### **CONDOMINIUM PUBLIC REPORT**

Prepar	ed 8	×	
Issued	by:	Develo	per:

TIM & RUBY STAR

6213 Kahiliholo Road, Kilauea, Kauai, Hawaii 96754

Project Name(\*): Address: ALOHA AINA

Lot 15, Kalihiwai Ridge, Phase II Subdivision Kalihiwai and Kilauea, Hanalei, Kauai, Hawaii

Registration No. 3339

Effective date: July 3, 2003
Expiration date: August 3, 2004

### 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 <u>not</u> 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, in 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.

<u>Expiration Date of Reports.</u> 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	Re	port	

 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.
 inal: white)	The developer has legally created a condominium and has filed complete information with the Commission.  [ ] No prior reports have been issued.  [ ] This report supersedes all prior public reports.  [ ] This report must be read together with
 SECOND UPPLEMENTARY: iink)	This report updates information contained in the:  [ ] Preliminary Public Report dated: [ X ] Final Public Report dated:August 17, 1995 [ X ] Supplementary Public Report dated:January 21, 2000
And	[X] Supersedes all prior public reports  [] Must be read together with

This material can be made available for individuals with special needs. Please call the Senior Condominium Specialist at 586-2644 to submit your request. FORM: RECO-30 286/986/189/1190/892/0197/1098/10203

<sup>(\*)</sup> Exactly as named in the Declaration

**Disclosure Abstract:** Separate Disclosure Abstract on this condominium project:

[X] Required and attached to this report [ ] Not required - Disclosures covered in this report.

As Exhibit "F"

#### **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.

[X] Changes made are as follows: On or about January 29, 2002, the current owners of Units within Aloha Aina caused to be recorded in the Bureau of Conveyances the "Fourth Amendment to Declaration of Condominium Project Regime of Aloha Aina" (the "Fourth Amendment"). The express purpose of the Fourth Amendment was to describe, with particularity, certain responsibilities for and estimated costs to be incurred for improving an unpaved easement road over and across Unit 4. In addition, on or about January 2, 2003, the current owners of Units within Aloha Aina caused to be recorded the "Fifth Amendment to Declaration of Condominium Property Regime of Aloha Aina and Condominium Map No. 2235 (the "Fifth Amendment"). The express purpose of the Fifth Amendment was to reflect the current site plan and buildout contained within the CPR. Copies of the Fourth and Fifth Amendments are attached hereto as "Exhibit J".

### SPECIAL ATTENTION

This is a CONDOMINIUM PROJECT, <u>not</u> a subdivision. There are County restrictions on the number of residential dwelling units, or other structures, which may be built on the property. Therefore, unless the Purchaser is buying an existing residential dwelling, THERE IS NO ASSURANCE THAT THE PURCHASER WILL BE ABLE TO BUILD A RESIDENTIAL DWELLING UNIT ON THE PROPERTY. THERE IS ALSO NO ASSURANCE THAT THE PURCHASER WILL BE ABLE TO CONVERT AN EXISTING NONRESIDENTIAL STRUCTURE TO A RESIDENTIAL USE. PRIOR TO PURCHASE, THE PROSPECTIVE PURCHASER IS ADVISED TO REVIEW THIS CONDOMINIUM PROJECT WITH THE RESPECTIVE KAUAI COUNTY PLANNING OFFICES TO RECEIVE THE MOST RECENT DIRECTIVES CONCERNING DEVELOPMENT, REPLACEMENT, EXPANSION, OR CONSTRUCTION OF ANY TYPE OF STRUCTURE FOR THIS CONDOMINIUM PROJECT IN THE FUTURE. THERE ARE 2 FARM DWELLING STRUCTURES (UNITS 3 & 4) AND 1 GUEST COTTAGE (UNIT 6) AND 3 SHADE SHEDS ON THE PROPERTY AT THIS TIME.

- 1. This public report does <u>not</u> constitute an approval of the project by the Real Estate Commission or any other governmental agency, nor does it warrant that all applicable County codes, ordinances, and subdivision requirements have necessarily been complied with.
- 2. The land area beneath and immediately appurtenant to cach unit is designated a LIMITED COMMON ELEMENT and is <u>not</u> a legally subdivided lot. The dotted lines on the Condominium Map bounding the designated number of square feet in each limited common element land area are for illustrative purposes only and should not be construed to be the property lines of legally subdivided lots.
- 3. Facilities and improvements normally associated with County-approved subdivisions, such as fire protection devices, County street lighting, electricity, upgraded water facilities, improved access for owners and emergency traffic, drainage facilities, etc., may not be provided, and services such as County street maintenance and trash collection may not be available for interior roads and driveways.

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 owners/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 quests.

### **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 a 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: TIM & RUBY STAR

6213 Kahiliholo Road Kilauea, Hawaii 96754

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

Phone: (808) 828-1962

Limited Liability Company (LLC) (attach separate sheet if necessary):

N/A\_\_\_\_

Real Estate

Broker: O'Connor Realty, LLC (Unit 5) Phone: (808) 826-1464

P. O. Box 1122 Kilauea, Hawaii 96754

Coldwell Banker Bali Hai Realty, Inc. (Unit 1) Phone: (808) 826-7244

P.O. Box 930 Hanalei, HI 96714

Escrow: Title Guaranty Escrow Services Phone: (808) 826-5305

4280 Kuhio Highway, Suite G-207

Princeville, Hawaii 96722

General

Contractor: N/A Phone: N/A

Condominium

Managing Agent: Self-managed by the Association of Unit Owners Phone: N/A

Attorney for

Developer Harvey L. Cohen Phone: (808) 826-4226

P.O. Box 223755 Princeville, HI 96722

\*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.

Α. Ι	Declaration of C	Condominium Property Regime o	contains a desc	ription of th	e land, buildings, ap	artments,
common project.	elements, limited	d common elements, common inte	erests, and othe	er information	on relating to the con	dominium
		for this condominium is:				
	Proposed X Recorded -	Bureau of Conveyances:	Document No Book	. <u>95-0504</u> Page	196	
[	[ ] Filed -	Land Court:	Book Document No	·		
	The Declaration recording/filing i	referred to above has been amend information]:	ded by the follo	wing instrur	ments [state name of	document,
Documen Aloha Ain Declaratio "Third Am 2001, rec	at No. 95-097247 ( a dated May 1, 19 on of Condominium nendment"); Fourth orded as Docume	to Declaration of Condominium Prop (the "First Amendment"); Second Am 996, recorded as Document No. 96-0 m Property Regime of Aloha Aina dat h Amendment to Declaration of Conc ent No. 02-018158 (the "Fourth Amer Aina dated January 2, 2003, recorded	nendment to Deo 060571 (the "Se ted June 22, 19 dominium Prope ndment"); and F	claration of C cond Amend 99, recorded erty Regime c ifth Amendm	Condominium Property Iment"); Third Amendr I as Document No. 99- of Aloha Aina dated No nent to Declaration of 0	Regime of nent to -099302 (the ovember 29, Condominium
B. g	Condominium N e floor plan, loca	Map (File Plan) shows the floor plation, apartment number, and dime	an, elevation ar ensions of each	nd layout of n apartment	the condominium pr	oject. It also
		m Map for this condominium proje	ect is:			
İ		Bureau of Conveyances Condo N Land Court Condo Map No.				
	The Condominiug/filing information	m Map has been amended by the on]:	following instru	uments [sta	te name of documen	t, date and
,	Amended as per	the Second, Third and Fifth Amer	ndments as des	scribed in II.	A. above.	
provide fand dutie	for the manner ir es of the Board, t	association of Apartment Owners  which the Board of Directors of the  the manner in which meetings will  thow the condominium project wi	he Association be conducted,	of Apartme whether pe	ent Owners is elected	, the powers
		his condominium are:				
	[ ] Proposed [ X ] Recorded -	Bureau of Conveyances:	Docu	ıment No	95-050497 Page	
1	[ ] Filed -	Land Court:				

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

D. <u>House Rules.</u> 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 H	louse Rules for this condominium	n are:				
	[ ]P	roposed [ ] Adopted	[ X ] Developer doe	es not plan to adopt House Rules			
E. effective or filed t	e only i	f they are duly adopted and reco	nts. Changes to the Declaration rded and/or filed. Changes to H	, Condominium Map, and Bylaws are louse Rules do not need to be recorded			
	1. conse	Apartment Owners: Minimum nt to changes:	percentage of common interest	s which must vote for or give written			
			Minimum Set by Law	This Condominium			
		Declaration (and Condo Map)	75%*	75%			
		Bylaws	65%	70%			
		House Rules	4884-	N/A			
	*The percentages for individual condominium projects may be more than the minimum set by law for projects with five or fewer apartments.						
	2.	Developer					
	[X]	X ] 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:						

## III. THE CONDOMINIUM PROJECT

interes	st to be Conveyed to Buyer:					
[X]	<u>Fee Simple:</u> Individual apartments and the common elements, which include the underlying land, will be in fee simple.					
]	<u>Leasehold or Sub-leasehold:</u> Individual apartments and the common elements, which include 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.					
	Exhibitcontains further explanation 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 [ ] Annually					
	Exhibitcontains 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.					
	Exhibitcontains 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					
	Exhibitcontains a schedule of the lease rent for each apartment per: [ ] Month [ ] Year					

1	~ tl
- 1	Other:
1	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:	Lot 15, Kalihiwai Ridge, Phase 2	Tax Map Key: (TMK): (4) 5-2-22:15
	Subdivision, Kalihiwai and Kilauea	

Hanalei, Kauai, Hawaii

[ X ] Address designations	• •	is expected to change because	each Unit is entitled to receive its own
l and Area		[ ] square feet [ X ] acre(s)	Zoning: Agricultural

Fee Ow	ner: Unit 1	<ul> <li>Charles Herbert Vaidehi Ganesar 338 N. Market S San Jose, CA 9</li> </ul>	treet, #364				
	Unit 2	James Courtney Dudley Clevelan 1222 Ballantrae McLean, VA 22	d Wilson Lane				
	Unit 3	: Tim & Ruby Star 6213 Kahiliholo I Kilauea, HI 9675	Road				
	Unit 4	: Camera Obscura 332A Second Av San Francisco, (	enue/				
	Unit 5	<ul><li>Andrea Rita Mad 2407 Ward Stree Berkeley, CA 94</li></ul>	et, #3				
	Unit 6	S: Janet Sleeper Fr Shon Edward Fr P.O. Box 1399 Kilauea, HI 967	ostad				
Lessor:	N/A Name Addre	9			-		
C.	Buildings an	d Other Improvem	ents:				
1.	[ ] Conversi	ding(s) when the F on of Existing Build v Building(s) and Co	ing(s)	port was issu	ed; see Pa	ge 16 completion of	dates
2.	Number of Bu	ildings:	6	Floors	Per Buildir	ng <u>1</u>	
	[X]Exhibit	<u>"C"</u> contai	ns further exp	lanations.			
3.		struction Material:					
	[ ] Concrete		Tile	[X]Wood	ſ	] Other	
4.	Permitted Use			. ,	•	•	
		No. of	Apts.		Use Perm	itted by Zoning	
	[ ] Decidentis		•		[]Yes	[ ] No	
	[ ] Residentia [ ] Commerce [ ] Mix Res/Ce [ ] Hotel [ ] Timeshare [ ] Ohana [ ] Industrial [ X] Agricultur [ X] Other: 3 gui	e			[ ] Yes [ ] Yes [ ] Yes [ ] Yes [ ] Yes [ ] Yes [X] Yes [X] Yes	[ ] No [ ] No [ ] No [ ] No [ ] No [ ] No [ ] No	
	Is/Are this/ the	ese use(s) specifica	ally permitted	by the project	t's Declarat	tion or Bylaws?	
	[X]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:

- [X] Pets: <u>Dogs, cats and other typical household pets are permissible in reasonable numbers and reasonable conditions.</u>
- [X] Number of Occupants: No single family residence shall be used for living purposes by more persons than the single family residence was designed to accommodate.
- [X] Other: Special use restrictions are as contained in the Declaration of Protective Covenants, Conditions and Restrictions for Kalihiwai Ridge, a summary of which is attached hereto as Exhibit "H".
- 6. <u>Interior</u> (fill in appropriate numbers):

Elevators:	0	Stairways:(	Trash Ch	nutes: 0	<del>approximation</del>
Apt. <u>Type</u>	Quantity	BR/Bath	Net Living Area (sf)*	Net Other Area (sf)	Identify
Unit 1 Unit 2 Unit 3 Unit 4 Unit 5 Unit 6	1 1 1 1 1 1	0/0 0/0 3/2 2/2 0/0 1/1	0 0 2274 1108 0 593	24 24 0 24 24 0	Shade Shed Shade Shed N/A Shade Shed Shade Shed Guest Cottage
Total number of	Apartment	s: 6			

\*Net Living Area is the floor area of the apartment measured from the interior surface of the apartment perimeter walls.

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.

Boundaries of Each Apartment: Per Article II of the Declaration of Property Regime, the boundaries of each apartment shall be the outer surface of the entire building. Wires or conduits, pipes or any utility lines running over, under or through any apartment which are utilized to serve more than one unit shall not be deemed as part of the apartment, the same being deemed common elements.

