

CONDOMINIUM PUBLIC REPORT

Prepared &

Issued by: Developer Kiahuna Fairways LLC
Address c/o Brookfield Homes Hawaii Inc.
55 Merchant Street, Suite 3000, Honolulu, Hawaii 96813

Project Name(*): PILI MAI AT PO`IPŪ, PHASE II
Address: 2611 Kiahuna Plantation Drive
Koloa, Hawaii 96756

Registration No. 6151

Effective date: November 22, 2006
Expiration date: August 22, 2007

Preparation of this Report:

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

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

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

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

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

Type of Report:

- PRELIMINARY:
(yellow) The developer may not as yet have created the condominium but has filed with the Real Estate Commission minimal information sufficient for a Preliminary Public Report. A Final Public Report will be issued by the developer when complete information is filed.
- CONTINGENT FINAL:
(green) The developer has legally created a condominium and has filed information with the Commission for this report which EXPIRES NINE (9) MONTHS after the above effective date. Contingent Final public reports may not be extended or renewed.
[] No prior reports have been issued.
[X] This report supersedes all prior public reports.
- FINAL:
(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 _____
- SUPPLEMENTARY:
(pink) This report updates information contained in the:
[] Preliminary Public Report dated: _____
[] Final Public Report dated: _____
[] Supplementary Public Report dated: _____
- And [] Supersedes all prior public reports.
[] Must be read together with _____
[] This report reactivates the public report(s) which expired on ____

(*) Exactly as named in the Declaration

This material can be made available for individuals with special needs. Please call the Senior Condominium Specialist at 586-2643 to submit your request.

FORM: RECO- RECO-30 1297 / 0298 / 0800 / 0203 / 0104

Disclosure Abstract: Separate Disclosure Abstract on this condominium project:

Required and attached to this report
Exhibit "K"

Not Required - Disclosures covered in this report.

Summary of Changes from Earlier Public Reports:

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

No prior reports have been issued by the developer.

Changes made are as follows:

1. The Preliminary Public Report with an effective date of April 20, 2006 and the Supplementary Public Report with an effective date of June 5, 2006 (both reports under Registration No. 5951), covered Phases I through V of the Pili Mai at Poi`pū Condominium Project (the "Project"). This Contingent Final Public Report covers only Phase II of the Project; therefore, only disclosures relating to Phase II are included herein.
2. The Declaration of Condominium Property Regime of Pili Mai at Po`ipū dated June 26, 2006 was filed in the Office of the Assistant Registrar of the Land Court of the State of Hawaii ("Office of the Assistant Registrar") as Document No. 3447110.
3. The First Amendment to the Declaration of Condominium Property Regime of Pili Mai at Po`ipū dated September 8, 2006, was filed in the Office of the Assistant Registrar as Land Court Document No. 3479016.
4. The Bylaws of the Association of Apartment Owners of Pili Mai at Po`ipū dated June 26, 2006, were filed in the Office of the Assistant Registrar as Document No. 3447111.
5. The Condominium Map for Pili Mai at Po`ipū was filed in the Office of the Assistant Registrar as Land Court Condo Map No. 1832.

SPECIAL NOTICE

This Contingent Final Public Report covers only Phase II of the Project consisting of the following 39 apartments:
Apartments 9-A through 9-M, 14-A through 14-M and 15-A through 15-M.

The Real Estate Commission issued an effective date of April 20, 2006 for a Preliminary Public Report and June 5, 2006 for a Supplementary Public Report, both reports under Registration No. 5951, for Phases I through V of Pili Mai at Po`ipū, covering 52 to 191 apartments. Subsequently, on September 18, 2006, the Real Estate Commission issued an effective date for a Contingent Final Public Report (Registration No. 5951) covering only the 52 apartments in Phase I.

By the First Amendment to the Declaration of Condominium Property Regime referred to above, the Developer has elected to develop Phase II of the Project so as of the effective date of this Report, the Project will consist of at least Phase I and Phase II of the Project.

