

Disclosure Abstract: Separate Disclosure Abstract on this condominium project:

Required and attached to this report
as Exhibit "H"

Not Required - Disclosures covered in this report.

Summary of Changes from Earlier Public Reports:

This summary contains a general description of the changes, if any, made by the developer since the last public report was issued. It is not necessarily all inclusive. Prospective buyers should compare this public report with the earlier reports if they wish to know the specific changes that have been made.

No prior reports have been issued by the developer.

Changes made are as follows:

Existing Exhibit "E", which contained inaccurate reference to a paid-off mortgage and omitting reference to current mortgage is replaced with the following Exhibit "E".

2. Rights Under the Sales Contract: Before signing the sales contract, prospective buyers should ask to see and carefully review all documents relating to the project. If these documents are not in final form, the buyer should ask to see the most recent draft. These include but are not limited to the:

- A) Condominium Public Reports issued by the developer which have been issued an effective date by the Hawaii Real Estate Commission.
- B) Declaration of Condominium Property Regime, as amended.
- C) Bylaws of the Association of Apartment Owners, as amended.
- D) House Rules, if any.
- E) Condominium Map, as amended.
- F) Escrow Agreement.
- G) Hawaii's Condominium Property Act (Chapter 514A, HRS, as amended) and Hawaii Administrative Rules, (Chapter 16-107, adopted by the Real Estate Commission, as amended).
- H) Other _____

Copies of the condominium and sales documents and amendments made by the developer are available for review through the developer or through the developer's sales agent, if any. The Condominium Property Regime Law (Chapter 514A, HRS) and the Administrative Rules (Chapter 107), are available on line. Please refer to the following sites:

Website to access official copy of laws: www.capitol.hawaii.gov
Website to access unofficial copy of laws: www.hawaii.gov/dcca/hrs
Website to access rules: www.hawaii.gov/dcca/har

This Public Report is a part of Registration No. 5392 filed with the Real Estate Commission on June 9, 2004.

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- D. The developer declares subject to the penalties set forth in section 514A-49(b) that this project is in compliance with all county zoning and building ordinances and codes, and all other county permitting requirements applicable to the project, pursuant to Act 251 (SHL 2000) [Section 514A-1.6] (The developer is required to make this declaration for issuance of an effective date for a final public report.)
- E. The developer hereby certifies that all the information contained in this Report and the Exhibits attached to this Report and all documents to be furnished by the developer to buyers concerning the project have been reviewed by the developer and are, to the best of the developer's knowledge, information and belief, true, correct and complete.

DIANE I. HARDING, STEPHEN F. MECHLER, and DAVID H. MECHLER, TRUSTEES
 Printed Name of Developer

By: *Diane I. Harding* 10/24/04
 Duly Authorized Signatory* Date

DIANE I. HARDING, TRUSTEE
 Printed Name & Title of Person Signing Above

By: *Stephen F. Mechler* 10/24/04
 Duly Authorized Signatory* Date

STEPHEN F. MECHLER, TRUSTEE
 Printed Name & Title of Person Signing Above

By: *David H. Mechler* 10/19/04
 Duly Authorized Signatory* Date

DAVID H. MECHLER, TRUSTEE
 Printed Name & Title of Person Signing Above

Distribution:

Department of Finance, City and County of Honolulu

Planning Department, City and County of Honolulu

****Must be signed for a: corporation by an officer; partnership or Limited Liability Partnership(LLP) by the general partner; Limited Liability Company(LLC) by the manager or member; and for an individual by the individual.***

EXHIBIT "E"

ENCUMBRANCES AGAINST TITLE

1. For Real Property Taxes that may be due and owing, reference is made to the Office of the Tax Assessor, City and County of Honolulu.
2. Reservation in favor of the State of Hawaii of all mineral and metallic mines.
3. Easement 44 as shown on Map 130 for sanitary sewer purposes as noted in Land Court Order No. 63449, filed August 10, 1982.
4. Easement 138 as shown on Map 130 for sanitary sewer purposes as noted in Land Court Order No. 111278, filed April 7, 1993.
5. A mortgage to secure an indebtedness of the amount stated herein and any other amounts payable under the terms thereof, dated September 23, 2002, filed as Document No. 2847382, for the amount of \$130,000.00 Mortgagor DIANE I. HARDING, STEPHEN F. MECHLER AND DAVID H. MECHLER, TRUSTEES; Mortgagee FINANCE FACTORS, LIMITED, a Hawaii corporation. Said mortgage, among other provisions, contains a provision re: the sale or transfer of all of any portion of lands encumbered by said mortgage, that all sums secured thereby may become immediately due and payable unless the provisions contained therein are satisfied.
6. Covenants, conditions, restrictions, reservations, agreements, obligations, provisions and easements, but omitting any covenants or restrictions if any, based upon race, color, religion, sex, handicap, familial status, or national origin unless and only to the extent that said covenant (a) is exempt under chapter 42, section 3607 of the united states code or (b) relates to handicap but does not discriminate against handicapped persons, as set forth in the Declaration of Condominium Property Regime dated May 14, 2004, filed June 4, 2004 as Document No. 3118936.
7. By-laws of the Association of Apartment Owners of MECHLER TRUST - KAHINANI PLACE, dated May 14, 2004, filed June 4, 2004as Document No. 3118937.