Permitted Alterations to Apartments: Permitted alterations to apartments are as allowed by Kauai County Zoning Ordinances and recorded restrictions on the project, if any. Upon construction of each permanent improvement, an amendment to the Declaration of Condominium Property Regime and the Condominium Map will be required to disclose actual improvements as a matter of public record.

7.	Parking Stalls:							
	Total Parking Stalls:	0*						
		Regul Covered	<u>ar</u> Open	<u>Compact</u> <u>Covered</u>	<u>Open</u>	<u>Tanden</u> <u>Covered</u>	<u>Open</u>	TOTAL
	Assigned (for each unit)			and the state of t				<del></del>
	Guest					<del>,</del>		
	Unassigned				<del></del>			
	Extra for Purchase							****
	Other:							
	Total Covered & Open	n: <u> </u>	NA SALAN AND AND AND AND AND AND AND AND AND A	C	)	0	)	0
	Each apartme Buyers are er	ent will have th acouraged to fi	e exclusive u nd out which	se of at least _ stall(s) will be	* available fo	parking st or their use.	tall(s).	
	[ ] Commercial par	rking garage p	ermitted in co	ondominium pr	oject.			
	[ ] Exhibit	contains additi	onal informa	tion on parking	stalls for th	nis condominiu	ım project.	
	*There are no designa each unit for parking.	ted parking sta	alls. Howeve	r, there is amp	le area with	in the limited	common el	lements of
8.	Recreational and Other	er Common Fa	cilities:					
	[X] There are no re	creational or c	ommon facili	ties.				
	[ ] Swimming pool	[	] Storage A	rea	[ ] [	Recreation Are	ea	
	[ ] Laundry Area	[	] Tennis co	ourt	[ ]	Гrash Chute/E	nclosure(s	)
	[ ] Other:				· <del></del>			
9.	Compliance With Build	ding Code and	Municipal R	egulations; Co	st to Cure V	<u>'iolations</u>		
	[X] There are no vio	olations.		[ ]	] Violation:	s will not be co	ured.	
	[ ] Violations and o	cost to cure are	e listed below	<i>y.</i> [ ]	] Violations	s will be cured		ate)
10.	Condition and Expecte (For conversions of re	<u>ed Useful Life o</u> sidential aparti	of Structural ments in exis	<u>Components, I</u> tence for at lea	Mechanical, ast five year	and Electrica s):	ıl Installatio	ons
	N/A							

11.	Confo	formance to Present Zoning Code			
	a.	[X] No vai	riances to zoning code	have been granted.	
		[ ] Varian	nce(s) to zoning code v	vas/were granted as follows	:
	b.	Conforming/No	on-Conforming Uses, S	Structures, Lot	
		In general, a ne at one time but	on-conforming use, str t which does not now o	ructure, or lot is a use, struct conform to present zoning re	ture, or lot which was lawfully equirements:
			Conforming	Non-Conforming	Illegal
		Uses Structures	X X		
		Lot	<u> </u>		
		If a variance ha illegal, buyer si apply.	as been granted or if u hould consult with cou	ses, improvements or lot are nty zoning authorities as to	e either non-conforming or possible limitations which may
		and restrictions	on altering and repair	n extending, enlarging, or c ring structures. In some cas ed cannot be reconstructed.	
		The buyer may non-conforming	not be able to obtain g or illegal use, structu	financing or insurance if the ire, or lot.	e condominium project has a
Comn	non Eler	ments, Limited C	Common Elements, C	common Interests:	
1.	individ those parag	dual apartments. portions of the co raph 2 below) ma	Although the common mmon elements which	those parts of the condomin elements are owned jointly n are designated as limited se apartments to which they Declaration, are:	by all apartment owners,
	[X]	described in Ex	xhibit <u>"C"</u>	·	
	[ ]	as follows:			

D.

	2.	<u>Limited Common Elements</u> : 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.
		[X] The limited common elements and the apartments which use them, as described in the Declaration, are:
		[ X ] described in Exhibit
		[X] as follows: The portion of the land set aside for the use of a unit, as set forth in Exhibit "A", subject to the roadway and utility easement, if any.
		NOTE: Land areas referenced herein are <u>not</u> legally subdivided lots.
	3.	Common Interests: Each apartment will have an undivided fractional interests in all of the common elements. This interest is called the "common interests". 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:
		[X] described in Exhibit <u>"C"</u> .
		[ ] as follows:
E.	affectir	abrances Against Title: An encumbrance is a claim against or a liability on the property or a document ng the title or use of the property. Encumbrances may have an adverse effect on the property on or your se and ownership of an apartment in the project.
	Exhibit <u>Mar</u>	describes the encumbrances against the title contained in the title report dated ch 11, 2003 and issued by

r	۱1.		ke	•	_	-	_	•
-	112	411	к				•	

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.

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

[ ] 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.

Effect on Buyer's Interest and Deposit if Developer Defaults

Type of Lien or Lien is Foreclosed Prior to Conveyance

### F. <u>Construction Warranties</u>:

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: N/A

2. Appliances: N/A

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

Units 1, 2, 3, 4 and 5 storage sheds received final building department approval on March 29, 1995

A residence on Unit 3 received final building department approval on June 17, 2000. An Owner's Notice of Completion of Contract for the residence on Unit 3 was published in the *Garden Island Newspaper* on May 16 and May 23, 2002. An Affidavit of Publication to support the Owner's Notice of Completion was filed with the Clerk of the Circuit Court on May 28, 2002. The Affidavit of Publication for Owner's Notice of Completion of Contract is attached hereto on Page 16-A.

A main residence on Unit 4 was completed in March of 2001. A kitchen/bath/stair addition on Unit 4 received final building department approval on March 29, 2001. An Owner's Notice of Completion of Contract for the residence on Unit 4 was published in the *Garden Island Newspaper* on May 16 and May 23, 2002. An Affidavit of Publication to support the Owner's Notice of Completion was filed with the Clerk of the Circuit Court on May 28, 2002. The Affidavit of Publication for Owner's Notice of Completion of Contract is attached hereto on Page 16-B.

A guest house on Unit 6 was completed on July 11, 2001. An Owner's Notice of Completion of Contract for a guest house on Unit 6 was published in the *Garden Island Newspaper* on August 14 and August 21, 2001. An Affidavit of Publication to support the Owner's Notice of Completion was filed with the Clerk of the Circuit Court on August 27, 2001. The Affidavit of Publication for Owner's Notice of Completion of Contract is attached hereto on Page 16-C.

Copies of the aforesaid building department approvals and Owner's Notices of Completion are attached hereto on Pages 16-A (Unit 3), 16-B (Unit 4), and 16-C (Unit 6).

H.	Proi	ect P	hases:
----	------	-------	--------

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, mergers or phasing):

### TUANT INTO UNIT 3

# 5TH CIRCUIT COURT In the Circuit Court of the Fifth Circuit

STATE OF HAWAII

STATE OF HAWA	T 2002 HAY 28 AM 10: 48
IN THE MATTER OF	DANETTE FUJII
Owner's Notice of Completion of Contract Tim Star	Affidavit of Publication

### OWNER'S NOTICE OF COMPLETION OF CONTRACT

NOTICE is hereby given that pursuant to the provisions of Section 507-43 of the Hawaii Revised Statutes, the construction by owner/builder of 2200 sq. ft. residence situated on Lot 15, TMK: (4) 5-2-22, Unit 3, Kilauea, Kauai, Hawaii has been completed.

> Tim Star Owner

(May 16 & 23, 2002)

STATE OF HAWAII COUNTY OF KAUAI

Howard M. Shinseki being duly sworn,
deposes and says, that he/she is an employee of "The Garden Island",
a newspaper published in Lihue, County of Kauai, State of Hawaii;
that the NOTICE in the above-entitled matter of which the annexed
is a true and correct printed copy, was publishedtwo
times in "The Garden Island" aforesaid, commencing on the
on the day of May (both
days inclusive) to-wit: on
May 16, & 23, 2002
and that this affiant is not a party to or in any way interested in the
above-entitled matter.
Hown M shinales
Subscribed and sworn to before me this
28 <sup>11</sup> day of May 2002
Miller

Clerk of the Circuit Court of the Fifth Circuit.

## PAGE 16-A UNIT 3

# COUNTY OF KAUAI

BUILDING DIVISION 4444 RICE STREET MOIKEHA BLDG., SUITE 175 LIHUE, KAUAI, HAWAII 98766 PHONE: (808) 241-6655

# BUILDING • PLUMBING ELECTRICAL • SIGN

# PERMIT

Permit/Application No: 94-00003796 Permit Type: BUILDING PERMIT RENEWAL Valuation: \$379,000.00 Permit Fee: 676.50	Date Issued: 5/24/00 Prepared By: SYAGIHARA Total Fees Paid: 777.50 Plan Review Fee: 101.00
Property Address: NONE Owner Name: STAR, TIM/RUBY Tenant Name:	Tax Map Key: 5-2-022-015 Contractor: SELF BUILDER Sub Contr:
Construction Type VN NUMBER OF STORIES: 2 Description of Work: 2-STORY SINGLE Misc Information:	
B=RES-1806 LANAI-528	3 T=RES-616
INSPECTION TYPE  1-BUILDING FOUNDATION  2-BUILDING SLAB/FLOOR  3-BUILDING LOAD/UPLIFT TIE:  4- FLOOD ELEVATION CERTIF:  5- FORM 1 RECEIVED  6-BUILDING FRAMING  7-BUILDING LATH/GYPSUM  8-BUILDING FINAL	

# In the Circuit Court of the Fifth Crefter Wall

STATE OF HAWAII

2002 MAY 28 AM 10: 48

IN THE MATTER OF	DANETTE FUJII CLERK
Owner's Notice of Completion of Contract FIG Tree Trust Owner	Affidavit of Publication

### OWNER'S NOTICE OF COMPLETION OF CONTRACT

NOTICE is hereby given that pursuant to the provisions of Section 507-43 of the Hawaii Revised Stantes, the construction by Camara Obscura, trustee of residence simated on Lot 15 1004 Hanalei, Kaliai Hawaii has been completed.

FIG TREE TRUST
Owner

(May 16 & 21; 2002)

STATE OF HAWAII COUNTY OF KAUAI } ss.

Howard M. Shinseki being duly sworn,
deposes and says, that he/she is an employee of "The Garden Island",
a newspaper published in Lihue, County of Kauai, State of Hawaii;
that the NOTICE in the above-entitled matter of which the annexed
is a true and correct printed copy, was publishedtwo
times in "The Garden Island" aforesaid, commencing on the
16th day of May, and ending
on the23rd day ofMay (both
days inclusive) to-wit: on
May 16, & 23, 2002
and that this affiant is not a party to or in any way interested in the
above-entitled matter.
Grow M shirts.
Subscribed and sworn to before me this
28 <sup>th</sup> day of May 2002

Clerk of the Circuit Court of the Fifth Circuit.



PAGE 16-B UNIT 4

# BUILDING . PLUMPING

# BUILDING • PLUMBING ELECTRICAL • SIGN

# PERMIT

## COUNTY OF KAUAI

BUILDING DIVISION 4444 FICE STREET MOIKEHA BLDG., SUITE 175 LIHUE, KAUAI, HAWAII 96766 PHONE: (808) 241-6655

Permit/Application No: 00-00002132 Permit Type: BUILDING PERMIT Valuation: \$24,400.00 Permit Fee: 191.00	Date Issued: 11/06/0 Prepared By: GVOLKEN Total Fees Paid: Plan Review Fee:	R 220.00
Property Address: 6213 H KAHILIHOLO Owner Name: ASHKENAZY, JANET Tenant Name:	Tax Map Key: 5-2-02: Contractor: SELF BU Sub Contr:	
Construction Type VN NUMBER OF STORIES: 2 Description of Work: ALTR: KITCHEN/BA Misc Information: B=STAIRWAY RENOV-41 T=BATH RENOV-105	TOTAL FLOOR AREA:	R3

INSPECTION TYPE	APPROVED	DISAPPROVED
1-BUILDING FOUNDATION		
2-BUILDING SLAB/FLOOR		
3-BUILDING LOAD/UPLIFT TIES		
4- FLOOD ELEVATION CERTIFIED		
5- FORM 1 RECEIVED		
6-BUILDING FRAMING	12-4-00mg	
7-BUILDING LATH/GYPSUM	12-4-00mg	
8-BUILDING FINAL	3/29/01MUK.	

### PAGE 16-C UNIT 6

# In the Circuit Court of the Fitth Court it

STATE OF HAWAII

2001 AUG 27 PH 5: 50

IN THE MATTER OF  Owners! Notice of Completion Shon & Janet Frostad Owners.	
OWNERS' NOTICE OF COMPLETION OF CONTRACT NOTICE is hereby given that pursuant to the provisions of	STATE OF HAWAII COUNTY OF KAUAI  Howard M. Shinseki being duly sworn,
Section 507-43 of the Hawaii Revised Statutes, the construction by self builder of residence situated on TMK: 5-2-022-015, Hanalei, Kanai, Hawaii has been completed.  Shon & Janet Frostad	deposes and says, that he/she is an employee of "The Garden Island", a newspaper published in Lihue, County of Kauai, State of Hawaii; that the NOTICE in the above-entitled matter of which the annexed
Owners (August 14 & 21, 2001)	times in "The Garden Island" aforesaid, commencing on the, and ending
	on the 21st day of August (both days inclusive) to-wit: on
	and that this affiant is not a party to or in any way interested in the above-entitled matter.
	Subscribed and sworn to before me this
	274 day of August 2001

Clerk of the Circuit Court of the Fifth Circuit.

