

CONDOMINIUM PUBLIC REPORT

Prepared & Issued by:

Developer JOHN PETER THOMA and PATRICIA McCAIN THOMA
Address 49 Lopaka Place, Kula, HI 96790
Project Name(*): HALE NANI
Address: 1683 Nana Street, Wailuku, HI 96793

Registration No. 5943 (Conversion)

Effective date: April 18, 2006

Expiration date: May 18, 2007

Preparation of this Report

This report has been prepared by the Developer pursuant to the Condominium Property Act, Chapter 514A, Hawaii Revised Statutes, as amended. This report is not valid unless the Hawaii Real Estate Commission has issued a registration number and effective date for the report.

This report has not been prepared or issued by the Real Estate Commission or any other government agency. Neither the Commission nor any other government agency has judged or approved the merits or value, if any, of the project or of purchasing an apartment in the project.

Buyers are encouraged to read this report carefully, and to seek professional advice before signing a sales contract for the purchase of an apartment in the project.

Expiration Date of Reports. Preliminary Public Reports and Final Public Reports automatically expire thirteen (13) months from the effective date unless a Supplementary Public Report is issued or unless the Commission issues an order, a copy of which is attached to this report, extending the effective date for the report.

Exception: The Real Estate Commission may issue an order, a copy of which shall be attached to this report, that the final public report for a two apartment condominium project shall have no expiration date.

Type of Report:

PRELIMINARY: (yellow) The developer may not as yet have created the condominium but has filed with the Real Estate Commission minimal information sufficient for a Preliminary Public Report. A Final Public Report will be issued by the developer when complete information is filed.

X FINAL: (white) The developer has legally created a condominium and has filed complete information with the Commission. [X] No prior reports have been issued. [] This report supersedes all prior public reports [] This report must be read together with

SUPPLEMENTARY: (pink) This report updates information contained in the: [] Preliminary Public Report dated: [] Final Public Report dated: [] Supplementary Public Report dated:

And [] Supersedes all prior public reports. [] Must be read together with [] This report reactivates the public report(s) which expired on

(* Exactly as named in the Declaration

Disclosure Abstract: Separate Disclosure Abstract on this condominium project:

Required and attached to this report

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:

SPECIAL ATTENTION

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This public report does not constitute approval of the Project by the Real Estate Commission, or any other governmental agency, nor does it ensure that all applicable County codes, ordinances and subdivision requirements have necessarily been complied with.

THE PROSPECTIVE PURCHASER IS CAUTIONED TO CAREFULLY REVIEW THE CONDOMINIUM DOCUMENTS REFERENCED IN THIS PUBLIC REPORT FOR FURTHER INFORMATION WITH REGARD TO THE FOREGOING.

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General Information On Condominiums

A condominium is a special form of real property. To create a condominium in Hawaii, the requirements of the Condominium Property Act, Chapter 514A, Hawaii Revised Statutes, must be complied with. In addition, certain requirements and approvals of the County in which the project is located must be satisfied and obtained.

Some condominium projects are leasehold. This means that the land or the building(s) and other improvements are leased to the buyer. The lease for the land usually requires that at the end of the lease term, the lessees (apartment owner/tenants) deliver their interest in the land to the lessor (fee property owner). The lease also usually requires that the lessees either (1) convey to the lessor the building(s) and other improvements, including any improvements paid for by the lessees; or (2) remove or dispose of the improvements at the lessee's expense. Leases for individual apartments often require that at the end of the lease term, the lessee deliver to the lessor the apartment, including any improvements placed in the apartment by the lessee.

If you are a typical condominium apartment owner, you will have two kinds of ownership: (1) ownership in your individual apartment; and (2) an undivided interest in the common elements.

"Common elements" are the areas of the condominium project other than the individual apartments. They are owned jointly by all apartment owners and include the land, either in fee simple or leasehold, and those parts of the building or buildings intended for common use such as foundations, columns, roofs, halls, elevators, and the like. Your undivided interest in the common elements cannot be separated from ownership of your apartment.

In some condominium projects, some common elements are reserved for the exclusive use of the owners of certain apartments. These common elements are called "limited common elements" and may include parking stalls, patios, lanais, trash chutes, and the like.

You will be entitled to exclusive ownership and possession of your apartment. Condominium apartments may be individually bought, sold, rented, mortgaged, or encumbered, and may be disposed of by will, gift, or operation of law.

Your apartment will, however, be part of the group of apartments that comprise the condominium project. Study the project's Declaration, Bylaws, and House Rules. These documents contain important information on the use and occupancy of apartments and the common elements as well as the rules of conduct for owners, tenants, and guests.

Operation of the Condominium Project

The Association of Apartment Owners is the entity through which apartment owners may take action with regard to the administration, management, and operation of the condominium project. Each apartment owner is automatically a member of the Association.

The Board of Directors is the governing body of the Association. Unless you serve as a board member or an officer, or are on a committee appointed by the board, your participation in the administration and operation of the condominium project will in most cases be limited to your right to vote as an apartment owner. The Board of Directors and officers can take certain actions without the vote of the owners. For example, the board may hire and fire employees, increase or decrease maintenance fees, borrow money for repair and improvements and set a budget. Some of these actions may significantly impact the apartment owners.

Until there is sufficient number of purchasers of apartments to elect a majority of the Board of Directors, it is likely that the developer will effectively control the affairs of the Association. It is frequently necessary for the developer to do so during the early stages of development and the developer may reserve certain special rights to do so in the Declaration and Bylaws. Prospective buyers should understand that it is important to all apartment owners that the transition of control from the developer to the apartment owners be accomplished in an orderly manner and in a spirit of cooperation.