This Contingent Final Public Report covers only the 39 apartments in Phase II of the Project. The Developer has reserved the right to further expand the size of the Project by constructing up to three (3) additional phases. The Developer will continue to take non-binding reservations for the remaining apartments covered solely by the Preliminary Public Report, as supplemented, which remaining apartments will eventually be covered under one or more Contingent Final Public Reports and/or Final Public Reports. As apartments become covered by a Contingent Final Public Report or a Final Public Report, the number of apartments covered by the Preliminary Public Report, as supplemented, will be reduced accordingly.

SPECIAL ATTENTION

This Contingent Final Public Report has been prepared by the Developer pursuant to §514A-39.5, HRS. The Real Estate Commission issued this report before the developer submitted certain documents and information as more fully set forth in the statutory notice below. Sales contract executed pursuant to this report **are binding on the buyer under those conditions specified immediately below** and in Part V. B. of this report found on pages 18 & 19 of this report. This report expires nine (9) months after the effective date of the report and may not be extended or renewed.

STATUTORY NOTICE

"The effective date for the Developer's Contingent Final Public Report was issued before the Developer submitted to the Real Estate Commission: the executed and recorded deed or master lease for the project site; the executed construction contract for the project; the building permit; satisfactory evidence of sufficient funds to cover the total project cost; or satisfactory evidence of a performance bond issued by a surety licensed in the State of not less than one hundred percent of the cost of construction, or such other substantially equivalent or similar instrument or security approved by the Commission. Until the Developer submits each of the foregoing items to the Commission, all Purchaser deposits will be held by the escrow agent in a federally-insured, interest-bearing account at a bank, savings and loan association, or trust company authorized to do business in the State. If the Developer does not submit each of the foregoing items to the Commission and the Commission does not issue an effective date for the Final Public Report before the expiration of the Contingent Final Public Report, then:

- (1) The Developer will notify the Purchaser thereof by certified mail; and
- (2) Either the Developer or the Purchaser shall thereafter have the right under Hawaii law to rescind the Purchaser's sales contract. In the event of a rescission, the Developer shall return all of the Purchaser's deposits together with all interest earned thereon, reimbursement of any required escrow fees, and, if the Developer required the Purchaser to secure a financing commitment, reimburse any fees the Purchaser incurred to secure that financing commitment." (§514A-64.5, HRS)

The developer is not required to submit but has for this registration submitted the following documents and information: None

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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 guests.

Operation of the Condominium Project

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

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

Until there is a sufficient number of buyers 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: Kiahuna Fairways LLC Phone: (808) 676-3300
Name
c/o Brookfield Homes Hawaii Inc.
55 Merchant Street, Suite 3000
Honolulu, Hawaii 96813
Business address

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

See page 5a for the names of the officers of Brookfield Kiahuna LLC, the member of Kiahuna Fairways LLC. As limited liability companies, there are no directors.

Real Estate Broker*: Brookfield Homes Hawaii Inc. Phone: (808) 676-3300
Name
55 Merchant Street, Suite 3000
Honolulu, Hawaii 96813
Business Address

Escrow: Title Guaranty Escrow Services, Inc. Phone: (808) 521-0211
Name
235 Queen Street
Honolulu, Hawaii 96813
Business Address

General Contractor*: Brookfield Homes Hawaii Inc. Phone: (808) 676-3300
Name
55 Merchant Street, Suite 3000
Honolulu, Hawaii 96813
Business Address

Condominium Managing Agent*: Hawaii First, Inc. Phone: (808) 531-5566
Name
800 Bethel Street, Suite 501
Honolulu, Hawaii 96813
Business Address

Attorney for Developer: Chun Rair & Yoshimoto LLP Phone: (808) 528-4200
Name
1000 Bishop Street, Suite 1000
Honolulu, Hawaii 96813
Attention: Janel M. Yoshimoto, Esq.
Business Address

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

Officers of BROOKFIELD KIAHUNA LLC, the Sole Member of KIAHUNA FAIRWAYS LLC:

Jeffrey J. Prostor	President
Elizabeth Zepeda	Secretary
Craig N. Okamoto	Chief Financial Officer and Vice President
David F. Murphy	Assistant Secretary
R. Casey Schnoor	Assistant Secretary
William B. Seith	Assistant Secretary