UNIT 6

COUNTY OF KAUAI
BUILDING DIVISION
4444 RICE STREET
MOIKEHA BLDG., SUITE 175 LIHUE, KAUAI, HAWAII 96766 PHONE: (808) 241-6655

# BUILDING · PLUMBING ELECTRICAL · SIGN

# PERMIT

Permit/Application No: 99-00001164 Permit Type: BUILDING PERMIT Valuation: \$40,000.00 Permit Fee: 266.00	Date Issued: 6/09/99 Prepared By: SYAGIHARA Total Fees Paid: 266.00 Plan Review Fee: .00
Property Address: D6213 KAHILIHOLO Owner Name: FROSTAD, SHON E./JANET Tenant Name:	SLEEPE Contractor: SELF BUILDER  Sub Contr:
Struct	ure Information
Construction Type VN NUMBER OF STORIES: 1	Occupancy Type R3 TOTAL FLOOR AREA: 500
Description of Work: 1 STORY GUEST Misc Information: GUEST HOUSE - 500	NOUSE
to use the use of the use the use we are not too too the use of the use the use the use the use to use the use	

INSPECTION TYPE	APPROVED	DISAPPROVED
1-BUILDING FOUNDATION	3/23/00 MCR	
2-BUILDING SLAB/FLOOR	/ WA	
3-BUILDING LOAD/UPLIFT TIES	9/2/1000	
4- FLOOD ELEVATION CERTIFIED	- W.	
5- FORM 1 RECEIVED	- July	
6-BUILDING FRAMING	5/2/000	
7-BUILDING LATH/GYPSUM	9-26-00mlf	
8-BUILDING FINAL	7/11/01 MUR.	

## 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 affiliated 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					
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. If fees may vary depending on the services provided.						
	Exhibitcontains 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:					
	[X] None [ ] Electricity ( Common Elements only Common Elements & Apartments)					
	[ ] Gas (Common Elements onlyCommon Elements & Apartments)					
	[ ] Water [ ] Sewer [ ] Television Cable					
	[ ] Other					

#### V. MISCELLANEOUS

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

[ ]	Notice to Owner Occupants
[ X ]	Specimen Sales Contract ExhibitB" contains a summary of the pertinent provisions of the sales contract.
[ × ]	Escrow Agreement dated April 14, 2003  Exhibit*D" contains a summary of the pertinent provisions of the escrow agreement
r X 1	Other Specimen Apartment Deed

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

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

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

<u>Preliminary Report:</u> 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 Public Report <u>OR</u> 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**
  - 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;
  - 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; <u>AND</u>
- 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. <u>Rights Under the Sales Contract:</u> Before signing the sales contract, prospective buyers should ask to see and carefully review all the 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 given an effective date be 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 <u>Declaration of Protective Covenants, Conditions and Restrictions for Kalihiwai Ridge, a summary of which is attached hereto as Exhibit "H"; Farm Dwelling Agreement, a sample of which is attached hereto as Exhibit "I".</u>

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. Reprints of Hawaii's Condominium Property Act (Chapter 514A, HRS) and Hawaii Administrative Rules, Chapter 16-107, are available at the Cashier's Office, Department of Commerce and Consumer Affairs, 1010 Richards Street, 3rd Floor, Honolulu, Hawaii, mailing address: P.O. Box 541, Honolulu HI 96809, at a nominal cost.

This Public Report is a part of Regi May 3, 1995	stration No. <u>3339</u> filed with the	Real Estate Commission on
Reproduction of Report. When rep	roduced, this report must be on:	
YELLOW paper stock	[ X ] WHITE paper stock	[ ] PINK paper stock

### C. Additional Information Not Covered Above:

THIS SUPPLEMENT DOES NOT AUTHORIZE THE SALE OF UNIT 6. The sale of Unit 6 shall not be allowed until August 27, 2002, the one (1) year anniversary of the publication of the Owner's Notice of Completion. Said date also corresponds to the date upon which an ALTA Policy of Title Insurance would first issue on Unit 6.

Unit 6 is restricted to Guest House use only. A description of the County's rules and restrictions with respect to guest houses is set forth, with particularity, in Exhibit "B" to the Declaration of Condominium Property Regime of Aloha Aina.

The Developer must notify the Real Estate Commission, and provide a copy of the Listing Agreement and the identity of the broker, at such time as a broker is engaged for the purpose of selling Unit 3.

Attention is invited to the fact that the Property described in this Public Report may be subject to possible rollback or retroactive real property taxes.

The land of the Project is currently zoned agricultural. In certain cases, Hawaii Revised Statutes Chapter 205 may require that the apartments of the Project qualify and be used as farm dwellings. If one or more of the apartments must qualify as a farm dwelling, then the affected apartment owner will be required to enter into an agreement with the County of Kauai certifying that the farm dwelling will be used in connection with a farm or where agricultural activity provides income to the family occupying the farm dwelling. In addition, the Planning Department of the County of Kauai may not allow any farm dwelling to be constructed after the first farm dwelling within the Project unless the Planning Department inspects the Project to confirm whether agricultural activities are being conducted on the Project in accordance with Hawaii Revised Statutes Chapter 205. The apartment owner desiring the farm dwelling shall be responsible for maintaining the requisite level of agricultural activity. If the owners of all apartments of the Project are required to maintain agricultural activity, then each apartment owner in the Project shall bear an equal burden, proportionate to the common interest appurtenant to the owner's apartment, for the costs of maintaining agricultural activities on the Project that are satisfactory to the Planning Department of the County of Kauai and that will allow the issuance of a farm dwelling agreement and corresponding building permit to all of the apartments within the Project, which costs may be a part of the common expenses of the Project.

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).

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.

- 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.

(	1		RUBY S	STAR		
- CONTRACTOR - CON	1 //		Name of D	eveloper	_	
1	$)$ $\Box$	1/2 1.			RS	
By:	$\mathcal{M}_{\mathcal{M}}$	MI/V			7-1-03	
Duly	Authorized	Signatory		Ē	Date	
,		\ \				
	RUBY ST	AR, Develor	oer			

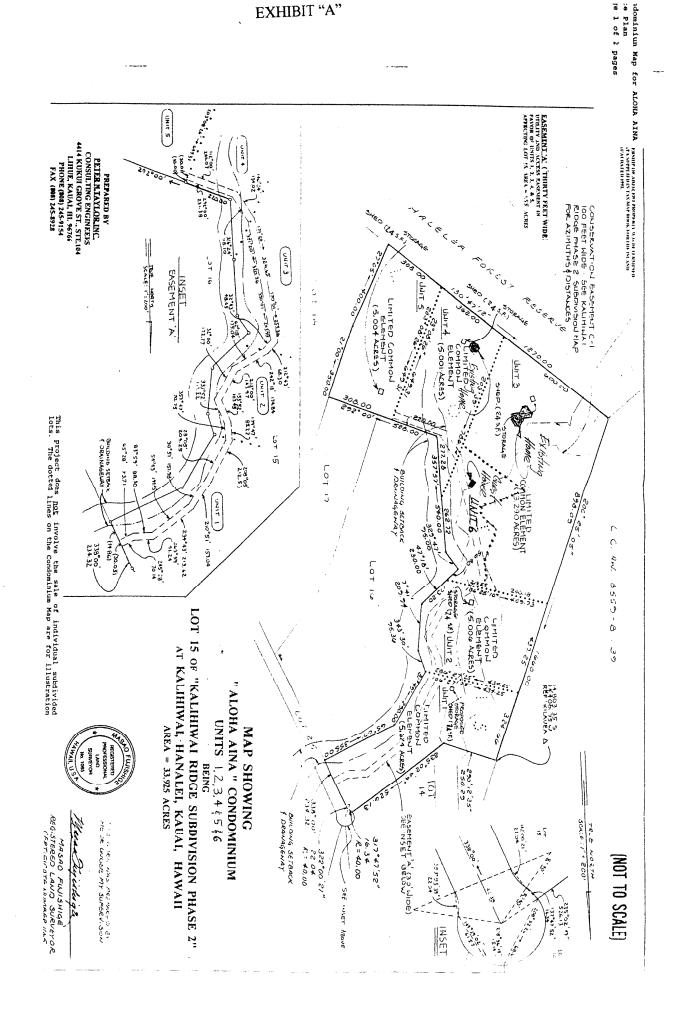
Print name & title of person signing above

Distribution:

Department of Finance, County of Kauai

Planning Department, County of Kauai

<sup>\*</sup>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 B

### SUMMARY OF SALES CONTRACT

The ALOHA AINA Sales Contract and Receipt (the "contract"), contains, among other provisions, the following (which may be modified or otherwise limited by provisions not summarized):

- 1. The method of payment of the purchase price to the escrow agent, subject to other terms.
  - 2. The closing date for the purchase.
- 3. Whether, at the time of execution of the contract, an effective date for a final public report has been issued.
- 4. The terms and conditions of the sale which include, among other provisions, the following:
- (a) That Purchaser will receive a copy of the final public report for the project.
- (b) Purchaser agrees that all payments made will be placed on deposit with escrow pursuant to the terms of the Escrow Agreement.
- (c) Seller has a right to extend the closing date by 31 days or by 31 days after the public report effective date is issued, whichever is later.
- (d) After issuance of the Final Public Report effective date and Buyer's waiver of its right to cancel under Hawaii Revised Statutes Section 514A-62, Purchaser shall not have the right to rescind the contract.
- (e) Purchaser has received a copy of the Escrow Agreement for the Project.
- (f) If Purchaser defaults, Seller may cancel the contract or bring legal action against Purchaser to force sale, obtain money damages, or retain Purchaser's deposit money held in escrow.
- (g) The unit the Purchaser is purchasing will be shown on a condominium map prior to closing and will have the right to cancel if it is different from that shown on the Exhibit A.
- (h) That a deed conveying clear title will be given at closing, subject to certain obligations.
- (i) The Purchaser agrees to give future easements if reasonably required for the project.
- (j) The Purchaser will accept the Unit "AS-IS", including, but not limited to, Purchaser assumes all risks regarding any potential hazardous materials on the condo property or property adjoining or in the vicinity, including liability for suits by third parties. Seller is, however, unaware of any such materials, chemicals or conditions on the property.

- (k) The payment of commissions, if any, is set out in the contract.
  - (1) Time is of the essence of the obligations of Purchaser under the contract.

SPECIAL NOTICE: THE FOREGOING SUMMARY IS NOT INTENDED TO BE A THOROUGH AND EXHAUSTIVE EXPLANATION OF ALL TERMS AND PROVISIONS CONTAINED IN THE CONTRACT. WHILE A PURCHASER CAN USE THIS SUMMARY AS A GENERAL SUMMARY OF THE PURCHASER'S RIGHTS AND OBLIGATIONS, THE PURCHASER MUST REFER TO THE PURCHASER'S CONTRACT TO DETERMINE THE BUYER'S ACTUAL RIGHTS AND OBLIGATIONS. IF ANY CONFLICT OR DIFFERENCE EXISTS BETWEEN THIS SUMMARY AND THE CONTRACT, THE CONTRACT WILL CONTROL NOT THIS SUMMARY.

END OF EXHIBIT B

EXHIBIT C
SCHEDULE OF APARTMENTS AND COMMON INTERESTS

Qty.	<u>Unit</u> No.	Area of Limited Common Elements (Acres)*	No. of Br/Bath	Approx Net Living Area (sq. ft.)	Approx Other Area (sq. ft.)	% of Common Interest
1	1	5.624	0/0	0	24	20
1	2	5.006	0/0	0	24	20
1	3	10.000	3/2	2274	0	15
1	4	5.001	2/2	1108	24	20
1	5	5.004	0	0	24	20
1	6	3.290	1/1	593	0	5

The common interest appurtenant to each unit shall be permanent. Subject to the zoning requirements and amendments of the Condominium Map and the Declaration of Condominium Property Regime, each unit owner may use his unit, alter or add to it in any manner he deems desirable, so long as it is permitted by law and the Declaration of Protective Covenants and House Rules, if any. If adjoining unit owners desire to alter and/or transfer portions of their respective units, they can do so by the filing of an amendment to the Condominium Map and Declaration of Condominium Property Regime together with their respective signatures.

END OF EXHIBIT C

<sup>\*</sup> Note: Land areas referenced herein are not legally subdivided lots.

### EXHIBIT "D"

### SUMMARY OF PORTIONS 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) The purchaser is entitled to a refund if the purchaser or seller cancels the Sales Contract in accordance with its cancellation provisions, or if the purchaser terminates its reservation before the Sales Contract is binding. However, Escrow may deduct from the refund cancellation fees in accordance with the Sales Contract.

In the event of a default by the purchaser, the funds paid by the purchaser shall belong to the seller as liquidated damages (up to a maximum of twenty percent (20%) of the total purchase price).

The Escrow Agreement contains various other important provisions and establishes certain charges with which a purchaser should be familiar. It is incumbent upon purchasers and prospective purchasers to read with care the executed Escrow Agreement on file with the Real Estate Commission.