I. PERSONS CONNECTED WITH THE PROJECT

Developer: JOHN PETER THOMA and PATRICIA McCAIN THOMA Phone: (808) 876-0859
Name* (Business)
49 Lopaka Place
Kula, HI 96790
Business Address

Names of officers and directors of developers who are corporations; general partners of a partnership; partners of a Limited Liability Partnership (LLP); or manager and members of a Limited Liability Company (LLC) (attach separate sheet if necessary):

N/A

Real Estate Broker*: MAUI REAL ESTATE VENTURES, INC. Phone: (808) 270-2929
dba KELLER WILLIAMS REALTY MAUI (Business)
Name
1819 S. Kihei Road, D-103
Kihei, HI 96753
Business Address

Escrow: OLD REPUBLIC TITLE & ESCROW OF HAWAII, LTD. Phone: (808) 871-2800
Name (Business)
33 Lono Avenue, Suite 195
Kahului, HI 96732
Business Address

General Contractor*: N/A Phone: N/A
Name (Business)

Business Address

Condominium Managing Agent*: COMMERICAL PROPERTIES OF MAUI, INC. Phone: (808) 243-8600
Name (Business)
1962 B Wells Street
Wailuku, HI 96793
Business Address

Attorney for Developer: WALLACE H. GALLUP, JR. Phone: (808) 329-5014
Name (Business)
75-5591 Palani Rd., Suite 3007
Kailua-Kona, HI 96740
Business Address

- For Entities: Name of corporation, partnership, Limited Liability Partnership (LLP), or Limited Liability Company, (LLC)

**II. CREATION OF THE CONDOMINIUM;
CONDOMINIUM DOCUMENTS**

A condominium is created by recording in the Bureau of Conveyances and/or filing with the Land Court a Declaration of Condominium Property Regime, a Condominium Map (File Plan), and the Bylaws of the Association of Apartment Owners. The Condominium Property Act (Chapter 514A, HRS), the Declaration, Bylaws, and House Rules control the rights and obligations of the apartment owners with respect to the project and the common elements, to each other, and to their respective apartments. The provisions of these documents are intended to be, and in most cases are, enforceable in a court of law.

- A. **Declaration of Condominium Property Regime** contains a description of the land, buildings, apartments, common elements, limited common elements, common interests, and other information relating to the condominium project.

The Declaration for this condominium is:

Proposed
 Recorded - Bureau of Conveyances Document No. 2005-259130
Book _____ Page _____
 Filed - Land Court Document Number _____

The Declaration referred to above has been amended by the following instruments [state name of document, date and recording/filing information]:

- B. **Condominium Map (File Plan)** shows the floor plan, elevation and layout of the condominium project. It also shows the floor plan, location, apartment number, and dimensions of each apartment.

The Condominium Map for this condominium project is:

Proposed
 Recorded - Bureau of Conveyances Condominium Map No. 4131
 Filed - Land Court Condominium Map No. _____

The Condominium Map has been amended by the following instruments [state name of document, date and recording/filing information]:

- C. **Bylaws of the Association of Apartment Owners** govern the operation of the condominium project. They provide for the manner in which the Board of Directors of the Association of Apartment Owners is elected, the powers and duties of the Board, the manner in which meetings will be conducted, whether pets are prohibited or allowed and other matters which affect how the condominium project will be governed.

The Bylaws for this condominium are:

Proposed
 Recorded - Bureau of Conveyances Document No. 2005-259131
Book _____ Page _____
 Filed - Land Court Document Number _____

The Bylaws referred to above have been amended by the following instruments [state name of document, date and recording/filing information]: None

- D. **House Rules.** The Board of Directors may adopt House Rules to govern the use and operation of the common elements and limited common elements. House rules may cover matters such as parking regulations, hours of operation for common facilities such as recreation areas, use of lanais and requirements for keeping pets. These rules must be followed by owners, tenants, and guests. They do not need to be recorded or filed to be effective. The initial House Rules are usually adopted by the developer.

The House Rules for this condominium are:

Proposed Adopted Developer does not plan to adopt House Rules

E. **Changes to Condominium Documents**

Changes to the Declaration, Condominium Map, and Bylaws are effective only if they are duly adopted and recorded and/or filed. Changes to House Rules do not need to be recorded or filed to be effective.

1. **Apartment Owners:** Minimum percentage of common interest which must vote for or give written consent to changes:

	<u>Minimum Set by Law</u>	<u>This Condominium</u>
Declaration (and Condo Map)	75%	<u>75%</u>
Bylaws	65%	<u>65%</u>
House Rules	---	<u>Majority Vote of Board of Directors</u>

* The percentages for individual condominium projects may be more than the minimum set by law for projects with five or fewer apartments.

2. **Developer:**

No rights have been reserved by the developer to change the Declaration, Condominium Map, Bylaws or House Rules.

Developer has reserved the following rights to change the Declaration, Condominium Map, Bylaws or House Rules:

[See Exhibit J to this public report]

III. THE CONDOMINIUM PROJECT

A. Interest to be Conveyed to Buyer:

- Fee Simple:** Individual apartments and the common elements, which includes the underlying land, will be in fee simple.
- Leasehold or Sub-leasehold:** Individual apartments and the common elements, which includes the underlying land will be leasehold.

Leases for the individual apartments and the underlying land usually require that at the end of the lease term, the lessee (apartment owner/tenant) deliver to the lessor (fee property owner) possession of the leased premises and all improvements, including improvements paid for by the lessee.

Exhibit _____ contains further explanations regarding the manner in which the renegotiated lease rents will be calculated and a description of the surrender clause provision(s).

Lease Term Expires: _____ Rent Renegotiation Date(s): _____

Lease Rent Payable: Monthly Quarterly
 Semi-Annually Annually

Exhibit _____ contains a schedule of the lease rent for each apartment per Month Year

For Sub-leaseholds:

- Buyer's sublease may be canceled if the master lease between the sublessor and fee owner is:
 Canceled Foreclosed

As long as the buyer is not in default, the buyer may continue to occupy the apartment and/or land on the same terms contained in the sublease even if the master lease is canceled or foreclosed.

- Individual Apartments in Fee Simple; Common Interest in the Underlying Land in Leasehold or Sub-leasehold:**

Leases for the underlying land usually require that at the end of the lease term, the lessees (apartment owners/tenants) deliver to the lessor (fee property owner) their interest in the land and that they either (1) remove or dispose of the building(s) and other improvements at the lessee's expense; or (2) convey the building(s) and improvements to the lessor, often at a specified price.

Exhibit _____ contains further explanations regarding the manner in which the renegotiated lease rents will be calculated and a description of the surrender clause provision(s).

Lease Term Expires: _____ Rent Renegotiation Date(s): _____

Lease Rent Payable: Monthly Quarterly
 Semi-Annually Annually

Exhibit _____ contains a schedule of the lease rent for each apartment per: Month Year

Other:

IMPORTANT INFORMATION ON LEASEHOLD CONDOMINIUM PROJECTS

The information contained in this report is a summary of the terms of the lease. For more detailed information, you should secure a copy of the lease documents and read them thoroughly.

If you have any legal questions about leasehold property, the lease documents or the terms of the lease and the consequences of becoming a lessee, you should seek the advice of an attorney.

There are currently no statutory provisions for the mandatory conversion of leasehold condominiums and there are no assurances that such measures will be enacted in the future.