II. CREATION OF THE CONDOMINIUM; CONDOMINIUM DOCUMENTS

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

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

The Declaration for this condominium is:

Proposed
 Recorded - Bureau of Conveyances: Document No. _____
Book _____ Page _____
 Filed - Land Court: Document No. 3447110

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

The First Amendment to the Declaration of Condominium Property Regime of Pili Mai at Poi`pū, dated September 8, 2006, and filed in the Office of the Assistant Registrar of the Land Court of the State of Hawaii as Land Court Document No. 3479016.

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

The Condominium Map for this condominium project is:

Proposed
 Recorded - Bureau of Conveyances Condo Map No. _____
 Filed - Land Court Condo Map No. 1832

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

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

The Bylaws for this condominium are:

Proposed
 Recorded - Bureau of Conveyances: Document No. _____
Book _____ Page _____
 Filed - Land Court: Document No. 3447111

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

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

The House Rules for this condominium are:*

Proposed Adopted Developer does not plan to adopt House Rules

* The house rules are described in Exhibit "A".

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

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

	<u>Minimum Set by Law</u>	<u>This Condominium</u>
Declaration (and Condo Map)	75%*	<u>67%**</u>
Bylaws	65%	<u>67%**</u>
House Rules	---	<u>Majority of Board of Directors</u>

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

** This condominium project was created prior to July 1, 2006 pursuant to the requirements of Chapter 514A, Hawaii Revised Statutes, as amended (the "Condominium Property Act") and is being registered pursuant to the applicable provisions of the Condominium Property Act. However, with respect to the operation, administration and management of the project on or after July 1, 2006, the applicable provisions of Chapter 514B, Hawaii Revised Statutes (the "New Condominium Property Act") that went into effect as of July 1, 2006 shall govern. Accordingly, pursuant to the New Condominium Property Act a minimum of only 67% of the common interest must vote or give written consent to change the Declaration and Bylaws.

2. **Developer:**

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

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

III. THE CONDOMINIUM PROJECT

A. Interest to be Conveyed to Buyer:

[X] Fee Simple: Individual apartments and the common elements, which include the underlying land, will be in fee simple.

[] Leasehold or Sub-leasehold: 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.

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

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

Lease Rent Payable: [] Monthly [] Quarterly
[] Semi-Annually [] Annually

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

For Sub-leaseholds:

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

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

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

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

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

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

Lease Rent Payable: [] Monthly [] Quarterly
[] Semi-Annually [] Annually

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

[] Other:

IMPORTANT INFORMATION ON LEASEHOLD CONDOMINIUM PROJECTS

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

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

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

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

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

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

B. Underlying Land:

Address: 2611 Kiahuna Plantation Drive Tax Map Key (TMK): (4) 2-8-014:033
Koloa, Hawaii 96756

[] Address [X] TMK is expected to change because CPR numbers will be issued for each apartment.

Land Area: 19.125* [] square feet [✓] acre(s) Zoning: R-10

* The Developer intends to develop the Underlying Land in five (5) phases (the first phase being called "Phase I", and each additional phase being called "Phase II", "Phase III", "Phase IV" and "Phase V", respectively). The Developer has currently elected to develop Phase I and Phase II of the Project, but this public report covers only Phase II, which consists of thirty-nine (39) apartments of the 91 total apartments in the Project. To the extent the Declarant does not elect to further expand the size of the Project, the Declarant has reserved the right pursuant to Section T of the Declaration to subdivide and withdraw unused portions of the Underlying Land.

Fee Owner: Kiahuna Fairways LLC
 Name
c/o Brookfield Homes Hawaii Inc.
55 Merchant Street, Suite 3000
Honolulu, Hawaii 96813
 Address

Lessor: N/A
 Name
 Address

C. **Buildings and Other Improvements:**

1. New Building(s)
 Conversion of Existing Building(s)
 Both New Building(s) and Conversion
2. Number of Buildings: 3 Floors Per Building 3 (Phase II only)
 Number of Buildings: 7 Floors Per Building 3 (Phases I and II combined)

Exhibits "C-1 and C-2" contain further explanation.

