment.

12. This instrument when signed only by the prospective Purchaser shall constitute an offer which shall not be withdrawable in less than 48 hours from the date hereof.

13. Purchaser accepts the Property in its existing "AS IS" condition, no warranties or representations having been made by Seller or Agent which are not expressly stated herein.

14. As used herein, where applicable: Seller and Purchaser include the plural; the masculine includes the feminine or neuter gender.

WITNESS the signatures of all parties the day and year above written.

Subject to any check given, the Seller acknowledges receipt of the Earnest Money which is held in trust, subject to the terms of this contract.

Purchaser: _____	Twin Lakes Joint Venture, Seller
By: _____	By: _____
By:: _____	Title: _____
Purchaser's address: _____	

Attachments:
Exhibits A, B, and C have been provided to and received by Purchaser.

Initial: _____

EXHIBIT “A”

**Final Plat
[See Attached]**