- (d) The purchaser's funds that are placed in trust prior to closing may be used by the seller after (1) the purchaser has (i) been provided with a final public report; (ii) executed a receipt and notice and has waived his right to cancel or thirty (30) days have elapsed since the purchaser has been provided with the final public report and receipt and notice of right to cancel; and (2) the seller notifies escrow in writing that since (i) and (ii) have happened, the Sales Contract is binding; and (3) the seller's attorney advises escrow that the Sales Contract is binding and the requirements of Hawaii Revised Statutes, Sections 514A-63 and 105 have been met.
- (e) Escrow may not disburse any buyer's funds in the construction of the project until completion of the project and the expiration of the mechanic's and materialmen's lien period. Escrow may disburse prior to completion of the project and expiration of the applicable lien period if the Developers would furnish each purchaser an Owners' Title Insurance with an endorsement against any future liens placed on the apartments or project as a result of the development, plus providing the Real Estate Commission a release of the General Contractor's lien rights.

END OF EXHIBIT "D"

# EXHIBIT E ENCUMBRANCES AGAINST TITLE

1. Real Property Taxes - Check with the County of Kauai, Department of Finance, Real Estate Tax Division, for detailed information.

NOTE: The premises covered herein may be subject to possible rollback or retroactive property taxes.

- 2. DESIGNATION OF EASEMENT "C-1" for conservation purposes as shown on File Plan No. 2053.
- 3. DESIGNATION OF EASEMENT "D-1" for drainage purposes as shown on File Plan No. 2053.
- 4. DESIGNATION OF EASEMENT "W-16" for irrigation purposes as shown on File Plan No. 2053.
- 5. SETBACK

PURPOSE : building and drainageway SHOWN : on File Plan No. 2053

6. The terms and provisions, including the failure to comply with any covenants, conditions and reservations, contained in the following:

INSTRUMENT : AGREEMENT

DATED : March 16, 1977

RECORDED : Liber 12110 Page 330

The foregoing includes, but is not limited to, use of the land for agricultural purposes.

7. The terms and provisions, including the failure to comply with any covenants, conditions and reservations, contained in the following:

INSTRUMENT: KALIHIWAI RIDGE DECLARATION

DATED : October 3, 1988

RECORDED : Liber 22452 Page 429

Said Declaration was amended and supplemented by instruments dated July 5, 1990, recorded as Document No. 90-104733, dated November 7, 1991, recorded as Document No. 91-155979, dated August 9, 1993, recorded as Document No. 94-037305, dated March 31, 1998, recorded as Document No. 99-196189, and executed March 29, 1999, April 16, 1999 and February 2, 1999, recorded as Document No. 99-196189, and annexed by instrument dated March 17, 1992, recorded as Document No. 92-045028.

- Unrecorded KALIHIWAI RIDGE ENVIRONMENTAL DESIGN 8. RULES AND GUIDELINES PURSUANT TO DECLARATION OF PROTECTIVE COVENANTS, CONDITIONS AND RESTRICTIONS FOR KALIHIWAI RIDGE dated October 12, 1988, as amended.
- The terms and provisions, including the failure 9. to comply with any covenants, conditions and reservations, contained in the following:

INSTRUMENT : AGREEMENT TO INCORPORATE

AGRICULTURAL RESTRICTIONS INTO

INSTRUMENTS OF CONVEYANCE

November 7, 1991 DATED

Document No. 91-155967 RECORDED

C. BREWER PROPERTIES, INC., and PARTIES

the COUNTY OF KAUAI PLANNING

DEPARTMENT

- 10. The terms and provisions of that certain Declaration Affecting Conservation District Lands dated November 7, 1991, recorded as Document No. 91-155968, made by C. Brewer Properties, Inc., as Declarant.
- 11. The terms and provisions, including the failure to comply with any covenants, conditions and reservations, contained in the following:

INSTRUMENT : INDEMNITY AGREEMENT

DATED September 23, 1991 Document No. 91-164222 RECORDED

C. BREWER PROPERTIES, INC., a PARTIES

Hawaii corporation, "Brewer", and the DEPARTMENT OF PUBLIC WORKS OF THE COUNTY OF KAUAI, "County"

Brewer will, and does hereby RE

agree to, indemnify and hold the County harmless from any and all claims, actions, or judgments for damage to property or injury or death to persons arising out of or resulting from the design, construction and diversion of waters caused by the drain system

generally and specifically

including but not limited to the

use of the water from the

reservoir on Lot 3 for irrigation and agricultural pursuits on their respective lot within the

Kalihiwai Ridge, Phase II

Subdivision, where such damage,

injury or death is adjudged or found to be the result of contamination or the reservoir from the subdivision roadways which have been dedicated by Brewer to the County, etc.

12. The terms and provisions, including the failure to comply with any covenants, conditions and reservations, contained in the following:

INSTRUMENT : DEED

DATED : December 5, 1991

RECORDED : Document No. 91-171324

13. WAIVER AND RELEASE dated --- (acknowledged February 22, 1994), recorded as Document No. 94-059006, by VIRGINIA G. MACWHINNIE, re: building permit from the Building Division of the Department of Public Works of the County of Kauai.

- 14. GRANT OF CONSERVATION EASEMENT dated September 17, 1993, recorded as Document No. 94-105500, by and between C. BREWER PROPERTIES, INC., a Hawaii corporation, and DEPARTMENT OF LAND AND NATURAL RESOURCES OF THE STATE OF HAWAII, by its Board of Land and Natural Resources.
- 15. The terms and provisions, including the failure to comply with any covenants, conditions and reservations, contained in the following:

INSTRUMENT : AGREEMENT

DATED : November 8, 1994

RECORDED : Document No. 94-195301
PARTIES : TIM STAR and RUBY STAR, and
COUNTY OF KAUAI PLANNING

DEPARTMENT

RE : FARM DWELLING

16. The terms and provisions, including the failure to comply with any covenants, conditions and reservations, contained in the following:

INSTRUMENT: DECLARATION OF CONDOMINIUM

PROPERTY REGIME FOR "ALOHA AINA"

CONDOMINIUM PROJECT

DATED : March 6, 1995

RECORDED : Document No. 95-050496

MAP : 2235 and any amendments thereto

Said Declaration was amended by instruments dated July 17, 1995, recorded as Document No.

95-097247, dated March 16, 1995, recorded as Document No. 96-060571, dated March 16, 1999, recorded as Document No. 99-099302, and dated --- (acknowledged November 29, 2001, June 18, 2001, June 15, 2001, June 14, 2001, December 16, 2001 and June 13, 2001.

17. The terms and provisions, including the failure to comply with any covenants, conditions and reservations, contained in the following:

INSTRUMENT: BY-LAWS OF THE ASSOCIATION OF

APARTMENT OWNERS

DATED : March 6, 1995

RECORDED : Document No. 95-050497

18. The terms and provisions, including the failure to comply with any covenants, conditions and reservations, contained in Apartment Deed dated June 14, 1995, recorded as Document No. 95-089175.

19. The terms and provisions, including the failure to comply with any covenants, conditions and reservations, contained in the following:

INSTRUMENT: WATER AGREEMENT

DATED : June 16, 1999

RECORDED : Document No. 99-116117

PARTIES : TIM STAR and RUBY STAR, husband

and wife, and GARY STEPHEN

KAPLAN, single, and BEVERLY ALICE

LEWIS, single

### END OF EXHIBIT E

### **EXHIBIT F**

### AMENDED DISCLOSURE ABSTRACT

Pursuant to Section 514A-61, Hawaii Revised Statutes Registration No. 3339

1. Project Name: ALOHA AINA

Lot 15, Kalihiwai Ridge, Phase II Subdivision, Kalihiwai and Kilauea

Hanalei, Kauai, Hawaii

2. Developer: TIM & RUBY STAR

6213 Kahiliholo Road Kilauea, Hawaii 96754

3. Real Estate Broker: O'CONNOR REALTY, LLC (Unit 5)

P.O. Box 1122 Kilauea, HI 96754 Phone: (808) 826-1464

COLDWELL BANKER BALI HAI REALTY, INC. (Unit 1)

P.O. Box 930 Hanalei, HI 96714

Phone: (808) 826-7244

4. Managing Agent: Self-managed by the Association of Condominium Owners

5. Projected Maintenance Fees: See Exhibit G to the Final Public Report for the projected

maintenance fees. The Developer hereby certifies that the estimations have been based on generally accepted accounting

principles.

6. Warranties: No warranties by Developer exist.

7. Permitted Uses: These units are for agricultural and permitted residential uses within

the agricultural zone. There will be no commercial use except those activities permitted by the Comprehensive Zoning Ordinance

of the County of Kauai.

8. Other Matters: Since issuance of the original Final Public Report for this Project,

Unit 3 was divided into two separate units, Unit 3 and Unit 6, as contemplated by the original Declaration. Also, Units 3, 4 and 6 have been developed with a residence, a garage and a guest house,

respectively, which development is complete.

Developer represents that in every other respect the information contained in the Final Public Report remains accurate and in full force and effect.

In witness hereof, Developer has executed June, 2003.	d this Amended Disclosure Abstract this 25 day of RUBY STAR
F	RECEIPT
The undersigned has received a copy of the day of, 20	ne foregoing Amended Disclosure Abstract this
Purchaser(s):	

**END OF EXHIBIT "F"** 

EXHIBIT \_\_\_\_\_\_

# ESTIMATE OF INITIAL MAINTENANCE FEES AND ESTIMATE OF MAINTENANCE FEE DISBURSEMENTS

### Estimate of Initial Maintenance Fees:

<u>Apartment</u>	Monthly Fee x 12 month	ns = <u>Yearly Total</u>
1, 2, 4 and 5	\$50.00	\$600.00
3	\$37.50	\$450.00
6	\$12.50	\$150.00

### Estimate of Maintenance Fee Disbursements:

early	/ Total
Ę	cally

Utilities and Services	Monany ree x 12 monans =	Tearry Total
Air Conditioning  Electricity		
Maintenance, Repairs and Supplies		
Building Grounds	\$200.00	\$2,400.00
Management		
Management Fee Payroll and Payroll Taxes Office Expenses		
Insurance	\$50.00	\$600.00
Reserves(*)		
Taxes and Government Assessments		
Audit Fees		
Other		
TOTAL	\$250.00	\$3,000.00

I, RUBY STAR, the developer for the ALOHA AINA condominium project, hereby certify that the above estimates of initial maintenance fee assessments and maintenance fee disbursements were prepared in accordance with generally accepted accounting principles.

RUBY STAR

Date 6-25-03

(\*) Mandatory reserves assessment and collection in effect beginning 1994 budget year. The Developer is to attach to this exhibit an explanation whether, in arriving at the figure for "Reserves", the Developer has conducted a reserve study in accordance with Section 514A-83.6, HRS, and the replacement reserve rules, Subchapter 6, Title 16, Chapter 107, Hawaii Administrative Rules, as amended.

Pursuant to []514A-83.6, HRS, a new association created after January 1, 1993, need not collect estimated replacement reserves until the fiscal year which begins after the association's first annual meeting.

### End of EXHIBIT "G"

NOTE: Developer discloses that Developer has not conducted a reserve study in accordance with Section 514A-83.6, HRS, and the replacement reserve rules.

#### EXHIBIT H

## SUMMARY OF DECLARATION OF PROTECTIVE COVENANTS, CONDITIONS AND RESTRICTIONS FOR KALIHIWAI RIDGE

This Project is located on one of the lots of the Kalihiwai Ridge Subdivision. Lots in the subdivision are subject to a "Declaration of Protective Covenants, Conditions and Restrictions for Kalihiwai Ridge" (herein called the "Protective Covenants") dated October 3, 1988, recorded in the Bureau of Conveyances of the State of Hawaii on October 11, 1988 in Book 22452, Page 429.

This is a summary of the types of restrictions applicable to the subdivision as a whole, and to the Lot upon which this Project is located. This summary is not meant to completely recite the actual provisions of the Protective Covenants, nor to cover every issue in which a purchaser might have interest. A prospective purchaser is urged to obtain a full copy of the Protective Covenants from the Developer prior to entering into an agreement to purchase a unit in this Project.

### ARTICLE II. CONTROL OF REAL PROPERTY USE.

Article II of the Protective Covenants has to do with the organization of the subdivision, including identifying the subdivision's developer and architects, the creation of an Association of Lot Owners, Bylaws, common area designations, Environmental Design Rules, limitation to single family residential and agricultural uses and explaining the underlying purpose controlling the use of the subdivision to enhance agricultural potential and orderly growth and development of the subdivision. Control of the subdivision by an architectural review committee includes control of structure siting, architectural style, agricultural development, drainage and landscaping. It is also necessary to receive environmental committee approval before any construction occurs.

### ARTICLE III. THE ASSOCIATION.

This Article discusses the Lot Owner's Association, election of Boards of Directors, voting rights, notices regarding Association meetings and similar matters.

## ARTICLE IV. CERTAIN RIGHTS AND OBLIGATIONS OF THE ASSOCIATION.

This Article deals with the right of the Association to govern the lots, enter onto lots to determine compliance with rules, and to manage and maintain Association property. It includes the right to incur expense on behalf of the Association and acquire and hold necessary personal property to perform its functions. Creator also has the power to implement rules and regulations to enhance the value of the property and prohibit noxious and offensive activities. Each owner is entitled to a copy of every rule and regulation passed. The Association also has the power to levy fines and collect them.