In leasehold condominium projects, the buyer of an apartment will acquire the right to occupy and use the apartment for the time stated in the lease agreement. The buyer will not acquire outright or absolute fee simple ownership of the land. The land is owned by the lessor or the leased fee owner. The apartment owner or lessee must make lease rent payments and comply with the terms of the lease or be subject to the lessor's enforcement actions. The lease rent payments are usually fixed at specific amounts for fixed periods of time, and are then subject to renegotiation. Renegotiation may be based on a formula, by arbitration set in the lease agreement, by law or by agreement between the lessor and lessee. The renegotiated lease rents may increase significantly. At the end of the lease, the apartment owners may have to surrender the apartments, the improvements and the land back to the lessor without any compensation (surrender clause).

When leasehold property is sold, title is normally conveyed by means of an assignment of lease, the purpose of which is similar to that of a deed. The legal and practical effect is different because the assignment conveys only the rights and obligations created by the lease, not the property itself.

The developer of this condominium project may have entered into a master ground lease with the fee simple owner of the land in order to develop the project. The developer may have then entered into a sublease or a new lease of the land with the lessee (apartment owner). The developer may lease the improvements to the apartment owner by way of an apartment lease or sublease, or sell the improvements to the apartment owners by way of a condominium conveyance or apartment deed.

B. Underlying Land:

Address: 1683 Nana Street
Wailuku, HI 96793

Tax Map Key (TMK): (2) 3-8-37-24

Address TMK is expected to change because _____

Land Area: 10,806 square feet acre(s) Zoning: A-2

Fee Owner: JOHN PETER THOMA and PATRICIA McCAIN THOMA
Name

49 Lopaka Place
Address

Kula, HI 96790

Lessor: N/A
Name

Address

C. Buildings and Other Improvements: Phase 1A

1. New Building(s) Conversion of Existing Building(s) Both New Building(s) and Conversion

2. Number of Buildings: 1 Floors Per Building 2

Exhibit A contains further explanations.

3. Principal Construction Material:

Concrete Hollow Tile Wood

Other glass

4. Uses Permitted by Zoning:

	<u>No. of Apts.</u>	<u>Use Permitted By Zoning</u>		<u>No. of Apts.</u>	<u>Use Permitted By Zoning</u>
<input checked="" type="checkbox"/> Residential	<u>10</u>	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input type="checkbox"/> Ohana	_____	<input type="checkbox"/> Yes <input type="checkbox"/> No
<input type="checkbox"/> Commercial	_____	<input type="checkbox"/> Yes <input type="checkbox"/> No	<input type="checkbox"/> Industrial	_____	<input type="checkbox"/> Yes <input type="checkbox"/> No
<input type="checkbox"/> Mix Res/Comm	_____	<input type="checkbox"/> Yes <input type="checkbox"/> No	<input type="checkbox"/> Agricultural	_____	<input type="checkbox"/> Yes <input type="checkbox"/> No
<input type="checkbox"/> Hotel	_____	<input type="checkbox"/> Yes <input type="checkbox"/> No	<input type="checkbox"/> Recreational	_____	<input type="checkbox"/> Yes <input type="checkbox"/> No
<input type="checkbox"/> Timeshare	_____	<input type="checkbox"/> Yes <input type="checkbox"/> No	<input type="checkbox"/> Other:	_____	<input type="checkbox"/> Yes <input type="checkbox"/> No

Is/Are this/these use(s) specifically permitted by the project's Declaration or Bylaws?

Yes No

5. Special Use Restrictions:

The Declaration and Bylaws may contain restrictions on the use and occupancy of the apartments. Restrictions for this condominium project include but are not limited to:

- Pets: None allowed, except the Board, by resolution or written consent, may authorize the keeping of fish in aquaria (See Bylaws 12.1 and Project Rules, H. for limitations and exceptions concerning pets)
- Number of Occupants: 2 people in 1 bedroom apartments and 4 people in 2 bedroom apartments (See Project Rules C.2.)
- Other: _____
- There are no special use restrictions.

6. Interior (fill in appropriate numbers):

Elevators: 0 Stairways: 2 Trash Chutes: 0

<u>Apt. Type</u>	<u>Quantity</u>	<u>BR/Bath</u>	<u>Net Living Area (sf)*</u>	<u>Net Other Area (sf)</u>	<u>Identify</u>
<u>A</u>	<u>6</u>	<u>2/1</u>	<u>624-Unit 1</u>	<u>45</u>	<u>Lanai</u>
			<u>623 -Unit 2</u>	<u>45</u>	<u>Lanai</u>
			<u>752-Unit 3</u>	<u>45</u>	<u>Lanai</u>
			<u>641-Unit 6</u>	<u>45</u>	<u>Lanai</u>
			<u>640-Unit 7</u>	<u>45</u>	<u>Lanai</u>
			<u>785-Unit 8</u>	<u>45</u>	<u>Lanai</u>
<u>B</u>	<u>1</u>	<u>1/1</u>	<u>528-Unit 4</u>	<u>45</u>	<u>Lanai</u>
<u>C</u>	<u>2</u>	<u>Studio/1</u>	<u>327-Unit 5</u>	<u>45</u>	<u>Lanai</u>
			<u>339-Unit 10</u>	<u>45</u>	<u>Lanai</u>
<u>D</u>	<u>1</u>	<u>1/1</u>	<u>552-Unit 9</u>	<u>45</u>	<u>Lanai</u>
Total Number of Apartments			<u>10</u>		

*Net Living Area is the floor area of the apartment measured from the interior surface of the apartment perimeter walls. The floor areas shown are approximate only.

Other documents and maps may give floor area figures which differ from those above because a different method of determining the floor area may have been used. The areas of the apartments are likely to vary somewhat. Even apartments of the same type may differ in their actual areas. The Developer makes no representations or warranties as to the floor area of any particular apartment.

Boundaries of Each Apartment: See Exhibit "A" attached to this public report.

Permitted Alterations to Apartments:

Alterations or additions solely within an apartment or within a limited common element appurtenant to and for the exclusive use of an apartment shall require the written approval of the Board of Directors, all apartment owners directly affected, as determined by the Board of Directors, first mortgage lien holders of such an apartment (if required) and appropriate government agencies. Any alteration or addition different in any material respect from the Condominium Map shall be commenced only pursuant to an amendment to the condominium declaration, as provided in Section L of the condominium declaration. The Developer may make certain alterations as provided in Section L of the condominium declaration. See Exhibit J to this public report on Developer's reserved rights.