3. Principal Construction Material:

Concrete Hollow Tile Wood
 Other Glass and allied construction materials

4. Uses Permitted by Zoning:

		<u>No. of Apts.</u>	<u>Use Permitted By Zoning</u>	
<input checked="" type="checkbox"/>	Residential	<u>39*</u>	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No
<input type="checkbox"/>	Commercial	<u>N/A</u>	<input type="checkbox"/> Yes	<input type="checkbox"/> No
<input type="checkbox"/>	Mix Res/Comm	<u>N/A</u>	<input type="checkbox"/> Yes	<input type="checkbox"/> No
<input type="checkbox"/>	Hotel	<u>N/A</u>	<input type="checkbox"/> Yes	<input type="checkbox"/> No
<input type="checkbox"/>	Timeshare	<u>N/A</u>	<input type="checkbox"/> Yes	<input type="checkbox"/> No
<input type="checkbox"/>	Ohana	<u>N/A</u>	<input type="checkbox"/> Yes	<input type="checkbox"/> No
<input type="checkbox"/>	Industrial	<u>N/A</u>	<input type="checkbox"/> Yes	<input type="checkbox"/> No
<input type="checkbox"/>	Agricultural	<u>N/A</u>	<input type="checkbox"/> Yes	<input type="checkbox"/> No
<input type="checkbox"/>	Recreational	<u>N/A</u>	<input type="checkbox"/> Yes	<input type="checkbox"/> No
<input checked="" type="checkbox"/>	Other: <u>Fractional Ownership**</u>	<u>N/A</u>	<input type="checkbox"/> Yes	<input type="checkbox"/> No

* As of the effective date of this Report, the Developer has elected to construct Phases I and II of the Project; therefore, the Project currently consists of a total of ninety-one (91) apartments, although **this Report only covers the thirty-nine (39) apartments contained in Phase II.** If Developer elects to further expand the size of the Project pursuant to its reserved rights under Section S.3 of the Declaration of Condominium Property Regime, there will be a total of 128 apartments following the construction of Phase III; a total of 165 apartments following the construction of Phase IV of the Project; and a total of 191 apartments following the construction of Phase V of the Project.

** The Developer has reserved the right to establish fractional ownership plans for the project or to authorize or otherwise consent to fractional ownership use in a recorded document. The Declaration defines "fractional ownership plan" as any plan or program in which the use, occupancy or possession of one or more apartments, appurtenant limited common elements, and any portions thereof, circulates among various persons for a period of sixty (60) days or more in any year for any occupant.

Is/Are this/these use(s) specifically permitted by the project's Declaration or Bylaws?
 Yes No

5. Special Use Restrictions:

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

- Pets: An owner may raise, keep and maintain not more than one (1) generally recognized domestic house pet, such as a dog or cat that does not exceed one hundred (100) pounds in weight when fully grown.
- Number of Occupants: _____
- Other: The apartment may be rented for transient purposes, but may not be rented for hotel purposes. Developer reserves the right to establish fractional ownership plans for the Project provided that the Developer creates the fractional ownership plan or authorizes or consents to that use in a recorded document. Additional restrictions on use and occupancy are contained in the House Rules which are described in Exhibit "A".
- There are no special use restrictions.