### ARTICLE V. ASSESSMENTS.

Each lot owner, in this case the project itself, will be required to pay Association fees. Payment for such fees is contemplated in the Common Expenses to be assessed for the project. This Article also deals with the method of establishing a budget and assessments. Additional assessments may be made when the need arises.

### ARTICLE VI. USE RIGHTS AND RESTRICTIONS.

No Lot owner will be allowed to engage in activities which would risk removal of liability insurance coverage, nor may they violate the law of the State of Hawaii or ordinances of the County of Kauai. This Article also prohibits subdivision of lots or consolidation of lots without the consent of the environmental committee in compliance with certain procedures.

Condominiums must have approval of the developer, C. Brewer Properties, Inc., under Article VI. No timesharing is permitted. There are specific limits on the nature and number of vehicles and other activities that would be deemed "unsightly", as well as preclusion of other activities such as unusual accumulations of trash, garbage, refuse, lumber and other bulky materials, including farm implements which are not consistent with the use of the land or not adequately screened from public view. There is also a limitation on excessive noise and light. Agricultural animals are limited to those approved by the environmental committee for the subdivision. Animals must be properly cared for, particularly livestock, poultry, fish and game.

This Article also limits the nature and size of signs. The Article precludes mining and drilling. Clearing and grading are subject to prior approval by the environmental committee and the County of Kauai. Cultivation of crops must be performed in a good, safe manner with environmental approval on methods used to control dust, insects, weeds, and drainage. Lot owners must protect against flooding and erosion and dangerous chemicals. They must also maintain their lots at all times so that they do not become overgrown and unsightly. Owners causing damage to Association property will be required to pay for it.

## ARTICLE VII. REGULATION OF LAKE LOTS.

This Article deals with the regulation of the lots that surround the subdivision lake, including the operation of boats and the utilization of lots fronting the lake.

### ARTICLE VIII. EASEMENTS.

Easements are to be granted through each lot for emergency repair and other items needful for the benefit of the subdivision.

### ARTICLE IX. KALIHIWAI RIDGE ENVIRONMENTAL COMMITTEE.

This Article discusses the creation and maintenance of the environmental committee, including its initial members and

subsequent members. It outlines committee functions, including design review for all improvements to the subdivision lots and project limited common elements. This includes the requirement of the posting of improvement bonds in the amount of \$10,000.00 per Lot. The committee cannot assess a fee exceeding \$500.00 for the review of proposed plans. The committee can also adopt rules for its own procedures. Fines are discussed, including fines of over \$2,500.00 for engaging in construction without proper clearance and permission. These fines may be enforced as liens against individual lots for violative activity.

### ARTICLE X. INSURANCE.

This Article outlines insurance requirements for the project, including minimum One Million Dollar liability coverage. Individual owners will be required to maintain insurance on their own lot.

# ARTICLE XI. DESTRUCTION, CONDEMNATION AND RESTORATION OF KALIHIWAI RIDGE.

This Article deals with the condemnation of subdivision improvements by public authorities.

### ARTICLE XII. EXPANSION OF KALIHIWAI RIDGE.

This Article addresses the Declarant's right to annex additional property, up to approximately three thousand acres of adjacent lands, to the Kalihiwai Subdivision and the means by which this may be accomplished.

#### ARTICLE XIII. ENFORCEMENT.

This Article discusses the method by which the rules of the subdivision may be enforced.

### ARTICLE XIV. MISCELLANEOUS.

This Article has to do with many miscellaneous items. It includes the duration of the restrictive covenants, being initially for twenty years and an automatic extension for ten year terms unless and until seventy-five percent (75%) of the owners of lots vote to the contrary at least one year prior to the scheduled termination of the covenants. It also deals with amendments to the restrictive covenants requiring a two-thirds majority of the voting power of the Association. The amendment does not apply to the duration of the restrictive covenants, which can only be amended by one hundred percent (100%) vote. The same is true as to expansion of Kalihiwai Ridge. Other miscellaneous provisions are included, such as the means by which the restrictive covenants would be interpreted in a court of law, assignability of rights, severability of clauses that might be found illegal in similar matter.

# EXHIBIT H (continued) SUMMARY OF DESIGN RULES AND GUIDELINES FOR KALIHIWAI RIDGE

All improvements, including site work, buildings, structures and landscaping, are subject to the Environmental Design Rules contained within the Kalihiwai Ridge Environmental Design Rules and Guidelines Pursuant to the Declaration of Protective Covenants, Conditions and Restrictions for Kalihiwai Ridge (the "Design Rules"). The Design Rules require that plans for all improvements be submitted to and approved by the Environmental Committee in accordance with the Design Rules.

Generally, the Design Rules require that improvements be designed so as to minimize regarding work and to emphasize existing natural features, thereby allowing the site to guide the design. Architectural style requires that where possible, rooflines of two-story buildings be brought down to the first floor eave level. Structures should be designed to blend with the natural landscaping and grade of the area. Roofs should have a pitch of no less than one foot vertical to three feet horizontal and no more than one foot vertical to one foot horizontal.

Wooden or concrete block fences should be designed to match the building materials and should be geometrically related to the entire design.

The overall effect of the subdivision and the improvements therein should be one of natural materials, natural textures and natural colors and forms compatible with those occurring in the natural landscape of the area.

The required front, rear, and side setbacks shall be fifty (50) feet from the respective boundaries of each Lot. Each single-family dwelling erected on a lot within the subdivision shall have a floor area of not less than 1,500 square feet, exclusive of lanais, porches, patios, garages, exterior stairways and landings and exclusive, also, of any guest facility. Each single-family residence shall be single story unless split-level or two-story construction is specifically approved by the Environmental Design Committee. Construction of improvements shall commence within twelve (12) months after the date of approval of the plans and, except for landscape improvements, shall be completed within twelve (12) months after commencement of construction.

#### END OF EXHIBIT H

# EXHIBIT "I" FARM DWELLING AGREEMENT

	:
	· :
	:
LAND COURT SYSTEM	REGULAR SYSTEM
After Recordation, Return by Mail to:	
County of Kauai Planning Department 4444 Rice Street Lihue, Kauai, Hawaii 96766	This document contains pages
Emue, Kauai, Hawan 50700	This document containspuges
	and entered into by and between whose mailing address is hereinafter called the
	F KAUAI PLANNING DEPARTMENT, whose Street, Suite 473, Lihue, Hawaii 96766, hereinafter
WITN	NESSETH
	warrant and represent that they are the owners of ey No, more particularly and made a part hereof; and
WHEREAS, this document pertain and made a part hereof; and	as only to as shown in Exhibit "B"

WHEREAS, that certain parcel of land is classified Agriculture by the State Land Use Commission and is zoned Agriculture by the County of Kauai; and

WHEREAS, Chapter 205, Hawaii Revised Statutes, and the State Land Use District Regulations only permit "farm dwellings" within the State Agriculture Land Use District unless otherwise relieved from the restriction by a special use permit obtained pursuant to Chapter 205, Section 6, Hawaii Revised Statutes; and

WHEREAS, a "farm dwelling" is defined in Chapter 205, Hawaii Revised Statutes, and the Land Use District Regulation as "a single family dwelling located on and used in connection with a farm where agricultural activity provides income to the family occupying the dwelling; and

WHEREAS, the parcel identified as Tax Map Key No.	is
entitled to residential unit(s) and one guest house, and	
WHEREAS, this agreement is evidenced that	is entitled to
one of those residential units; and	

WHEREAS, a "family" as used in the definition of a "farm dwelling" is defined by the State Land Use District Regulations as "an individual or two or more persons related by blood, marriage or adoption or a group comprising not more than five persons, not related by blood, marriage or adoption"; and

WHEREAS, the APPLICANT(S) acknowledge that a violation of Chapter 205, Hawaii Revised Statutes, and the State Land Use Agriculture District restriction is subject to a citation and fine of not more than \$5,000 pursuant to Chapter 205, Section 13, Hawaii Revised Statutes, as amended; and

WHEREAS, the APPLICANT(S) also acknowledge that failure to abide by this agreement may result in the removal of the prohibited structure at the owner's expense; and

WHEREAS, the DEPARTMENT is charged with the enforcement of the restriction by Chapter 205, Hawaii Revised Statutes;

WHEREAS, the APPLICANT(S) wish to construct a dwelling unit on that certain parcel of land described in Exhibit "A"; and

WHEREAS, the APPLICANT(S) wish to execute this Farm Dwelling Agreement without first obtaining the signatures of all interest holders in the CPR;

NOW THEREFORE, for and in consideration of the terms, covenants and conditions hereinafter contained, the parties hereby mutually agree as follows:

- 1. That the dwelling permitted to be constructed on the parcel of land described in Exhibit "A" classified Agriculture by the State Land Use Commission shall be a "farm dwelling" as defined by Chapter 205, Hawaii Revised Statutes, and the State Land Use District Regulations, as recited herein; and
- 2. That the dwelling shall only be occupied by a "family", as defined by the State Land Use District Regulations and as recited herein, who derive income from the agricultural activity on the parcel; and
- 3. That the APPLICANT(S) and all present and future owners, lessees and occupants of said land grant the DEPARTMENT the right of entry at the request of the DEPARTMENT to inspect the premises to assure compliance with the provisions of this agreement; and
- 4. That this agreement shall be a covenant running with the land and be binding on the APPLICANT(S), and all present and future owners, lessees and occupants of said land and anyone claiming under said APPLICANT(S), their heirs, executors, administrators, successors and assigns, as owners or occupants thereof or otherwise; and
- 5. That this agreement shall remain in effect so long as the land retains its Agriculture District classification under the State Land Use Commission and pertinent restrictive provisions of Chapter 205, Hawaii Revised Statutes, and the State Land Use District Regulations remain in effect; and
- 6. That the APPLICANT(S) expressly set forth the provisions of this agreement in any subsequent conveyance, deed, lease or rental agreement to said property executed by them, so as to give effect to said covenant; and
- 7. That this agreement shall be recorded with the State of Hawaii Bureau of Conveyances, fees to be paid by the APPLICANT(S); and
- 8. The DEPARTMENT and APPLICANT(S) shall execute the Farm Dwelling Agreement; and
- 9. The APPLICANT(S), for themselves (himself/herself), their (his/her) heirs, administrators, successors and assigns, do hereby waive and release the DEPARTMENT and the County of Kauai, a political subdivision of the State of Hawaii, whose principle place of business is 444 Rice Street, Suite 473, Lihue, Hawaii 96766, from all claims and causes of action, either legal or equitable, which may hereafter accrue by reason of the DEPARTMENT'S execution of said Farm Dwelling Agreement; and
- 10. The APPLICANT(S) do(es) hereby promise to indemnify and hold the DEPARTMENT and the County of Kauai, its successors, assigns, offices, employees, agents, attorneys or any other person or legal entity connected with or legally responsible to them, harmless from any and all claims, actions, causes of action, lawsuits, demands or liability for

damages of whatever kind and nature, arising out of the DEPARTMENT'S execution of said Farm Dwelling Agreement; and

11. This agreement shall be a covenant running with the portion of land described in Exhibit "A", and shall be binding on APPLICANT(S) and all present and future owners and occupants of said portion of land and any one claiming under APPLICANT(S), their successors, and assigns, as owners or occupants thereof. The APPLICANT(S) further agree(s) to expressly set forth the provisions of this waiver and indemnity agreement in any subsequent conveyance, deed, lease, or rental agreement so as to give effect to said covenant.

IN WITNESS WHEREOF, the pexecuted on the day of	parties hereto have caused these presents to be
APPROVED:	APPLICANT(S):
Planning Director County of Kauai Planning Department	
APPROVED AS TO FORM AND LEGALITY:	
County Attorney	

**END OF EXHIBIT "I"** 

### EXHIBIT "J"

R-260

75

STATE OF HAWAII BUREAU OF CONVEYANCES RECORDED

FEB 01, 2002 08:01 AM

Doc No(s) 2002-018158

/s/CARL T. WATANABE ACTING REGISTRAR OF CONVEYANCES

LAND COURT SYSTEM

When recorded mail to:

HARVEY L. COHEN, ESQ. P.O. BOX 223755 PRINCEVILLE, HI 96722

This document contains 9 pages

TITLE OF DOCUMENT: FOURTH AMENDMENT TO DECLARATION OF CONDOMINIUM PROPERTY REGIME OF ALOHA AINA

### PARTIES TO DOCUMENT:

FEE OWNERS:

CHARLES HERBERT, VAIDEHI GANESAN, JAMES C. JENNINGS. DUDLEY C. WILSON, TIM STAR, RUBY STAR, CAMERA OBSCURA, ANDREA R. MACH, JANET S. FROSTAD and SHON E. FROSTAD

PROPERTY DESCRIPTION:

ALOHA AINA

CONDOMINIUM MAP NO. 2235

DOCUMENT NO. 95-050496

KALIHIWAI, HANALEI, KAUAI, HAWAII

**TAX MAP KEY FOR PROPERTY:** (4) 5-2-22:15

# FOURTH AMENDMENT TO DECLARATION OF CONDOMINIUM PROPERTY REGIME OF ALOHA AINA

### KNOW ALL MEN BY THESE PRESENTS:

The undersigned, owners of the condominium project "ALOHA AINA", hereby amend the Declaration of Condominium Project Regime dated March 6, 1995, recorded in the Bureau of Conveyances of the State of Hawaii as Document No. 95-050496, as follows:

1. Article XIII (Common Expenses) is amended to include the following second paragraph in subsection (a) (Expenses of Common Elements):

Notwithstanding any provision contained herein to the contrary, with respect to the common expenses associated with an unpaved easement road (including utility installation) to be constructed over and across Unit 4, the owner of Unit 5 shall be obligated to pay all charges, costs and expenses whatsoever associated with said construction and installation. Estimates for completing the construction of the easement road over and across Unit 4 are in the range of \$50,000 (excluding utility installation costs). After completion of the construction of the easement road (including the installation of utilities) across Unit 4, the owners of each unit shall be responsible for their proportionate share of all costs associated with the maintenance, repair, replacement and restoration of said easement road.

