REAL ESTATE COMMISSION

PROFESSIONAL & VOCATIONAL LICENSING DIVISION
DEPARTMENT OF REGULATORY AGENCIES

STATE OF HAWAII

1010 RICHARDS STREET P. O. BOX 3469 HONOLULU, HAWAII 96801

PRELIMINARY HORIZONTAL PROPERTY REGIMES (CONDOMINIUM) PUBLIC REPORT

on

HALE HANA 3410 Leahi Avenue Honolulu, Hawaii

REGISTRATION NO. 1290 (Conversion)

IMPORTANT — Read This Report Before Buying

This Report Is Not an Approval or Disapproval of This Condominium Project

It reflects information obtained by the Real Estate Commission in its investigation of the project. This report, based on a principle of disclosure, is issued by the Commission for the purpose of preventing fraud, misrepresentation or deceit.

The developer shall not enter into a binding contract or agreement for the sale of any unit in a Condominium Project but may only take reservations therefore after

- (1) A copy of this Report has been given to the prospective purchaser,
- (2) The latter has been given an opportunity to read same, and,
- (3) His receipt taken therefor.

Issued: August 11, 1980 Expires: September 11, 1981

SPECIAL ATTENTION

A comprehensive reading of this report by the prospective purchaser is urged in order that personal requirements and expectations to be derived from the property can be ascertained. The attention of the prospective purchaser is particularly directed to the following:

THIS REPORT REFLECTS INFORMATION DISCLOSED IN THE REQUIRED NOTICE OF INTENTION SUBMITTED APRIL 15, 1980, AND ADDITIONAL INFORMATION SUBSEQUENTLY FILED AS OF AUGUST 5, 1980. THE DEVELOPER, IN NOTIFYING THE COMMISSION OF ITS INTENTION TO SELL, IS COMPLYING WITH THE REQUIREMENTS OF THE HORIZONTAL PROPERTY ACT (CHAPTER 514A, HAWAII REVISED STATUTES).

1. HALE HANA is a proposed fee simple condominium project consisting of one existing three-story apartment building of reinforced concrete construction with 21 residential units and parking stalls for 21 automobiles. The building was constructed in 1965 and a condominium conversion is now being proposed.

- 2. The Developer of the project has filed all documents and materials deemed necessary by the Commission for the registration of this proposed condominium project and the issuance of this Preliminary Public Report.
- 3. The Developer advises that the Declaration of Horizontal Property Regime and attached By-Laws have not been filed with the Bureau of Conveyances, State of Hawaii.
- 4. The Developer has advised the Commission that advertising and promotional matter required to be filed pursuant to the rules and regulations promulgated by the Commission will be submitted prior to public exposure.
- 5. The purchaser or prospective purchaser is advised to acquaint himself with the provisions of Chapter 514A, Hawaii Revised Statutes, and the Rules and Regulations promulgated thereunder which relate to Horizontal Property Regimes.
- 6. This Preliminary Public Report is made a part of the registration of HALE HANA condominium project. The Developer has the responsibility of placing a true copy of the Preliminary Public Report (yellow paper stock) together with Disclosure Abstract in the hands of all purchasers and prospective purchasers and for securing a signed receipt therefor from each such person.
- 7. This Preliminary Public Report automatically expires thirteen (13) months from the date of issuance, August 11, 1980, unless a Final or Supplementary Public Report is issued or the Commission, upon review of the registration, issues an order extending the effective period of this report.

NAME OF PROJECT: HALE HANA

LOCATION: 3410 Leahi Avenue, Honolulu, Oahu, Hawaii. The site, comprising 15,526 square feet, is located in Kapahulu.

TAX MAP KEY: 3-1-22-1

ZONING: B-2

DEVELOPER: MIYATA & SONS, LTD., a Hawaii corporation, whose business address is 1727 Dillingham Boulevard, Honolulu, Hawaii 96819, Telephone: 847-2151. The current officers are: Charles A. Miyata, President; Norman S. Miyata, Vice President; Francis H. Miyata, Secretary; and Robert S. Miyata, Treasurer.

ATTORNEY REPRESENTING DEVELOPER: Edward J. Bybee (Rother & Bybee), Suite 2757, Grosvenor Center, 733 Bishop Street, Honolulu, Hawaii 96813, Telephone: 537-5311.

<u>DESCRIPTION</u>: The proposed Declaration of Horizontal Property Regime reflects that the proposed fee simple project shall contain one existing three-story concrete apartment building.

First floor access is provided by a slab on grade walkway. The second and third floor access is provided by three exterior stairs linked by a single loaded exterior corridor. Apartments are numbered consecutively 01 through 07, with each apartment number preceded by the appropriate number to designate the particular floor upon which that apartment unit is located.

