CONCERNING THE PROPERTY AT 0 Worrell Rd. Angleton, TX 77515 112.64 Ac Tracts:S. Marsh 15A &15B; W. Parker 30B

A. FLOOD AREAS:

(1) The Federal Emergency Management Agency (FEMA) designates areas that have a high risk of flooding as special flood hazard areas.

(2) A property that is in a special flood hazard area lies in a “V-Zone” or “A-Zone” as noted on flood insurance rate maps. Both V-Zone and A-Zone areas are areas with high risk of flooding.

(3) Some properties may also lie in the “floodway” which is the channel of a river or other watercourse and the adjacent land areas that must be reserved in order to discharge a flood under FEMA rules. Communities must regulate development in these floodways.

B. AVAILABILITY OF FLOOD INSURANCE:

(1) Generally, flood insurance is available regardless of whether the property is located in or out of a special flood hazard area. Contact your insurance agent to determine if any limitations or restrictions apply to the property in which you are interested.

(2) FEMA encourages every property owner to purchase flood insurance regardless of whether the property is in a high, moderate, or low risk flood area.

(3) A homeowner may obtain flood insurance coverage (up to certain limits) through the National Flood Insurance Program. Supplemental coverage is available through private insurance carriers.

(4) A mortgage lender making a federally related mortgage will require the borrower to maintain flood insurance if the property is in a special flood hazard area.

C. GROUND FLOOR REQUIREMENTS:

(1) Many homes in special flood hazard areas are built-up or are elevated. In elevated homes the ground floor typically lies below the base flood elevation and the first floor is elevated on piers, columns, posts, or piles. The base flood elevation is the highest level at which a flood is likely to occur as shown on flood insurance rate maps.

(2) Federal, state, county, and city regulations:

(a) restrict the use and construction of any ground floor enclosures in elevated homes that are in special flood hazard areas.

(b) may prohibit or restrict the remodeling, rebuilding, and redevelopment of property and improvements in the floodway.

(3) The first floor of all homes must now be built above the base flood elevation.

(a) Older homes may have been built in compliance with applicable regulations at the time of construction and may have first floors that lie below the base flood elevation, but flood insurance rates for such homes may be significant.
(b) It is possible that modifications were made to a ground floor enclosure after a home was first built. The modifications may or may not comply with applicable regulations and may or may not affect flood insurance rates.

(c) It is important for a buyer to determine if the first floor of a home is elevated at or above the base flood elevation. It is also important for a buyer to determine if the property lies in a floodway.

(4) Ground floor enclosures that lie below the base flood elevation may be used only for: (i) parking; (ii) storage; and (iii) building access. Plumbing, mechanical, or electrical items in ground floor enclosures that lie below the base flood elevation may be prohibited or restricted and may not be eligible for flood insurance coverage. Additionally:

(a) in A-Zones, the ground floor enclosures below the base flood elevation must have flow-through vents or openings that permit the automatic entry and exit of floodwaters:

(b) in V-Zones, the ground floor enclosures must have break-away walls, screening, or lattice walls; and

(c) in floodways, the remodeling or reconstruction of any improvements may be prohibited or otherwise restricted.

D. COMPLIANCE:

(1) The above-referenced property may or may not comply with regulations affecting ground floor enclosures below the base flood elevation.

(2) A property owner’s eligibility to purchase or maintain flood insurance, as well as the cost of the flood insurance, is dependent on whether the property complies with the regulations affecting ground floor enclosures.

(3) A purchaser or property owner may be required to remove or modify a ground floor enclosure that is not in compliance with city or county building requirements or is not entitled to an exemption from such requirements.

(4) A flood insurance policy maintained by the current property owner does not mean that the property is in compliance with the regulations affecting ground floor enclosures or that the buyer will be able to continue to maintain flood insurance at the same rate.

(5) Insurance carriers calculate the cost of flood insurance using a rate that is based on the elevation of the lowest floor.

(a) If the ground floor lies below the base flood elevation and does not meet federal, state, county, and city requirements, the ground floor will be the lowest floor for the purpose of computing the rate.

(b) If the property is in compliance, the first elevated floor will be the lowest floor and the insurance rate will be significantly less than the rate for a property that is not in compliance.