The undersigned do hereby declare that, except as hereby amended, said Declaration of Condominium Property Regime is hereby ratified and confirmed and shall remain in full force and effect.

The parties hereto agree that this instrument may be executed in counterparts. each of which shall be deemed an original, and said counterparts shall together constitute one and the same instrument, binding all of the parties hereto, notwithstanding all of the parties are not signatory to the original or the same counterparts. For all purposes, including, without limitation, recordation, filing and delivery of this instrument, duplicate unexecuted and unacknowledged pages of the counterparts may be discarded and remaining pages assembled as one document.

IN WITNESS WHEREOF, the undersigned have executed these presents this	day of
, 2001.	
ISIGNATURES AND NOTARY BLOCKS APPEAR ON FOLLOWING PAGES]	

CHARLES HERBERT	
Vaidel Cansa VAIDEHI GANESAN	
STATE OF Hawaii ) COUNTY OF Kavai ) SS:	
	001, personally appeared CHARLES HERBERT, to who executed the foregoing instrument and that he NOTARY JUBLIC, State of Hawaii  Print Name: Faigh M. Krest  My commission expires: April 22, 2005
STATE OF Hawaii  SS:  COUNTY OF Kauai  On this 29 day of June, 2001, pers known to be the person described in and who executed the same as her free act and deed.	onally appeared VAIDEHI GANESAN, to me o executed the foregoing instrument and that she
HOTAR ** OF HAMINING OF HAMINING	NOTARY PUBLIC, State of Hawaii  Print Name: Paige M. Krest  My commission expires: April 22, 2015

James COURTNEY JENNINGS

DUDLEY CLEVELAND WILSON	
District of Columbia ) SS:	
On this 18th day of June, 2001, person to me known to be the person described in a he executed the same as his free act and deep	AAA
	NOTARY PUBLIC, State of District of Colombia  Print Name: Shula Smith
	My commission expires:
STATE OF )	My Commission Expires October 14, 2001
On this day of June, 2001, per to me known to be the person described in he executed the same as his free act and dec	sonally appeared DUDLEY CLEVELAND WILSON, and who executed the foregoing instrument and that ed.
	NOTARY PUBLIC, State of
	Print Name:
	My commission expires:

### JAMES COURTNEY JENNINGS

DUDLEY CLEWELAND WILSON	rem
STATE OF	
COUNTY OF)	
	sonally appeared JAMES COURTNEY JENNINGS, and who executed the foregoing instrument and that id.
	NOTARY PUBLIC, State of
	Print Name:
	My commission expires:
STATE OF <u>Virginia</u> ) ss: COUNTY OF <u>Fairfax</u> )	
On this <u>/</u> 8 <sup>7</sup> day of June, 2001, per to me known to be the person described in the executed the same as his free act and dec	sonally appeared DUDLEY CLEVELAND WILSON, and who executed the foregoing instrument and that ed.
	NOTARY PUBLIC, State of Virginia
	Print Name: Many Ellea Kowsis
	MARY ELLEN KOUSSIS  My commission expire MOTARY PUBLIC COMMONWEALTH OF VIRGINIA  My Commission Expires February 28, 2003

-Im Star	1		
THM STAR RUBY STAR			
STATE OF HAWAII COUNTY OF KAUAI	) ) )	SS:	
			onally appeared TIM STAR, to me known to be the regoing instrument and that he executed the same as
			Kun P. Hant
			NOTARY PUBLIC, State of Hawaii
			Print Name: (Cevin P Hows +
			Print Name: (Ceu in P Hows +  My commission expires: 8/21/03
STATE OF HAWAII	)	00	
COUNTY OF KAUAI	)	SS:	
On this Htb day of I the person described in and same as her free act and deed	who exec	01, persouted th	sonally appeared RUBY STAR, to me known to be the foregoing instrument and that she executed the
			Christy Keale NOTARY PUBLIC, State of Hawaii
			Print Name: Christy Kerle
			My commission expires: 04/27/2005

Car	ner Olesen	<u> </u>	TRUSTEE
CAMERA	OBSCURA, TRUSTEE		

STATE OF Hawaii	)	
	)	SS
COUNTY OF Kavai	)	

On this 16th day of <u>December</u>. 2001, personally appeared CAMERA OBSCURA, TRUSTEE, to me known to be the person described in and who executed the foregoing instrument and that she executed the same as her free act and deed.

NOTARY PUBLIC, State of Hawnin

Print Name: Sally J. Psaila

My commission expires: 12/30/04

Andrea Rita Mach
ANDREA RITA MACH

STATE OF <u>California</u>)

COUNTY OF <u>Alameda</u>)

SS:

evidence On this 13 day of June, 2001, personally appeared ANDREA RITA MACH. to me by Stacker known to be the person described in and who executed the foregoing instrument and that she executed the same as her free act and deed.

JONATHAN MOELLERING
Commission # 1144168
Notary Public - California
Contra Costa County
Av Commissiones Jun 28, 2001

NOTARY PUBLIC, State of <u>California</u>

Print Name: Jonathan Moellering

My commission expires: 06 - 38 - 01

JANÉT SLEEPER FROSTAD HENNELLA SHON EDWARD FROSTAD	
STATE OF HAWAII ) COUNTY OF KAUAI ) SS:	
On this 447 day of June, 2001, per me known to be the person described in and executed the same as her free act and deed.	sonally appeared JANET SLEEPER FROSTAD, to I who executed the foregoing instrument and that she
L-5	Lily a Sullivan  NOTARY PUBLIC, State of Hawaii  Print Name: LILY A. SULLIVAN  My commission expires: 7/30/2004
STATE OF HAWAII ) COUNTY OF KAUAI ) SS:	
	sonally appeared SHON EDWARD FROSTAD, to I who executed the foregoing instrument and that he
-5	Lily A. Sulliver NOTARY PUBLIC, State of Hawaii  Print Name: LILY A. SULLIVAN  My commission expires: 7/20/2014

#### EXHIBIT "J"



R-352 STATE OF HAWAII BUREAU OF CONVEYANCES RECORDED

JAN 02, 2003 08:01 AM

Doc No(s) 2003-000354



ISI CARL T. WATANABE REGISTRAR OF CONVEYANCES

1/1 Z6

LAND COURT SYSTEM

REGULAR SYSTEM

When recorded mail to:

HARVEY L. COHEN, ESQ. P.O. BOX 223755 PRINCEVILLE, HI 96722

TGA 323075-C

This document contains (8) pages

TITLE OF DOCUMENT: FIFTH AMENDMENT TO DECLARATION OF CONDOMINIUM

PROPERTY REGIME OF ALOHA AINA AND

CONDOMINIUM MAP NO. 2235

PARTIES TO DOCUMENT:

FEE OWNERS:

CHARLES S. HERBERT, VAIDEHI GANESAN, JAMES C. JENNINGS, DUDLEY C. WILSON, TIM STAR, RUBY STAR, CAMERA OBSCURA,

ANDREA R. MACH, JANET S. FROSTAD and SHON E. FROSTAD

PROPERTY DESCRIPTION:

ALOHA AINA

CONDOMINIUM MAP NO. 2235 **DOCUMENT NO. 95-050496** 

KALIHIWAI, HANALEI, KAUAI, HAWAII

TAX MAP KEY FOR PROPERTY:

(4) 5-2-22:15

# FIFTH AMENDMENT TO DECLARATION OF CONDOMINIUM PROPERTY REGIME OF ALOHA AINA AND CONDOMINIUM MAP NO. 2235

The undersigned, owners of the condominium project "ALOHA AINA", hereby further amend the Declaration of Condominium Project Regime dated March 6, 1995, recorded in the Bureau of Conveyances of the State of Hawaii as Document No. 95-050496 (the "Declaration"). Condominium Map No. 2235 (the "Condominium Map") is also hereby amended and filed concurrently herewith.

1. Article II of the Declaration entitled "Division of Property" is hereby amended by the addition of the following Unit descriptions:

Units 1, 2 and 5 are represented by the descriptions submitted with the Declaration. The descriptions of Units 3, 4 and 6 are amended to reflect the floor plans and elevations filed concurrently herewith and incorporated herein by reference as part of the Amended Condominium Map referenced herein.

- 2. The Declaration is hereby further amended by the filing in the Bureau of Conveyances, separately but concurrently herewith, of Amended Condominium Map No. 2235. Attached thereto is a Certificate of Architect certifying that the Amended Condominium Map and floor plans accurately depict the layout, location, Unit numbers, and dimensions of Units 3, 4 and 6 as filed with the Department of Public Works for the County of Kauai, State of Hawaii, "as built".
- 3. The undersigned do hereby declare that, except as hereby amended, said Declaration, including all previous amendments thereto, is hereby ratified and confirmed and shall remain in full force and effect.

The parties hereto agree that this instrument may be executed in counterparts, each of which shall be deemed an original, and said counterparts shall together constitute one and the same instrument, binding all of the parties hereto, notwithstanding all of the parties are not signatory to the original or the same counterparts. For all purposes, including, without limitation, recordation, filing and delivery of this instrument, duplicate unexecuted and unacknowledged pages of the counterparts may be discarded and remaining pages assembled as one document.

IN WITNESS WHEREOF, the undersigned have executed these presents this \_\_\_\_\_ day of \_\_\_\_\_, 2002.

-	
CCANA	
CHARLES S. HERBERT	
VAIDEHI GANESAN	
STATE OF Havaii ) COUNTY OF Yavai ) SS:	
to me known to be the person described in a	_, 2002, personally appeared CHARLES S. HERBERT nd who executed the foregoing instrument and that he
executed the same as his free act and deed.	
MINIMAGE M. KARINI	laid M Knot
HOTAR	NOTARY PUBLIC, State of Hawaii
O OBLIC X	Print Name: Paige M. Krest
OF HAMMING	NOTARY PUBLIC, State of Hawaii  Print Name: Rige M. Krest  My commission expires: April 22, 3005
STATE OF Hawan )	
STATE OF Hawaii ) SS: COUNTY OF Kagai )	
Onthis 12th day of December	, 2002, personally appeared VAIDEHI GANESAN
to me known to be the person described in ar executed the same as her free act and deed.	nd who executed the foregoing instrument and that sh
	Leigh Krost
WITH THE PARTY OF	NOTARY PUBLIC, State of Hawaii
A COLLOC HAMINING	Print Name: Paige M. Krest
* Augusto	My commission expires: April 22, 2005
OF HAMINI	
Mannananan.	-3-

$\alpha \alpha \beta$	
Pames COURTNEY JENNINGS	22
Dudley Cleveland W. DUDLEY CLEVELAND WILSON	lean:
STATE OF MD ) SS:	, 2002, personally appeared JAMES COURTNEY
countries interestinges	
On this 12 day of November  JENNINGS, to me known to be the person of and that he executed the same as his free act	rescribed in and who executed the foregoing instrument
2	volores Virtuis NOTARY PUBLIC, State of HD
	Print Name: DOLORES VYFHULS
	My commission expires: ()     63
STATE OF MD )  COUNTY OF Montage )  SS:	
On this 14 day of November	, 2002, personally appeared DUDLEY CLEVELAND escribed in and who executed the foregoing instrument and deed.
	NOTARY PUBLIC, State of im)
	Print Name: SCII TALDUT
	My commission expires:

Ī	PIM STAR RUBY STAR	
(	STATE OF HAWAII  ) SS:  COUNTY OF KAUAI  On this $\frac{d}{dt} t^{i_t} day$ of $\frac{d}{dt} t^{i_t} day$ of the person described in and who at the same as his free act and deed.	, 2002, personally appeared TIM STAR, to me executed the foregoing instrument and that he executed
		NOTARY PUBLIC, State of Hawaii 12  Print Name: DEBORAH L LUM  My commission expires: 9 26 206
1	STATE OF HAWAII  ) SS: COUNTY OF KAUAI  On this	, 2002, personally appeared RUBY STAR, to me who executed the foregoing instrument and that she  Africa Infiley a  NOTARY PUBLIC, State of Hawaii
		Print Name:  My commission expires: \$/7 /2005

ESTHER PAIK (formerly known as Camera Obscura)

COUNTY OF Laws

SS:

On this day of 2002, personally appeared ESTHER PAIK, to me known to be the person described in and who executed the foregoing instrument and that she executed the same as her free act and deed.