The Project consists of two (2) basic types of apartments, each apartment including reverses and each apartment being typical of all other apartments of the same type. Apartment types are designated as Types A and A(end) and described as follows:

- 1) Type A Units: Type A apartment units contain a combined living/dining area, kitchen, two bedrooms, one full bath and lanai area. The total floor area of each Type A unit is 741 square feet, of which 667 square feet is living area and 74 square feet is lanai area. There are 9 Type A units numbered 102, 103, 106, 202, 203, 206, 302, 303 and 306.
- 2) Type A(end) Units: Type A(end) apartment units contain a combined living/dining area, kitchen, two bedrooms, one full bath and lanai area. The total floor area of each Type A(end) unit is 731.5 square feet, of which 657.5 square feet is living area and 74 square feet is lanai area. There are 12 Type A(end) units numbered 101, 104, 105, 107, 201, 204, 205, 207, 301, 304, 305 and 307.

A storage area is located on the central stairway landing between the first and second floors. A laundry area and a trash area are located on the ground level.

The respective apartments shall not be deemed to include the undecorated or unfinished surfaces of the perimeter or party walls, or interior load-bearing walls, the floors and ceilings surrounding each apartment or any pipes shafts, wires, conduits or other utility service lines running through such apartments which are utilized for or serve more than one apartment. Each apartment shall be deemed to include all of the walls and partitions which are not load-bearing within its perimeter or party walls, door and door frames, window and window frames, the lanai air space (if any), the inner decorated or finished surfaces of all walls, floors and ceilings, and all fixtures and appurtenances originally installed therein. Each apartment unit will be equipped with a range/oven, refrigerator, plumbing and electrical fixtures, and kitchen and bath cabinetry.

The apartments will be numbered in the manner shown on the proposed Condominium File Plan. All apartment square footage figures are approximate and are based on measurements to the center of party walls, to the inside of outside walls and omitting duct space.

COMMON ELEMENTS: The common elements will include the limited common elements hereinafter described and all other portions of the land and improvements other than the apartments. They shall specifically include but not be limited to: (a) the land in fee simple; (b) all foundations, columns, girders, beams, supports, bearing walls, roofs, chases, entries, corridors, stairways, walkways and entrances of the building; (c) all yards, grounds, landscaping, mailboxes, storage rooms, refuse facilities; (d) all parking areas, sidewalks, driveways and laundry area; (e) all ducts, electrical equipment, wiring and other central and appurtenant installations including all utilities, telephone, radio and television signal distribution; and (f) all other elements and facilities rationally in common use or necessary to the existence, upkeep and safety of the Project.

LIMITED COMMON ELEMENTS: The proposed Declaration reflects that certain parts of the common elements, called "limited common elements", are designated and set aside for the exclusive use of certain apartments. Such apartments shall have appurtenant thereto easements for the use of such limited common elements as follows:

- (a) Parking space designated on the Condominium Map with the same number as the apartment to which it is appurtenant.
- (b) All load-bearing walls within the perimeter of each apartment, the entirety of perimeter non-party walls and the interior one-half of all perimeter party walls, whether or not load-bearing, appurtenant to that apartment in which they are located, the interior painted or decorated surfaces of each such wall and the interior painted, stained, or otherwise treated party fence or wall separating any lanai and concrete patio area of the condominium apartment unit.

INTEREST TO BE CONVEYED TO PURCHASER: The undivided percentage interest in the common elements appurtenant to each apartment, herein called "Common Interest", and the same proportionate share in all common profits and expenses of the Project and for all other purposes, including voting, are as follows:

ype pt.	Lanai Sq. Ft.	Living Sq. Ft.	Total Living/ Lanai Sq. Ft.	No. Apts.	<pre>% Common Int. in Common Ele- ments each Apt.</pre>	Total Area each Type Sq. Ft.	% Common : per Type - Total
(end)	74 74 148	667.0 657.5 1324.5	741.0 731.5 1472.5	9 12 21	4.7970 4.7356 9.5326	6,669 8,778 15.447	43.173 56.827

 $\frac{\text{PURPOSE OF BUILDING AND RESTRICTION AS TO USE:}}{\text{of the project may be used only for residential purposes.}}$

No apartments shall be used in connection with the carrying on of any trade or business whatsoever. The owners of the respective apartments shall have the absolute right to lease the apartment subject to the limitations, restrictions, covenants and the conditions of the proposed Declaration.

The proposed House Rules submitted to the Commission provides in part: (1) each two-bedroom apartment shall have no more than four (4) permanent occupants therein; (2) no livestock, poultry, rabbits or other animals shall be allowed or kept in any part of the project, except dogs, cats and other household pets upon written approval by the Board of Directors; and (3) bicycles, skateboards and related vehicles shall not be operated on walkways or sidewalks.