6. Interior (fill in appropriate numbers):

		Phase II only			
Elevators: <u>0</u>		Stairways: <u>21</u>		Trash Chutes: <u>0</u>	
Apt. Type*	Quantity	BR/BATH	Net Living Area (sf)**	Net Other Area (sf)†	(Identify)
1	1	2 / 2.5	1,296	435	Garage/Lanai/Entry
1R	2	2 / 2.5	1,296	435	Garage/Lanai/Entry
2	3	3 / 3	1,443	618	Garage/Lanai/Entry
2R	3	3 / 3	1,443	618	Garage/Lanai/Entry
2A	3	3 / 3	1,443	498	Garage/Lanai/Entry
2AR	3	3 / 3	1,443	498	Garage/Lanai/Entry
3	1	2 / 2.5	1,208	811	Garage/Lanai/Entry/Courtyard
3R	2	2 / 2.5	1,208	811	Garage/Lanai/Entry/Courtyard
3T	1	2 / 2.5	1,229	728	Garage/Lanai/Entry/Courtyard
3TR	2	2 / 2.5	1,229	728	Garage/Lanai/Entry/Courtyard
4	1	3 / 3	1,478	561	Garage/Lanai/Entry/Courtyard
4R	2	3 / 3	1,478	561	Garage/Lanai/Entry/Courtyard
4A	1	3 / 3	1,478	430	Garage/Lanai/Entry
4AR	2	3 / 3	1,478	430	Garage/Lanai/Entry
5	1	4 / 3.5	1,850	409	Garage/Lanai/Entry
5R	2	4 / 3.5	1,850	409	Garage/Lanai/Entry
6	1	3 / 2.5	1,576	659	Garage/Lanai/Entry
6R	2	3 / 2.5	1,576	659	Garage/Lanai/Entry
6T	1	3 / 2.5	1,602	608	Garage/Lanai/Entry
6TR	2	3 / 2.5	1,602	608	Garage/Lanai/Entry
7	1	2 / 2.5	1,277	480	Garage/Lanai/Entry
7R	2	2 / 2.5	1,277	480	Garage/Lanai/Entry
Total Number of Apartments:			<u>39</u>		

		Phases I and II			
Elevators: <u>0</u>		Stairways: <u>49</u>		Trash Chutes: <u>0</u>	
Apt. Type*	Quantity	BR/BATH	Net Living Area (sf)**	Net Other Area (sf)†	(Identify)
1	4	2 / 2.5	1,296	435	Garage/Lanai/Entry
1R	3	2 / 2.5	1,296	435	Garage/Lanai/Entry
2	7	3 / 3	1,443	618	Garage/Lanai/Entry
2R	7	3 / 3	1,443	618	Garage/Lanai/Entry
2A	7	3 / 3	1,443	498	Garage/Lanai/Entry
2AR	7	3 / 3	1,443	498	Garage/Lanai/Entry
3	4	2 / 2.5	1,208	811	Garage/Lanai/Entry/Courtyard
3R	3	2 / 2.5	1,208	811	Garage/Lanai/Entry/Courtyard
3T	4	2 / 2.5	1,229	728	Garage/Lanai/Entry/Courtyard
3TR	3	2 / 2.5	1,229	728	Garage/Lanai/Entry/Courtyard
4	4	3 / 3	1,478	561	Garage/Lanai/Entry/Courtyard
4R	3	3 / 3	1,478	561	Garage/Lanai/Entry/Courtyard
4A	4	3 / 3	1,478	430	Garage/Lanai/Entry
4AR	3	3 / 3	1,478	430	Garage/Lanai/Entry
5	4	4 / 3.5	1,850	409	Garage/Lanai/Entry
5R	3	4 / 3.5	1,850	409	Garage/Lanai/Entry
6	4	3 / 2.5	1,576	659	Garage/Lanai/Entry
6R	3	3 / 2.5	1,576	659	Garage/Lanai/Entry
6T	4	3 / 2.5	1,602	608	Garage/Lanai/Entry
6TR	3	3 / 2.5	1,602	608	Garage/Lanai/Entry
7	4	2 / 2.5	1,277	480	Garage/Lanai/Entry
7R	3	2 / 2.5	1,277	480	Garage/Lanai/Entry
Total Number of Apartments:			<u>91</u>		

* See Exhibit "C" for a further discussion of the apartment types.

** Net Living Area is the floor area of the apartment measured from the interior surface of the apartment perimeter and party walls. The Net Living Area does not include the floor area of the garage, lanais, or entry.

† If calculated in the same manner as the Apartments, the garages would be either 231 or 314 square feet; each of the lanais would be between 54 and 202 square feet; each of the entry areas would be between 52 and 195 square feet and each courtyard would be between 131 and 268 square feet.