NOTARY PUBLIC, State of CALLWA

My commission expres: 3)30/86

andrea Rita' Mach
ANDREA RITA MACH

STATE OF Californ	)	
	)	SS:
COUNTY OF 3.10	<u>ho</u> )	
On this 26	_day of October_	, 2002, personally appeared ANDREA RITA MACH,
to me known to be	the person describ	ed in and who executed the foregoing instrument and that she

ALI I. SCOTT
COMM. # 1368276
NOTARY PUBLIC-CALIFORNIA
SOLANO COUNTY
MY COMM. EXPIRES AUGUST 6, 2006

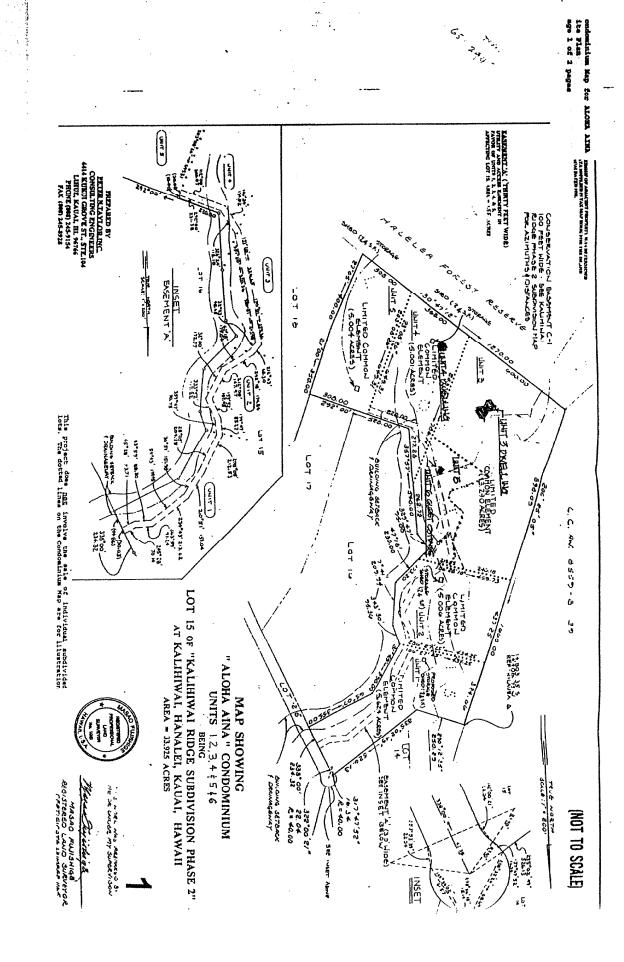
executed the same as her free act and deed.

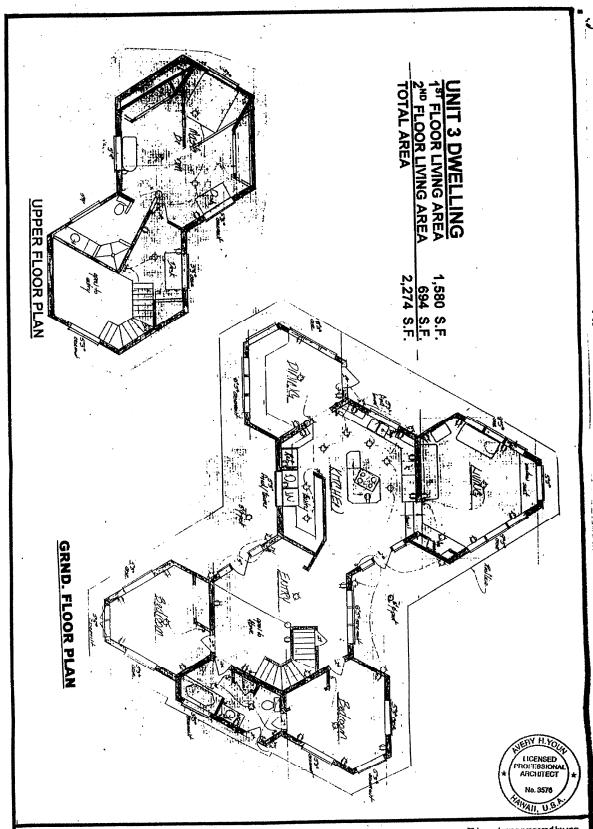
NOTARY PUBLIC, State of California

Print Name: Ali I. Scott

My commission expires: 9-6-06

ANET SLEEPER FROSTAD  SHON EDWARD FROSTAD	
	escribed in and who executed the foregoing instrument
and that she executed the same as her free a	
STATE OF HAWAII  ) SS: COUNTY OF KAUAI  On this 21st day of November Amount to be the person of and that he executed the same as his free account to the person of the county of the person of the county of the person of the county of the cou	er, 2002, personally appeared SHON EDWARD described in and who executed the foregoing instrument
L.S.	Print Name: Joanne V. Schergen  My commission expires: 6/14/04

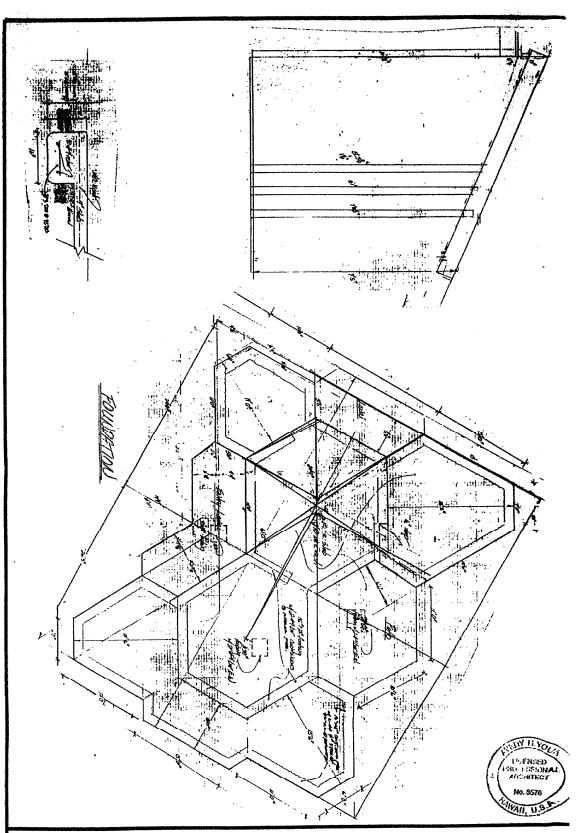




ALOHA AINA CONDOMINIUM – UNIT 3 DWELLING OWNERS: TIM & RUBY STAR

T.M.K.: (4) 5-2-22: 15

my supervision and non of this project under my observation.

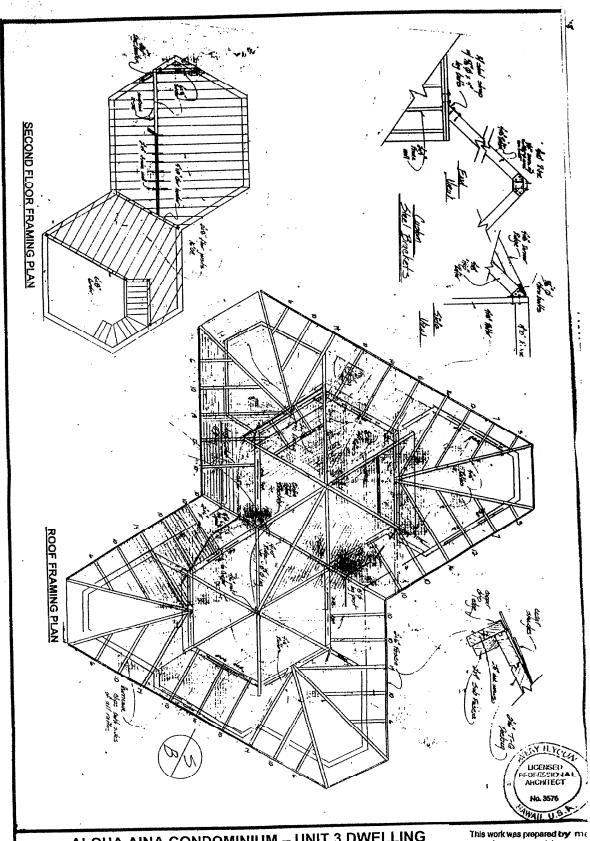


ALOHA AINA CONDOMINIUM – UNIT 3 DWELLING

OWNERS: TIM & RUBY STAR

T.M.K.: (4) 5-2-22: 15 KALIHIWAI, KAUAI, HAWAII

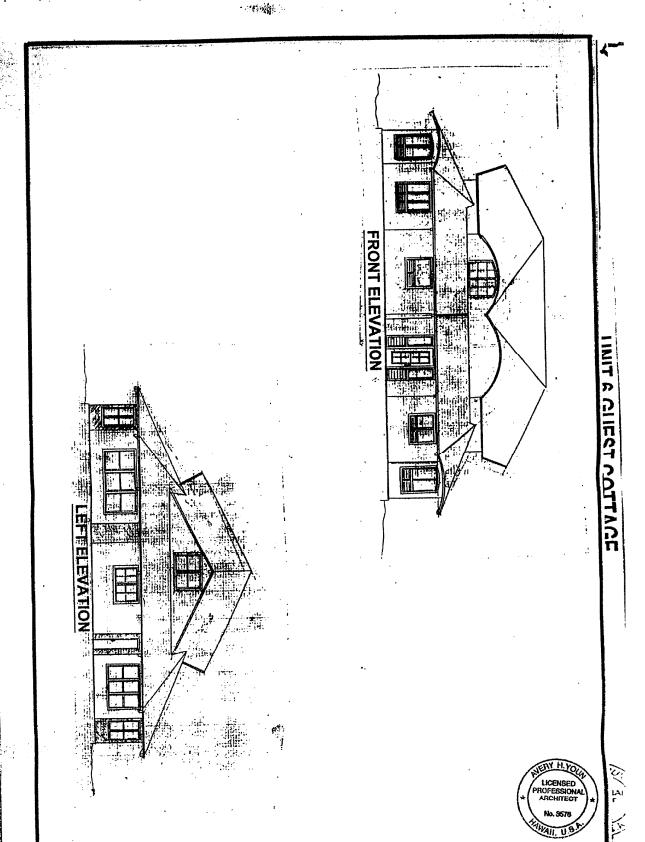
This work was prepared by m or under my supervision an construction of this project will be under my observation



ALOHA AINA CONDOMINIUM – UNIT 3 DWELLING

OWNERS: TIM & RUBY STAR T.M.K.: (4) 5-2-22: 15 KALIHIWAI, KAUAI, HAWAII

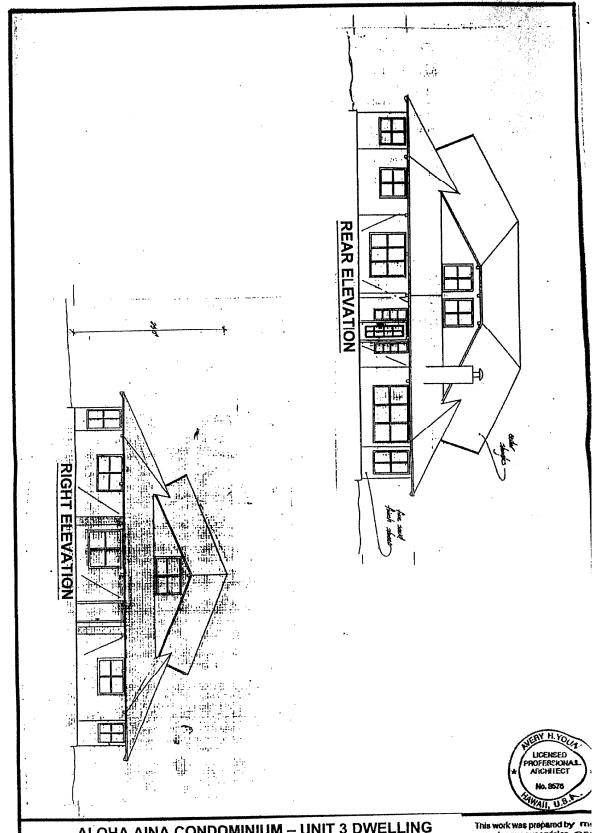
This work was prepared by me or under my supervision and construction of this project will be under my prervation



ALOHA AINA CONDOMINIUM - UNIT 3 DWELLING

**OWNERS: TIM & RUBY STAR** 

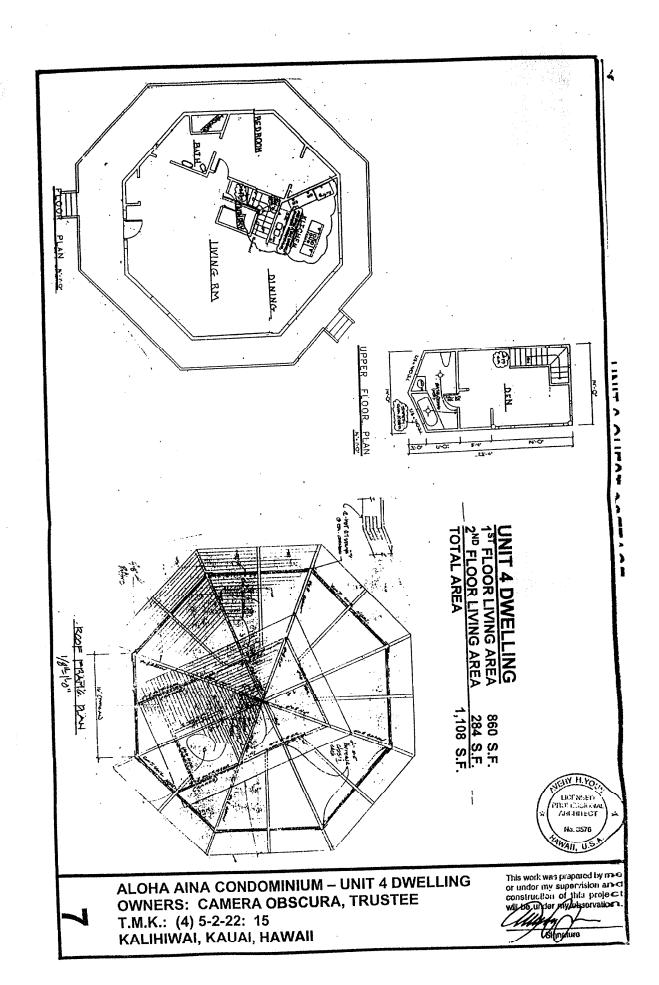
T.M.K.: (4) 5-2-22: 15 KALIHIWAL KAUAI, HAWAII This work was prepared by me or under my supervision and construction of this project will be under my abservation.