Apartments Designated for Owner-Occupants Only:

Fifty percent (50%) of residential apartments must be so designated; developer has a right to substitute similar apartments for those apartments already designated. Developer must provide this information either in a published announcement or advertisement as required by section 514A-102, HRS; or include the information here in this public report and in the announcement. Developer has elected to provide this information in a published announcement or advertisement.

7. Parking Stalls:

Total Parking Stalls: 10

	<u>Regular</u>		<u>Compact</u>		<u>Tandem</u>		<u>TOTAL</u>
	<u>Covered</u>	<u>Open</u>	<u>Covered</u>	<u>Open</u>	<u>Covered</u>	<u>Open</u>	
Assigned (for each unit)	_____	<u>1</u>	_____	_____	_____	_____	<u>10</u>
Guest	_____	_____	_____	_____	_____	_____	_____
Unassigned	_____	_____	_____	_____	_____	_____	_____
Extra for Purchase	_____	_____	_____	_____	_____	_____	_____
Other	_____	_____	_____	_____	_____	_____	_____
Total Covered & Open:	<u>10</u>		<u>0</u>		<u>0</u>		<u>10</u>

Each apartment will have the exclusive use of at least 1 parking stall(s) located as shown on the Condominium Map.

Buyers are encouraged to find out which stall(s) will be available for their use and where they are located.

- Commercial parking garage permitted in condominium project.
- Exhibit _____ contains additional information on parking stalls for this condominium project.

8. Recreational and Other Common Facilities.

- There are no recreational or common facilities.
- Swimming pool Storage Area Recreation Area
- Laundry Area Tennis Court Trash Chute/Enclosure(s)
- Other: _____

9. Compliance With Building Code and Municipal Regulations; Cost to Cure Violations (See Exhibit K)

- There are no violations. Violations will not be cured.
- Violations and cost to cure are listed below: Violations will be cured by _____
(Date)

10. Condition and Expected Useful Life of Structural Components, Mechanical, and Electrical Installations
(For conversions of residential apartments in existence for at least five years):

Based on a report prepared by a registered architect (Exhibit L) the Developer represents that all structural components and electrical installations material to the use and enjoyment of the condominium apartments are presently sound and appear to be in a satisfactory working condition commensurate with the age of the building of which the condominium units are a part. The Developer, however, is selling the apartments in their "AS IS" condition.

11. Conformance to Present Zoning Code (See Exhibit K)

- a. No variances to zoning code have been granted.
 Variance(s) to zoning code was/were granted as follows:

b. Conforming/Non-Conforming Uses, Structures, Lot

In general, a non-conforming use, structure, or lot is a use, structure, or lot which was lawful at one time but which does not now conform to present zoning requirements.

	<u>Conforming</u>	<u>Non-Conforming</u>	<u>Illegal</u>
Uses	<u> X </u>	<u> </u>	<u> </u>
Structures	<u> </u>	<u> X* </u>	<u> </u>
Lot	<u> X </u>	<u> </u>	<u> </u>

If a variance has been granted or if uses, improvements or lot are either non-conforming or illegal, buyer should consult with county zoning authorities as to possible limitations which may apply.

Limitations may include restrictions on extending, enlarging, or continuing the non-conformity, and restrictions on altering and repairing structures. In some cases, a non-conforming structure that is destroyed or damaged cannot be reconstructed.

The buyer may not be able to obtain financing or insurance if the condominium project has a non-conforming or illegal use, structure, or lot.

D. Common Elements, Limited Common Elements, Common Interest:

1. Common Elements: Common Elements are those parts of the condominium project other than the individual apartments. Although the common elements are owned jointly by all apartment owners, those portions of the common elements which are designated as limited common elements (see paragraph 2 below) may be used only by those apartments to which they are assigned. The common elements for this project, as described in the Declaration, are:

described in Exhibit C .

as follows:

*The driveway is less than six feet from the property line and does not meet current standards.

2. Limited Common Elements: Limited Common Elements are those common elements which are reserved for the exclusive use of the owners of certain apartments.

There are no limited common elements in this project.

The limited common elements and the apartments which use them, as described in the Declaration, are:

described in Exhibit D.

as follows:

3. Common Interest: Each apartment will have an undivided fractional interest in all of the common elements. This interest is called the "common interest." It is used to determine each apartment's share of the maintenance fees and other common profits and expenses of the condominium project. It may also be used for other purposes, including voting on matters requiring action by apartment owners. The common interests for the apartments in this project, as described in the Declaration, are:

described in Exhibit E.

as follows:

E. Encumbrances Against Title: An encumbrance is a claim against or a liability on the property or a document affecting the title or use of the property. Encumbrances may have an adverse effect on the property or your purchase and ownership of an apartment in the project.

Exhibit F describes the encumbrances against the title contained in the title report dated February 13, 2006, issued by OLD REPUBLIC TITLE & ESCROW OF HAWAII, LTD.

Blanket Liens:

A blanket lien is an encumbrance (such as a mortgage) on the entire condominium project that secures some type of monetary debt (such as a loan) or other obligation. A blanket lien is usually released on an apartment-by-apartment basis upon payment of specified sums so that individual apartments can be conveyed to buyers free and clear of the lien.

[] There are no blanket liens affecting title to the individual apartments.

[X] There are blanket liens which may affect title to the individual apartments.

Blanket liens (except for improvement district or utility assessments) must be released before the developer conveys the apartment to a buyer. The buyer's interest will be affected if the developer defaults and the lien is foreclosed prior to conveying the apartment to buyer.

<u>Type of Lien</u>	<u>Effect on Buyer's Interest and Deposit if Developer Defaults or Lien is Foreclosed Prior to Conveyance</u>
Mortgage(s)	Buyer's interest is subject and subordinate to such liens (Buyer's interest can be terminated and deposit refunded, less escrow cancellation fees).

Note: At the time of the first conveyance of each apartment, the blanket lien(s) shall be released of record from the apartment being conveyed and it appurtenant comon interest.

F. Construction Warranties:

Warranties for individual apartments and the common elements, including the beginning and ending dates for each warranty, are as follows:

1. Building and Other Improvements:

THE DEVELOPER MAKES NO WARRANTIES, EXPRESS OR IMPLIED, WITH RESPECT TO THE APARTMENT, THE PROJECT OR CONSUMER PRODUCTS OR OTHER THINGS WHICH MAY BE INSTALLED OR WHICH ARE CONTAINED IN THE APARTMENT OR THE PROJECT, INCLUDING BUT NOT LIMITED TO, ANY IMPLIED WARRANTIES OF MERCHANTABILITY, HABITABILITY, WORKMANLIKE CONSTRUCTION OR FITNESS FOR A PARTICULAR USE.