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:

See Exhibit "D"

Permitted Alterations to Apartments:

See Exhibits "E" and "N"

Apartments Designated for Owner-Occupants Only:

Fifty percent (50%) of **residential** apartments must be so designated; developer has a right to substitute similar apartments for those apartments already designated. Developer must provide this information either in a published announcement or advertisement as required by section 514A-102, HRS; or include the information here in this public report and in the announcement (see attachment 11a). Developer has elected to provide the information in a published announcement or advertisement.

7. Parking Stalls:

Total Parking Stalls: 87 (Phase II only, 39 apartments)

	<u>Regular</u>		<u>Compact</u>		<u>Tandem</u>		<u>Total</u>
	<u>Covered</u>	<u>Open</u>	<u>Covered</u>	<u>Open</u>	<u>Covered</u>	<u>Open</u>	
Assigned (for each unit)	<u>39</u>	<u>14</u>	<u> </u>	<u> </u>	<u> </u>	<u>24</u>	<u>77</u>
Guest Unassigned	<u> </u>	<u>10</u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u>10</u>
Extra for Purchase	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Other:	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Covered & Open:	<u>63</u>	<u> </u>	<u> </u>	<u> </u>	<u>24</u>	<u> </u>	<u>87</u>

Total Parking Stalls: 194 (Phases I and II, 91 total apartments)

	<u>Regular</u>		<u>Compact</u>		<u>Tandem</u>		<u>Total</u>
	<u>Covered</u>	<u>Open</u>	<u>Covered</u>	<u>Open</u>	<u>Covered</u>	<u>Open</u>	
Assigned (for each unit)	<u>91</u>	<u>36</u>	<u> </u>	<u> </u>	<u> </u>	<u>52</u>	<u>179</u>
Guest Unassigned	<u> </u>	<u>15</u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u>15</u>
Extra for Purchase	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Other:	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Covered & Open:	<u>142</u>	<u> </u>	<u> </u>	<u> </u>	<u>52</u>	<u> </u>	<u>194</u>

Each apartment will have the exclusive use of at least 1 parking stall(s).
Buyers are encouraged to find out which stall(s) will be available for their use.

Commercial parking garage permitted in condominium project.

Exhibit "F" contains additional information on parking stalls for this condominium project.

8. Recreational and Other Common Facilities:

There are no recreational or common facilities.

Swimming pool* Storage Area Recreation Area*

Laundry Area Tennis Court Trash Chute/Enclosure(s)

Other: Private lanes or roadways and motor courts which provide access from Kiahuna Plantation Drive (a private roadway over which Developer, its successors and assigns has vehicular access over) to the garages of each apartment. In addition, an office building is planned to be constructed as part of Phase IV of the Project*

* An office building, two (2) swimming pools and a recreation building that includes a kitchen, restrooms and fitness center are planned to be constructed as part of Phase IV of the Project. Accordingly, all of these recreational and common facilities will be included in the Project only if the developer elects to construct Phase IV of the Project.

9. Compliance With Building Code and Municipal Regulations; Cost to Cure Violations

There are no violations. Violations will not be cured.

Violations and cost to cure are listed below. Violations will be cured by _____.
(Date)

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

N/A

11.

Conformance to Present Zoning Code

a. No variances to zoning code have been granted.

Variance(s) to zoning code was/were granted as follows:

Other:

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

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

	<u>Conforming</u>	<u>Non-Conforming</u>	<u>Illegal</u>
Uses	<u>Yes</u>	_____	_____
Structures	<u>Yes</u>	_____	_____
Lot	<u>Yes</u>	_____	_____

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

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

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

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

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

described in Exhibit "G".

as follows:

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

There are no limited common elements in this project.

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

described in Exhibit "H".

as follows:

*NOTE: Land areas referenced herein are not legally subdivided lots.

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

described in Exhibits "I -1" and "I-2".

as follows:

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

Exhibit "J" describes the encumbrances against the title contained in the title report dated September 13, 2006 and issued by Title Guaranty of Hawaii, Inc.