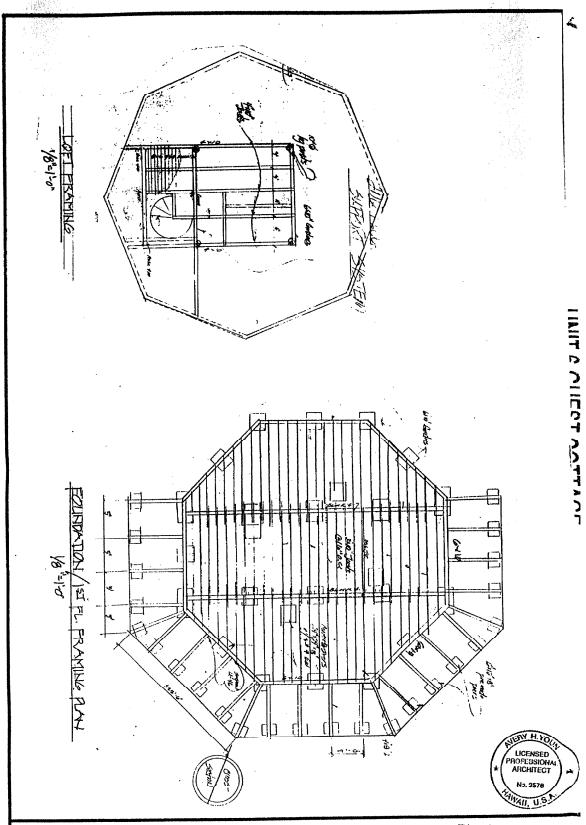


ALOHA AINA CONDOMINIUM - UNIT 3 DWELLING OWNERS: TIM & RUBY STAR

T.M.K.: (4) 5-2-22: 15 KALIHIWAI, KAUAI, HAWAII

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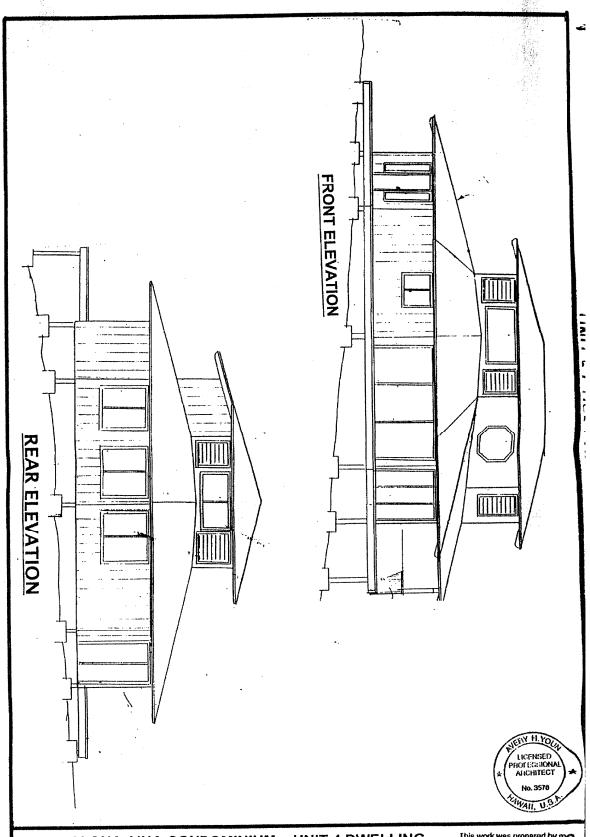


ALOHA AINA CONDOMINIUM - UNIT 4 DWELLING OWNERS: CAMERA OBSCURA, TRUSTEE

T.M.K.: (4) 5-2-22: 15 KALIHIWAI, KAUAI, HAWAII

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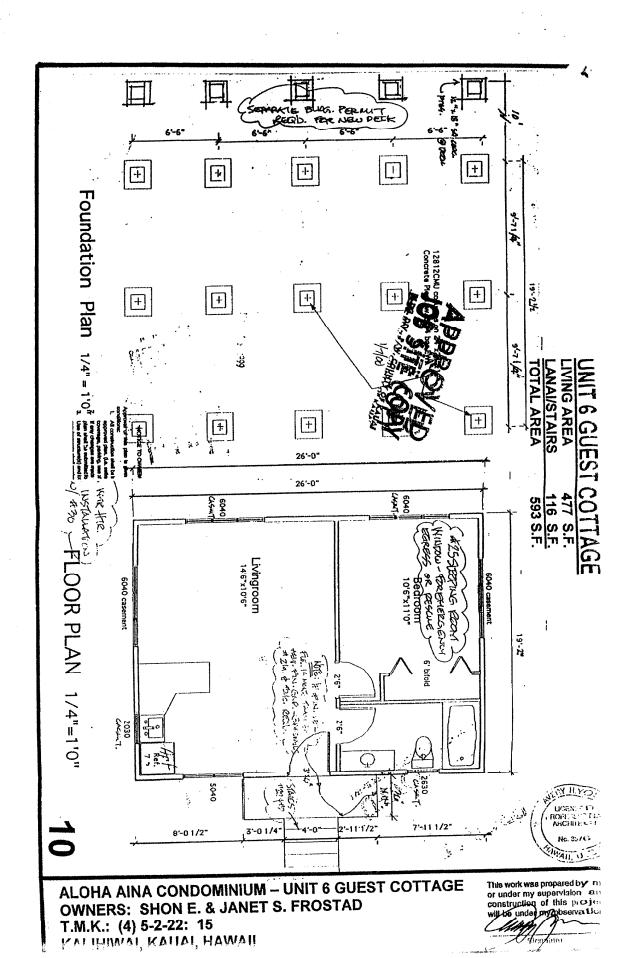
ALOHA AINA CONDOMINIUM – UNIT 4 DWELLING OWNERS: CAMERA OBSCURA, TRUSTEE

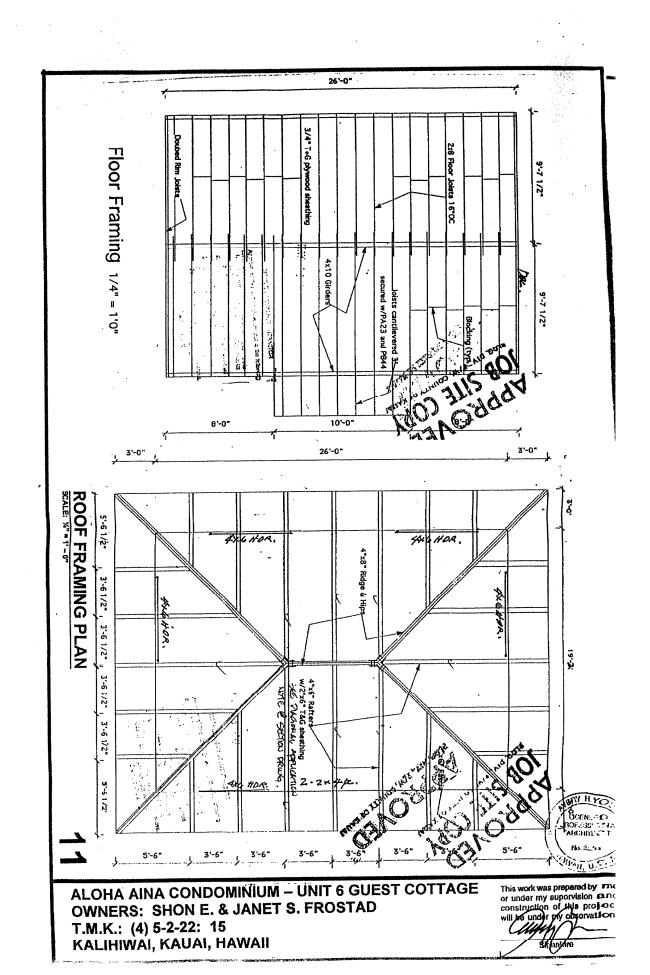
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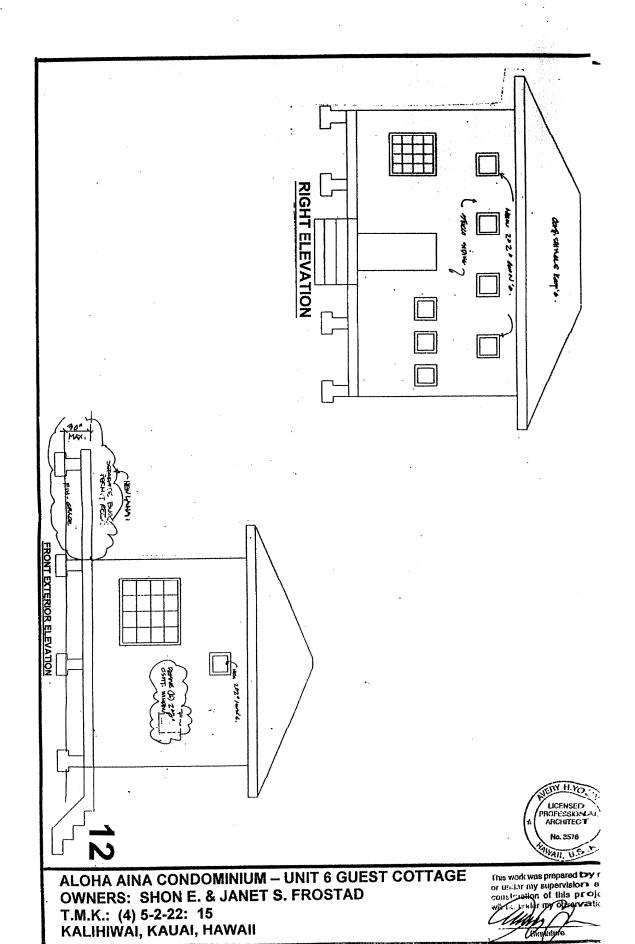
KALIHIWAI, KAUAI, HAWAII

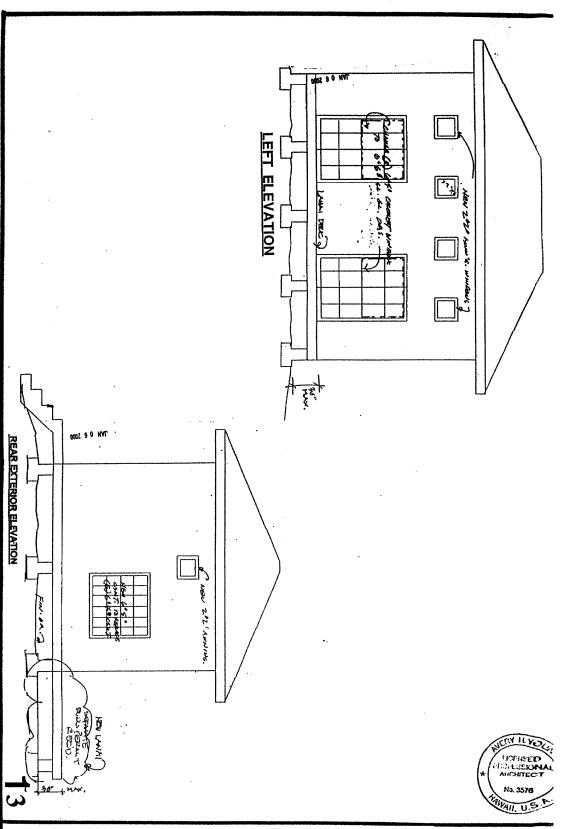
This work was propared by me or under my supervision and construction of this project will be under my observation.

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ALOHA AINA CONDOMINIUM – UNIT 6 GUEST COTTAGE OWNERS: SHON E. & JANET S. FROSTAD T.M.K.: (4) 5-2-22: 15 KALIHIWAI, KAUAI, HAWAII

This work was prepared by or under my supervision a construction of this proj will be under my dependent.