2. Appliances:

With respect to appliances or other consumer products included in the Buyer's purchase of the Apartment, the apartment deed will operate as an assignment from the developer to the Buyer of all manufacturer's or dealer's warranties, if any, covering any such appliances or consumer products for the unexpired term thereof, to the extent that the developer has the right and power to make such an assignment.

G. Status of Construction and Date of Completion or Estimated Date of Completion:

The project was completed in 1964.

H. Project Phases:

The developer [] has [X] has not reserved the right to add to, merge, or phase this condominium.

Summary of developer's plans or right to perform for future development (such as additions, deletions, mergers or phasing):

IV. CONDOMINIUM MANAGEMENT

- A. **Management of the Common Elements:** The Association of Apartment Owners is responsible for the management of the common elements and the overall operation of the condominium project. The Association may be permitted, and in some cases may be required, to employ or retain a condominium managing agent to assist the Association in managing the condominium project.

Initial Condominium Managing Agent: When the developer or the developer's affiliate is the initial condominium managing agent, the management contract must have a term of one year or less and the parties must be able to terminate the contract on notice of 60 days or less.

The initial condominium managing agent for this project, named on page five (5) of this report, is:

not affiliated with the Developer the Developer or the Developer's affiliate.
 self-managed by the Association of Apartment Owners Other: _____

B. **Estimate of Initial Maintenance Fees:**

The Association will make assessments against your apartment to provide funds for the operation and maintenance of the condominium project. If you are delinquent in paying the assessments, a lien may be placed on your apartment and the apartment may be sold through a foreclosure proceeding.

Initial maintenance fees are difficult to estimate and tend to increase as the condominium ages. Maintenance fees may vary depending on the services provided.

Exhibit G contains a schedule of estimated initial maintenance fees and maintenance fee disbursements (subject to change).

C. **Utility Charges for Apartments:**

Each apartment will be billed separately for utilities except for the following checked utilities which are included in the maintenance fees:

None Electricity (Common Elements only Common Elements & Apartments)

Gas (Common Elements only Common Elements & Apartments)

Water Sewer Television Cable

Other _____

V. MISCELLANEOUS

A. **Sales Documents Filed With the Real Estate Commission:**

Sales documents on file with the Real Estate Commission include but are not limited to:

[] Notice to Owner Occupants

[X] Specimen Sales Contract

Exhibit H contains a summary of the pertinent provisions of the sales contract.

[X] Escrow Agreement dated July 20, 2005

Exhibit I contains a summary of the pertinent provisions of the escrow agreement.

[] Other _____

B. **Buyer's Right to Cancel Sales Contract:**

1. **Rights Under the Condominium Property Act (Chapter 514A, HRS):**

Preliminary Report: Sales made by the developer are not binding on the prospective buyer. Sales made by the developer may be binding on the developer unless the developer clearly states in the sales contract that sales are not binding. A prospective buyer who cancels the sales contract is entitled to a refund of all moneys paid, less any escrow cancellation fee up to \$250.00.

Supplementary Report to a Preliminary Report: Same as for Preliminary Report.

Final Report or Supplementary Report to a Final Report: Sales made by the developer are binding if:

A) The Developer delivers to the buyer a copy of:

- 1) Either the Final Report **OR** the Supplementary Public Report which has superseded the Final Public Report for which an effective date has been issued by the Real Estate Commission; **AND**
- 2) Any other public report issued by the developer prior to the date of delivery, if the report was not previously delivered to the buyer and if the report has not been superseded;

B) The buyer is given an opportunity to read the report(s); **AND**

C) One of the following has occurred:

- 1) The buyer has signed a receipt for the report(s) and waived the right to cancel; or
- 2) Thirty (30) days have passed from the time the report(s) were delivered to the buyer; or
- 3) The apartment is conveyed to the buyer within 30 days from the date the report(s) were delivered to the buyer.

Material Change: Binding contracts with the Developer may be rescinded by the buyer if:

- A) There is a material change in the project which directly, substantially, and adversely affects (1) the use or value of the buyer's apartment or its limited common elements; or (2) the amenities available for buyer's use; **AND**
- B) The buyer has not waived the right to rescind.

If the buyer rescinds a binding sales contract because there has been a material change, the buyer is entitled to a full and prompt refund of any moneys the buyer paid.

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 16-107) are available online. 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. 5943 filed with the Real Estate Commission on March 9, 2006.

Reproduction of Report. When reproduced, this report must be on:

- YELLOW paper stock WHITE paper stock PINK paper stock

C. Additional Information Not Covered Above

Hazardous Materials

The developer neither prepared nor commissioned a Phase 1 Environmental Site Assessment and makes no representations or warranties whatsoever. The developer has made no independent investigation as to asbestos or other hazardous substances in the apartments or in, under or around the Project, including but not limited to radioactive materials, organic compounds known as polychlorinated biphenyls, chemicals known to cause cancer or reproductive toxicity, pollutants, contaminants, hazardous wastes, toxic substances, and any and all other substances or materials defined as or included in the definition of “hazardous substances,” “hazardous wastes,” “hazardous materials” or “toxic substances” under, or for the purposes of, hazardous materials laws. Buyer acknowledges that in light of the age of the Project, there may be asbestos and other hazardous substances in the apartments, or in, under or around the Project. Because of the possible presence of such substances, Buyer should have the apartment inspected to determine the extent (if any) of such contamination and any necessary remedial action. The developer will not correct any defects in the apartments or in the Project or anything installed or contained therein and Buyer expressly releases the developer from any liability to Buyer if any hazardous materials are discovered.

Lead Warning Statement

Pursuant to federal law, 42, U.S.C. 4852(d), the Residential Lead-Based Paint Reduction Act, “Every purchaser of any interest in residential real property on which a residential dwelling was built prior to 1978 is notified that such property may present exposure to lead from lead-based paint that may place young children at risk of developing lead poisoning. Lead poisoning in young children may produce permanent neurological damage, including learning disabilities, reduced intelligence quotient, behavioral problems, and impaired memory. Lead poisoning also poses a particular risk to pregnant women. The seller of any interest in residential real property is required to provide the buyer with any information on lead-based paint hazards from risk assessments or inspections in the seller’s possession and notify the buyer of any known lead-based paint hazards. A risk assessment or inspection for possible lead-based paint hazards is recommended prior to purchase.”

- 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 (SLH 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.