Blanket Liens:

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

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

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

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

<u>Type of Lien</u>	<u>Effect on Buyer's Interest and Deposit if Developer Defaults or Lien is Foreclosed Prior to Conveyance</u>
First Mortgage. Further, Developer may obtain a future development and/or construction loan and secure the loan with a blanket mortgage on the entire project.	Buyer's sales contract will be subject to termination. If sales contract is terminated, all monies held in escrow will be returned to Buyer, less escrow cancellation fee.

F. Construction Warranties:

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

1. Building and Other Improvements:

See Exhibit "K"

2. Appliances:

See Exhibit "K"

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

The Developer anticipates construction of Phase II will start in approximately December, 2006 and is expected to be completed by December, 2008.

H. **Project Phases:**

The developer [X] has [] 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):

The Developer intends to develop the underlying Land described in Section III.B of this public report in five (5) phases (the first phase being called "Phase I", and each additional phase being called "Phase II", "Phase III", "Phase IV" and "Phase V", respectively). As of the effective date of this Report, the Developer has elected to expand the size of the Project pursuant to Section S of the Declaration, by constructing Phase II which consists of thirty-nine (39) apartments, and increases the total size of the Project to ninety-one (91) apartments. **This Report covers Phase II only.** The Developer has reserved the right to further expand the size of the Project pursuant to Section S of the Declaration by constructing up to three (3) additional phases, however, the Developer has no obligation to develop any additional phase subsequent to a prior phase. If Developer elects to further expand the size of the Project, each additional phase shall exist as though it had been developed with Phase I, Phase II and any other prior phase already elected to be constructed as a single condominium property regime. If the Developer elects to further expand the size of the Project by constructing Phase III, the Project will contain a total of one hundred twenty-eight (128) apartments. If an election to construct Phase IV is subsequently made, the Project will contain a total of one hundred sixty-five (165) apartments. Finally, if an election to construct Phase V is subsequently made, the size of the Project will increase to a total of one hundred ninety-one (191) apartments.

IV. CONDOMINIUM MANAGEMENT

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

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

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

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

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

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

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

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

- C. **Utility Charges for Apartments:**

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

None Electricity (Common Elements only Common Elements & Apartments)

Gas (Common Elements only Common Elements & Apartments)

Water Sewer Television Cable

Other _____

V. MISCELLANEOUS

A. Sales Documents Filed With the Real Estate Commission:

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

[x] Notice to Owner Occupants

[x] Specimen Sales Contract
Exhibit "L" contains a summary of the pertinent provisions of the sales contract.

[x] Escrow Agreement dated August 8, 2005 .
Exhibit "N" contains a summary of the pertinent provisions of the escrow agreement.

[x] Other: Specimen Addendum to Sales Contract
Exhibit "M" contains a summary of the pertinent provisions of the addendum to the sales contract, which at the Developer's option, shall be executed by Buyer and the Developer, relating to the Memorandum of Agreement concerning the sharing of any applicable sales premium in connection with the subsequent conveyance of the Unit.

B. Buyer's Right to Cancel Sales Contract:

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

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

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

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

- A) The Developer delivers to the buyer a copy of:
 - 1) Either the Contingent Final Public Report **OR** the Supplementary Public Report which has superseded the Contingent Final Public Report for which an effective date has been issued by the Real Estate Commission; **AND**
 - 2) Any other public report issued by the developer prior to the date of delivery, if the report was not previously delivered to the buyer and if the report has not been superseded;
- B) The buyer is given an opportunity to read the report(s); **AND**
- C) One of the following has occurred:
 - 1) The buyer has signed a receipt for the report(s) and waived the right to cancel; or
 - 2) Thirty (30) days have passed from the time the report(s) were delivered to the buyer; or
 - 3) The apartment is conveyed to the buyer within 30 days from the date the report(s) were delivered to the buyer.

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 **OR** the Supplementary Public Report which has superseded the Final Public Report for which an effective date has been issued by the Real Estate Commission; **AND**
 - 2) Any other public report issued by the developer prior to the date of delivery, if the report was not previously delivered to the buyer and if the report has not been superseded;
- B) The buyer is given an opportunity to read the report(s); **AND**
- C) One of the following has occurred:

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

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

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

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

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

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

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

Website to access official copy of laws: www.capitol.hawaii.gov

Website to access unofficial copy of laws: www.hawaii.gov/dcca/hrs

Website to access rules: www.hawaii.gov/dcca/har

This Public Report is a part of Registration No. 6151 filed with the Real Estate Commission on September 25, 2006.