OWNERSHIP OF TITLE: A Preliminary Report dated March 24, 1980, and issued by Pacific Guaranty Title Corporation, indicates that title to the land is vested in MIYATA & SONS, LTD., a Hawaii corporation, the Developer.

ENCUMBRANCES AGAINST TITLE: Said Preliminary Report indicates that said land is presently subject to the following:

- 1. Real Property Taxes. Refer to Tax Assessor, First Division, City and County of Honolulu.
- Title to all minerals and metallic mines reserved to the State of Hawaii.
- 3. Covenants, conditions, restrictions, reservations, agreements, obligations and other provisions set forth in the Deed, dated January 20, 1970, recorded February 18, 1970, in the Bureau of Conveyances, State of Hawaii, in Book 6897, Page 353.

PURCHASE MONEY HANDLING: An executed Escrow Agreement, dated March 28, 1980, identifies King Escrow Services Corporation as Escrow Agent. Upon examination of the Escrow Agreement, it is found to be on consonance with Chapter 514A, Hawaii Revised Statutes, and particularly Section 514A-39 and Section 514A-63 through 514A-67. Among other provisions, the Escrow Agreement provides that Escrow Agent shall refund to Purchaser all of Purchaser's funds, without interest, less Escrow cancellation fee of \$35.00, if Purchaser shall request refund of his funds and any one of the following shall have occurred:

- a) Developer has requested Escrow Agent in writing to return to Purchaser the funds of Purchaser then held under the Escrow Agreement by Escrow Agent; or
- b) Developer has notified Escrow Agent of Developer's exercise of the option to rescind the sales contract pursuant to any right of recission stated therein or otherwise available to Developer; or
- c) Developer has notified Escrow Agent that Purchaser's funds were obtained prior to the issuance of a Final Public

Report for the Project and that either (i) such Final Public Report differs in any material respect from the Preliminary Public Report or (ii) there is any material change in the condominium building plans for Purchaser's apartment or the common elements of the Project subsequent to the execution of the sales contract requiring approval of a county officer having jurisdiction over issuance of permits for construction of buildings, unless in either case the Purchaser has given written approval or acceptance of the specific change; or

d) Developer has notified Escrow Agent that a Final Public Report has not been issued within one (1) year of the date of the issuance of this Preliminary Public Report and Purchaser has not waived its right of refund and cancellation of obligation pursuant to Section 514A-39, Hawaii Revised Statutes.

It is incumbent upon the Purchaser and prospective Purchaser to read and understand the Escrow Agreement before executing the Sales Contract since the Escrow Agreement prescribes the procedure for receiving and disbursing Purchaser's funds.

Among other provisions, the specimen Sales Contract provides that the Project was completed in 1965 and the Seller makes no warranty as to any defects in the apartments, the appliances therein, and the common elements of the Project. The Buyer is to inspect the Project and understand and agree that he is buying the property in an "AS IS" condition without warranty of any nature from the Seller.

MANAGEMENT OF PROJECT: The By-Laws which are incorporated in the proposed Declaration provide that the operation of the Project shall be conducted for the Association under the direction of its Board of Directors by a responsible corporate managing agent. The Developer has submitted a specimen copy of a Management Agreement to the Commission with National Mortgage and Finance Co., Ltd., 1022 Bethel Street, Honolulu, Hawaii, as initial Agent.

STATUS OF PROJECT: The Project was completed in 1965 and met all code requirements at the time of construction. No variances or special permits were granted to allow deviations from any applicable codes.

All present occupants are on month to month tenancies with the exception of two whose terms are for less than $\sin x$ months.

The Purchaser or prospective Purchaser should be cognizant of the fact that this published report represents information disclosed by the Developer in the required Notice of Intention submitted April 15, 1980, and information subsequently filed as of August 5, 1980.

This is a PRELIMINARY HORIZONTAL PROPERTY REGIMES CONDOMINIUM PUBLIC REPORT which is made a part of REGISTRATION NO. 1290, filed with the Commission on April 15, 1980.

This report, when reproduced, shall be a true copy of the Commission's Public Report. The paper stock used in making facsimiles must be yellow.

G. A./"RED" MORRIS, CHAIRMAN REAL ESTATE COMMISSION

STATE OF HAWAII

Distribution:
DEPARTMENT OF TAXATION BUREAU OF CONVEYANCES PLANNING COMMISSION, CITY AND COUNTY OF HONOLULU FEDERAL HOUSING ADMINISTRATION ESCROW AGENT

Registration No. 1290

August 11, 1980.