JOHN PETER THOMA and PATRICIA McCAIN THOMA
Printed Name of Developer

By:		March 1, 2006
	JOHN PETER THOMA	Date
By:		March 1, 2006
	PATRICIA McCAIN THOMA	Date

Distribution:

Department of Finance, County of Hawaii
 Planning Department, County of Hawaii

EXHIBIT A

DESCRIPTION OF BUILDING

The Project shall contain one residential apartment building which is a two-story building and which is located as shown on the Condominium Map. The building has been constructed principally of hollow tile, wood, stucco, glass and related building materials.

BOUNDARIES OF APARTMENTS

Each Apartment includes all walls, columns and partitions which are not load-bearing within the Apartment's perimeter walls, the inner decorated or finished surfaces of all walls, floors, ceilings, doors, door frames and window frames along the perimeters, all windows along the perimeters, the air space within the perimeter, the lanai(s) shown on the Condominium Map to the inner decorated or finished surfaces of the perimeter walls, floor and ceiling of such lanai(s) and to the interior edge of the exterior railings, walls, or other boundaries of such lanai(s), the storage area(s), if any, adjacent to the lanai(s) as shown on the Condominium Map, all fixtures originally installed in the Apartment, and all pipes, plumbing, wires, conduits, and other utility or service lines and facilities servicing only the Apartment, excepting for that portion of pipes that are in the walls, floors and ceilings which shall be deemed to be a common element even though the pipe serves only to connect the apartment to trunk pipe lines.

The Apartments shall not include the undecorated or unfinished surfaces of the perimeter party or non-party walls, the undecorated or unfinished surfaces of the doors, door frames and window frames along the perimeters, the interior load-bearing columns, girders, beams and walls, the undecorated or unfinished surfaces of the floors and ceiling surrounding each Apartment, the exterior railings, walls or other exterior boundaries of the lanai(s), if any, shown on the Condominium Map, the entry area, if any, shown on the Condominium Map, or any pipes, shafts, wires, conduits or other utility or service lines running through an Apartment which are utilized for or serve more than one Apartment and shall also include that portion of pipes that are in the walls, floors and ceilings which shall be deemed to be a common element even though the pipe serves only to connect the apartment to trunk pipe lines, all of which are deemed common elements as provided in the Declaration.

EXHIBIT B

PARKING STALLS

Each apartment shall have appurtenant to it, as a limited common element, the exclusive right to use the uncovered parking stall marked on the Condominium Map with the apartment's number, and located as shown on the Condominium Map.

The Declarant has reserved the right, by amendment to the Declaration in accordance with Section Q.2 of the Declaration, to convey or otherwise designate any parking stall not designated above as a limited common element to be appurtenant to and for the exclusive use of any apartment in the Project or to the Association for use as designated by the Board of Directors of the Association.

Transfer of Parking Stalls. As long as there is at all times at least the same number of parking stalls appurtenant to each Apartment as initially assigned to the Apartment in the Declaration, Apartment Owners (including Declarant) shall have, in accordance with Section 514A-14 of the Act, the right to change the parking stalls appurtenant to their respective Apartments by a written document expressly providing: (a) that the document is an amendment to the Declaration; and (b) the identification of the parking stall or stalls being transferred or exchanged, the Apartment to which each parking stall was appurtenant prior to the transfer and the Apartment to which each parking stall is being transferred and to which it will be appurtenant as a limited common element. Any such document must be executed by the Owner or Owners (and their respective mortgagees, if any) of the Apartments whose stalls are being changed, and shall be effective upon Recording. A copy of such document, bearing Recordation data, shall be provided to the Association within fifteen days of the Recording thereof.

EXHIBIT C

COMMON ELEMENTS

The common elements of the Project shall specifically include, but are not limited to, the following:

1. The land described in the Declaration, in fee simple.
2. All structural components, such as foundations, girders, columns, beams, floor slabs, supports, main walls, load-bearing walls, floors, ceiling (except the inner or decorated surfaces of such walls, floors and ceilings), roofs, exterior stairs and stairways, landings, railings, entrances and exits of the buildings and/or apartments, and other building appurtenances.
3. All yards, grounds, gardens, planters, plants, landscaping, refuse facilities.
4. All sidewalks, pathways, retaining walls, lanai railings, driveways, parking areas, and parking stalls.
5. All ducts, electrical equipment, transformers, wiring, pipes and other central and appurtenant transmissions facilities and installations over, under and across the Project which are utilized by or serve more than one apartment for services such as power, light, water, gas, sewer, telephone and radio and television signal distribution, if any, and that portion of pipes that are in walls, floors or ceilings even though they serve only one apartment.
6. All areas, rooms, spaces, structures, housings, chutes, shafts, crawl spaces, or facilities of the Project within or outside of the buildings, which are for common use or which serve more than one apartment, such as the laundry room, electrical, boiler, maintenance, service, security, machine, mechanical and equipment rooms and the equipment, machinery and facilities therein.
7. All the benefits, if any, inuring to the land or to the Project from all easements, if any, shown on the Condominium Map or listed in Exhibit "A" to the Declaration.
8. Any and all apparatus and installations of common use and all other parts of the Project necessary or convenient to its existence, maintenance and safety, or normally in common use.
9. All other parts of the Project which are not included in the definition of an apartment.

EXHIBIT D

LIMITED COMMON ELEMENTS

Certain apartments shall have appurtenant thereto easements for the exclusive use of certain limited common elements as follows:

1. Parking Stalls:

Each apartment shall have appurtenant to it, as a limited common element, the exclusive right to use the uncovered parking stall(s) marked on the Condominium Map with the apartment's number, and located as shown on the Condominium Map.

Note: A parking stall marked with a "C", as shown on the Condominium Map, if any, indicates a parking stall that is "compact" in size. A parking stall marked with an apartment number only, as shown on the Condominium Map, indicates a parking stall that is "standard" in size. A parking stall marked with a handicapped parking symbol or with a "HC", as shown on the Condominium Map, if any, indicates a parking stall that is oversized for the handicapped.

2. Stairs and Floor Landings:

Each stairway and floor landing area providing access to the entry for an apartment is a limited common element appurtenant to the apartment(s) so served.

3. Mailboxes:

Each mailbox bearing the same identification as an apartment is a limited common element appurtenant to that apartment.