(c) If the property lies in a V-Zone the flood insurance rate will be impacted if a ground floor enclosure below the base flood elevation exceeds 299 square feet (even if constructed with break-away walls).
E. ELEVATION CERTIFICATE:

The elevation certificate is an important tool in determining flood insurance rates. It is used to provide elevation information that is necessary to ensure compliance with floodplain management laws. To determine the proper insurance premium rate, insurers rely on an elevation certificate to certify building elevations at an acceptable level above flood map levels. If available in your area, it is recommended that you obtain an elevation certificate for the property as soon as possible to accurately determine future flood insurance rates.

You are encouraged to: (1) inspect the property for all purposes, including compliance with any ground floor enclosure requirement; (2) review the flood insurance policy (costs and coverage) with your insurance agent; and (3) contact the building permitting authority if you have any questions about building requirements or compliance issues.

Receipt acknowledged by:

Kathleen Powell

Signature           Date  Signature               Date

(01/20/2018 8:41 AM EST)

NOTICE: For use ONLY if Seller reserves all or a portion of the Mineral Estate.

A. “Mineral Estate” means all oil, gas, and other minerals in and under and that may be produced from the Property, any royalty under any existing or future mineral lease covering any part of the Property, executive rights (including the right to sign a mineral lease covering any part of the Property), implied rights of ingress and egress, exploration and development rights, production and drilling rights, mineral lease payments, and all related rights and benefits. The Mineral Estate does NOT include water, sand, gravel, limestone, building stone, caliche, surface shale, near-surface lignite, and iron, but DOES include the reasonable use of these surface materials for mining, drilling, exploring, operating, developing, or removing the oil, gas, and other minerals from the Property.

B. Subject to Section C below, the Mineral Estate owned by Seller, if any, will be conveyed unless reserved as follows (check one box only):

- (1) Seller reserves all of the Mineral Estate owned by Seller.
- (2) Seller reserves an undivided ________ interest in the Mineral Estate owned by Seller. NOTE: If Seller does not own all of the Mineral Estate, Seller reserves only this percentage or fraction of Seller’s interest.

C. Seller ☑ does ☐ does not reserve and retain implied rights of ingress and egress and of reasonable use of the Property (including surface materials) for mining, drilling, exploring, operating, developing, or removing the oil, gas, and other minerals. NOTE: Surface rights that may be held by other owners of the Mineral Estate who are not parties to this transaction (including existing mineral lessees) will NOT be affected by Seller’s election. Seller’s failure to complete Section C will be deemed an election to convey all surface rights described herein.

D. If Seller does not reserve all of Seller’s interest in the Mineral Estate, Seller shall, within 7 days after the Effective Date, provide Buyer with the contact information of any existing mineral lessee known to Seller.

IMPORTANT NOTICE: The Mineral Estate affects important rights, the full extent of which may be unknown to Seller. A full examination of the title to the Property completed by an attorney with expertise in this area is the only proper means for determining title to the Mineral Estate with certainty. In addition, attempts to convey or reserve certain interest out of the Mineral Estate separately from other rights and benefits owned by Seller may have unintended consequences. Precise contract language is essential to preventing disagreements between present and future owners of the Mineral Estate. If Seller or Buyer has any questions about their respective rights and interests in the Mineral Estate and how such rights and interests may be affected by this contract, they are strongly encouraged to consult an attorney with expertise in this area.

CONSULT AN ATTORNEY BEFORE SIGNING: TREC rules prohibit real estate licensees from giving legal advice. READ THIS FORM CAREFULLY.

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The form of this addendum has been approved by the Texas Real Estate Commission for use with similarly approved or promulgated contract forms. Such approval relates to this contract form only. TREC forms are intended for use only by trained real estate license holders. No representation is made as to the legal validity or adequacy of any provision in any specific transactions. It is not intended 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. 44-2. This form replaces TREC No. 44-1.
FIELD NOTES OF A 76.57 ACRE TRACT IN THE SHUBAL MARSH SURVEY, ABSTRACT 81-82, BRAZORIA COUNTY, TEXAS, SAID TRACT KNOWN AS TRACTS 15A AND 15B IN THE WILLIAM PARKER SURVEY, ABSTRACT 104, BRAZORIA COUNTY, TEXAS; SAID TRACT 15A BEING THAT TRACT DESCRIBED AS TRACT AND SAID TRACT 15B BEING THAT TRACT DESCRIBED AS TRACT 3 IN A DEED RECORDED IN VOLUME 355, PAGE 184 OF THE DEED RECORDS OF BRAZORIA COUNTY, TEXAS, AND SAID 76.57 ACRE TRACT BEING MORE PARTICULARLY DESCRIBED BY METES AND BOUNDS AS FOLLOWS:

BEGINNING at a 1/2" iron rod found in the South line of the William Parker Survey, Abstract 104, and the North line of the Shubal Marsh Survey, Abstract 81-82, Brazoria County, Texas; said rod marking the Southeast corner of a 147.5 acre tract out of the South part of a 438 acre tract described in a deed recorded in Volume 474, Page 377 of the Deed Records of Brazoria County, Texas;

THENCE;  South 89° 28' 32" East, along the South line of the William Parker Survey, Abstract 104, and the North line of the Shubal Marsh Survey, Abstract 81-82, Brazoria County, Texas, 2853.34 feet to a 1/2" iron rod set for corner in the West line of a non-exclusive access easement described in a deed recorded in File 2012-041214 of the Official Records of Brazoria County, Texas;

THENCE;  South 1° 20' 46" East 49.61 feet, along the West line of said non-exclusive easement, to a 1/2" iron rod set for corner in the North line of a 36.1833 acre tract described in a deed recorded in File 2015-047960 of the Official Records of Brazoria County, Texas;

THENCE;  North 89° 59' 01" West, along the North line of said 36.1833 acre tract, at 16.42 feet pass a 5/8" iron rod found with a plastic cap stamped “AMER 4052532444” and continue to a total distance of 60.85 feet to a point for corner at the Northwest corner of said 36.1833 acre tract, in the center of Styles Bayou (also known as Kelly Lake);

THENCE;  Along the centerline of Styles Bayou and the West line of said 36.1833 acre tract, with the following calls:

South 14° 27' 48" West 157.14 feet,
South 12° 45' 15" East 157.93 feet,
South 12° 14' 59" West 184.75 feet, and
South 4° 12' 26" East 302.90 feet to a point for corner at the Northeast corner of a 27.93 acre tract being that same tract described as 29.66 acres in a deed recorded
in Volume 65, Page 209 of the Deed Records of Brazoria County, Texas;

THENCE; North 89° 13' 33" West, along the North line of said 27.93 acre tract, at 86.19 feet pass a 1/2" iron rod found on line and continue to a total distance of 1473.40 feet to a 1/2" iron rod found for corner at the Northwest corner of said 27.93 acre tract;

THENCE; North 89° 15' 10" West 2548.91 feet, along the North line of a called 53.96 acre tract described in a deed recorded in Volume 712, Page 237 of the Deed Records of Brazoria County, Texas, to a fence corner post found for corner;

THENCE; North 0° 47' 16" East 820.06 feet, along the East line of a called 52.9 acre tract described in a deed recorded in Volume 459, Page 309 of the Deed Records of Brazoria County, Texas, to a 1/2" iron rod found for corner in the North line of the Shubal Marsh Survey, Abstract 81-82 and the South line of the William Parker Survey, Abstract 104, Brazoria County, Texas, at the Northeast corner of said 52.9 acre tract;

THENCE; South 89° 36' 06" East 1238.54 feet, along the North line of the Shubal Marsh Survey, Abstract 81-82 and the South line of the William Parker Survey, Abstract 104, to the place of beginning.

Said tract therein containing 76.57 acres of land.

CERTIFIED:

Randy L. Stroud, P. E.  Registered Professional Land Surveyor #2112

*See attached plat.
**All iron rods set for this survey have a plastic cap stamped "RCLS 2112 - RCLS 6017"
***The reference bearing for this survey is the Southwest right-of-way line of County Road 32, along the Northeast side of said 36.1833 acre tract described in a deed recorded in File 2015-047960 of the Official Records of Brazoria County, Texas. The call along said line is South 23° 11' 15" East 1311.02 feet.

4T26949B
December 18, 2017