EXHIBIT E
COMMON INTERESTS

Apartment Number	Undivided Common Interest of Each Apartment
1	.1073 (10.73 %)
2	.1073 (10.73%)
3	.1294 (12.94%)
4	.0908 (9.08%)
5	.0563 (5.65%)
6	.1103 (11.03%)
7	.1102 (11.02%)
8	.1351 (13.51%)
9	.0950 (9.50%)
10	.0583 (5.83%)

EXHIBIT F

ENCUMBRANCES AGAINST TITLE

1. Any and all Real Property Taxes that may be due and owing. Reference is made to the Director of Finance, County of Maui.
2. Title to all mineral and metallic mines reserved to the State of Hawaii.
3. A 15-foot building set back line as shown on File Plan No. 709.
4. Grant of Easement dated December 4, 1961, recorded in the Bureau of Conveyances of the State of Hawaii in Liber 4181, page 276, in favor of Maui Electric Company, Limited, and GTE Hawaiian Telephone Company Incorporated, granting an easement for utility purposes.
5. Various easements shown on said File Plan for Sanitary Sewer purposes, the same being reserved in Deed dated March 27, 1963, recorded in said Bureau in Liber 4489, page 413.
6. Covenants, conditions and restrictions contained in that certain Deed dated March 27, 1963, recorded in said Bureau in Liber 4489, page 413.
7. Mortgage dated May 6, 2004, recorded in the Bureau of Conveyances of the State of Hawaii as Document No. 2004-091581.
8. Condominium Map No. 4131.
9. Declaration of Condominium Property Regime of Hale Nani dated November 15, 2005, recorded in the Bureau of Conveyances of the State of Hawaii as Document No. 2005-259130.
10. Bylaws of the Association of Apartment Owners of Hale Nani dated November 15, 2005, recorded in the Bureau of Conveyances of the State of Hawaii as Document No. 2005-259131.

**Hale Nani Condominium
Proposed 12 Month Budget**

Receipts:	Description	Monthly Budget	Annual Budget
110	Maintenance Fees	\$2,152.50	\$25,830.00
	Total Revenues	\$2,152.50	\$25,830.00
 Operating Disbursements:			
Administration			
310	Management Fees	\$450.00	\$5,400.00
311	Meetings	\$25.00	\$300.00
322	Postage	\$25.00	\$300.00
325	Office Expenses	\$39.00	\$468.00
335	Bank Charges	\$6.00	\$72.00
Professional Services			
341	Accounting Services	\$42.00	\$504.00
Insurance			
360	Multi peril Insurance	\$400.00	\$4,800.00
364	Fidelity Bond	\$25.00	\$300.00
Income Taxes			
510	HI General Excise Tax	\$2.00	\$24.00
520	HI Income Tax	\$2.00	\$24.00
530	Fed. Income Tax	\$4.00	\$48.00
Utilities			
610	Electricity	\$150.00	\$1,800.00
640	Telephone	\$4.00	\$48.00
660	Water	\$250.00	\$3,000.00
General Maintenance/Repairs			
722	Lighting	\$10.00	\$120.00
730	Carpentry	\$50.00	\$600.00
735	Painting	\$50.00	\$600.00
740	Plumbing	\$50.00	\$600.00
744	Irrigation	\$6.00	\$72.00
780			
Contract Services			
810	Janitorial	\$150.00	\$1,800.00
815	Refuse Disposal Contract	\$150.00	\$1,800.00
870	Landscape	\$200.00	\$2,400.00
871	Landscape, Extras	\$20.00	\$240.00
875	Pest Control Services	\$42.50	\$510.00
	Total Operation Expenses	\$2,152.50	\$25,830.00
	Net Operating Income (Loss)		\$0.00
 Reserve Receipts			
111	Reserve Funding Fees	\$475.00	\$5,700.00
	Total Maintenance Fees	\$2,627.50	\$31,530.00

Developer's Explanation Regarding Replacement Reserve Figure

In arriving at the figure for "Reserves," as set forth in Exhibit G to the Condominium Public Report, the developer did not conduct a reserve study in accordance with HRS § 514A-83.6 or HAR § 16-107-65. The figure is an estimate, based on reasonable projections of reserve requirements.

Date: March 1, 2006



JOHN PETER THOMA



PATRICIA McCAIN THOMA

EXHIBIT H

SUMMARY OF SALES CONTRACT

The Deposit Receipt, Reservation and Sales Agreement (the "Sales Contract") contains the price and other terms and conditions under which a purchaser will agree to buy an apartment in the Project. Among other things, the Sales Contract states:

- (a) The total purchase price, method of payment and additional sums which must be paid in connection with the purchase of an apartment.
- (b) That the purchaser acknowledges having received and read a public report (either preliminary, contingent or final) for the Project prior to signing the Sales Contract.
- (c) That the Developer makes no representations concerning rental of an apartment, income or profit from an apartment, or any other economic benefit to be derived from the purchase of an apartment.
- (d) That the Sales Contract may be subordinate to the lien of a construction lender.
- (e) That the purchaser's money will be held in escrow, under the terms of the Escrow Agreement.
- (f) Requirements relating to the purchaser's financing of the purchase of an apartment.
- (g) That the apartment and the Project will be subject to various other legal documents which the purchaser should examine, and that the Developer may change these documents under certain circumstances.
- (h) That the Developer makes no warranties regarding the apartment, the Project or anything installed or contained in the apartment or the Project.
- (i) That the Project will be subject to ongoing construction and sales activities which may result in certain annoyances to the purchaser.
- (j) That the purchaser must close the purchase at a certain date and pay closing costs, in addition to the purchase price.
- (k) That the Developer has reserved certain rights and powers relating to the Project and the purchaser acknowledges and consents to the exercise of such rights and powers.
- (l) That except under certain circumstances, as set forth in the Sales Contract, all interest on deposits toward the purchase price shall be the property of the Developer.

The Sales Contract contains various other important provisions relating to the purchase of an apartment in the Project. Purchasers and prospective purchasers should carefully read the specimen Sales Contract on file with the Real Estate Commission.

EXHIBIT I

SUMMARY OF ESCROW AGREEMENT

The Escrow Agreement sets up an arrangement under which the deposits a purchaser makes pursuant to a Sales Contract will be held by a neutral party ("Escrow"). Under the Escrow Agreement, these things will or may happen:

- (a) Escrow will let the purchaser know when payments are due.
- (b) Escrow will arrange for the purchaser to sign all necessary documents.
- (c) Except under certain circumstances as set forth in the Sales Contract, all deposits toward the purchase price shall be the property of the Developer.
- (d) The purchaser will be entitled to a refund of his or her funds only under certain circumstances as set forth in the Sales Contract.

The Escrow Agreement also establishes the procedures for the retention and disbursement of a purchaser's funds and says what will happen to the funds upon a default under the Sales Contract. The Escrow Agreement contains various other important provisions and establishes certain charges with which a purchaser should be familiar. Purchasers and prospective purchasers should carefully read the signed Escrow Agreement on file with the Real Estate Commission.

EXHIBIT J

RESERVED RIGHTS

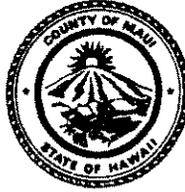
- A. The Developer may amend the Declaration and the Condominium Map (if necessary) to file an "as built" statement required by Section 514A-12 of the Condominium Property Act.
- B. Until all of the apartments have been sold, the Developer may amend the Declaration, the Bylaws and/or the Condominium Map to make such amendments as may be required by law, by the Real Estate Commission, by the title insurance company, by a mortgage lender, or by any governmental agency (including the VA, HUD, FNMA and/or FHLMC), provided that no such amendments change the common interest appurtenant to an apartment or substantially change the design, location or size of an apartment.

EXHIBIT K

ALAN M. ARAKAWA
Mayor

MILTON M. ARAKAWA, A.I.C.P.
Director

MICHAEL M. MIYAMOTO
Deputy Director



RALPH M. NAGAMINE, L.S., P.E.
Development Services Administration

TRACY TAKAMINE, P.E.
Wastewater Reclamation Division

CARY YAMASHITA, P.E.
Engineering Division

BRIAN HASHIRO, P.E.
Highways Division

Solid Waste Division

COUNTY OF MAUI
DEPARTMENT OF PUBLIC WORKS
AND ENVIRONMENTAL MANAGEMENT
DEVELOPMENT SERVICES ADMINISTRATION
250 SOUTH HIGH STREET
WAILUKU, MAUI, HAWAII 96793

November 28, 2005

Mr. and Mrs. John Thoma
49 Lopaka Place
Kula, Hawaii 96790

**SUBJECT: MISCELLANEOUS INSPECTION #2005-0108
FOR A TEN UNIT APARTMENT DWELLING
LOCATED AT 1683 NANA STREET, WAILUKU, MAUI, HAWAII
TMK: (2) 3-8-037:024**

Dear Mr. and Mrs. Thoma:

This is regarding your August 15 2005, request for miscellaneous inspections on a ten unit apartment dwelling for a preliminary condominium public report on the subject property.

- We made a building re-inspection on September 26, 2005; a plumbing inspection and electrical re-inspection on November 16, 2005, and found the premises to be in general compliance with applicable codes.

OTHER COMMENTS:

- There are no pending building and code appeals, or administrative waivers currently in process for the premises.
- We inspected the driveway on August 22, 2005, and found it does not meet current standards. The driveway is less than six feet away from the property line.
- There are no further or pending subdivision on record for the subject parcel.
- Please contact the Planning Department at 270-7735 regarding variances, or whether planning and zoning requirements have been met.

File Actions Query Permits Land Project Insp CofO Request Window Help



Permit Type: **MISC** # **20060108** Project: **THOMA, JOHN/PATRICIA** Date: **15-AUG-2005** Jur: **MAUI**
 Address: **1683** **NANA** **ST** **40**
 Tract: _____ Lot: _____

Type	Description	Result	Completed	Sched for	Compl by	Entered by	Schedule date / time	open	close	Correction	Notes	Comment
E6	MISCELLANEOUS	PASS	16-NOV-2005	SLONZAI	SLONZAI	SLONZAI	16-NOV-2005	0	0		AUTO INSERT	
E5	ELEC RE-INSPE	PASS	16-NOV-2005	CSMYTH	CSMYTH	CSMYTH	16-NOV-2005	0	0			
B6	MISCELLANEOUS	PASS	26-SEP-2005	NNICHOL	NNICHOL	NNICHOL	26-SEP-2005	0	0		AUTO INSERT	
B4	BLDG FINAL	F3	16-AUG-2005	NNICHOL	NNICHOL	NNICHOL	16-AUG-2005	0	0		AUTO INSERT	
E7	MISCELLANEOUS	FAIL	06-OCT-2005	CSMYTH	CSMYTH	CSMYTH	16-AUG-2005	0	0		WAILUKU	

Print options: 1 Open 2 All 7 Highlighted 8 Entire query 9 On 0 Off
 GIS report: On Off
 Inspection Entry: Result Comment Custom Data Summary Correction summary Print correction list

Permit Number:	2-3-8-037:024-0000 ()	Permit Owner:	THOMA,JOHN PETER
Parcel Address:	1683 NANA ST WAILUKU, HI 96793	Contact Name:	WALLACE H. GALLUP, JR ATTORNEY
Issued Date:	8/15/2005	Contact Phone:	808-329-5014
Project:	Project: Thoma, John/Patricia		
	Scope: Hale Nani Apartments - 10 Units		

Inspection History

TYPE	SCHED	COMPL	RESULT	INSPECTOR	COMMENT
	11/16/2005	11/16/2005	PASS	CSMYTHE	
	11/18/2005	11/16/2005	PASS	SLONZAGA	
	8/16/2005	10/6/2005	FAIL	CSMYTHE	Note: 8/24/05, called & spoke with Patricia Thoma for arrangements to get in. She said that she would call back. 10/6/05, the inspection was done: 1. Unit-5, Terminate the exposed cable located under the kitchen sink. 2. Unit-3, (a) Being renovated. Complete all wiring. (b) Provide a connector for the lanai lite fixture outlet box where cables are entering. 3. Unit-7, Terminate the exposed cable located under the kitchen sink. 4. Unit-2, Terminate the exposed cable located under the kitchen sink. 5. Unit-1, Provide a connector for the lanai lite fixture outlet box where cables are entering.
IR	9/26/2005	9/26/2005	PASS	NNICHOLAS	
	8/16/2005	8/16/2005	F3	NNICHOLAS	

EXHIBIT L

**ARCHITECT'S REPORT RE:
CONDITION OF IMPROVEMENTS**

NICK WAGNER, a Hawaii registered architect, hereby certifies that he has inspected the apartment building situate on that certain real property identified by the County of Hawaii Tax Map Key (2) 3-8-37-24 which property and apartment building are in the process of being converted into a Condominium Property Regime to be known as the "HALE NANI" Condominium Project and based upon that inspection, is of the opinion that all structural components and electrical installations material to the use and enjoyment of the condominium units are presently sound and appear to be in a satisfactory working condition commensurate with the age of the building of which the condominium units are a part.

Dated: Wailuku, Hawaii, July 18, 2005.



NICK WAGNER
Hawaii Registration No. 6539