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

YELLOW paper stock WHITE paper stock PINK paper stock GREEN paper stock

C. **Additional Information Not Covered Above**

1. **Interstate Land Sales Full Disclosure Act.** This Project is also registered under a Statement of Record with the Department of Housing and Urban Development in accordance with the Interstate Land Sales Full Disclosure Act. Buyers are to receive and review a copy of the Property Report portion of the Statement of Record before the sales contract for the purchase of an apartment becomes binding.
2. **Shearwater Bird Population.** Newell's Shearwater birds are generally docile seabirds that are known to travel to Kaua'i during the spring and summer seasons to lay their eggs and nest in the interior portions of the island. The bright lights of populated areas of the island, however, have been known to attract such birds and sometimes cause them to fly into unseen objects and "ground" themselves. Accordingly, exterior lighting for the project will be arranged so as to minimize the impact of Shearwater grounding and buyers should review the project's House Rules for procedures to follow when a grounded Shearwater is found, including notifying as soon as possible property management for the collection of any grounded Shearwater bird, as special handling of the bird should be used to assure proper care and reintroduction of the bird into the environment. Buyer and Buyer's guests and invitees should not personally handle any grounded Shearwater in the Project.
3. **Surrounding Agricultural District Lands.** Buyers are notified that the Project is nearby other lands classified as agricultural district lands and that the operations and activities of such lands include or may include, without limitation, pre-existing or future agricultural, farming, aquacultural or livestock operations and other related activities or uses as may be permitted by law on such lands (collectively, the "Agricultural Activities"), which operations and activities may affect the use and enjoyment of the Project and a buyer's apartment due to odors, noise, dust pollution, heat, smoke, noxious vapors and other nuisances or hazards emanating or deriving from, or incidental to operations on, such lands. Buyers are notified that the Hawaii Right to Farm Act, Chapter 165, Hawaii Revised Statutes, may limit the circumstances under which Agricultural Activities may be deemed a nuisance by a court, official, public servant or public employee.
4. **Establishment of a Master Association.** It is anticipated that a separate owner's association (the "Master Association") shall be established and shall be comprised of the various community associations including the Association of Apartment Owners of Pili Mai at Poi'pū (the "Association") that have been established to govern the several residential and resort projects in the vicinity of this Project. The Master Association shall be responsible for the ownership, maintenance, repair, management and governance of the common roadways, private water facilities, landscaping and other common facilities and amenities that serve or benefit the member associations. The Association shall be entitled to include as part of the assessments made against the owners in this Project, each owner's equitable pro rata share of the Association's assessment by the Master Association. Buyers should refer to Section M.2 of the Declaration and their Condominium Purchase Agreement, Deposit Receipt and Contract for further information regarding the establishment of the Master Association and Developer's reserved right to encumber this Project and apartments with organizational documents of the Master Association.

D. 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.

KIAHUNA FAIRWAYS LLC

Printed Name of Developer

By: 
Duly Authorized Signatory*

9/26/06

Date

Jeffrey J. Prostor, President of Brookfield Kiahuna LLC, as Member of Developer

Printed Name & Title of Person Signing Above

Distribution:

Department of Finance, County of Kaua'i

Planning Department, County of Kaua'i

* 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 "A"

Pili Mai at Po`ipū

Description of Proposed House Rules

The Project will be subject to the Pili Mai at Po`ipū House Rules, a copy of which has been submitted to the Real Estate Commission as part of this registration. These house rules govern the use and occupancy of the units, common elements (including a proposed recreation area with a swimming pool and recreation building) and limited common elements of the Project. For example, these house rules contain restrictions regarding the use of the lanais, courtyards and entry areas, as well as restrictions regarding pets, parking, traffic and noise.

The purpose of the house rules is to protect all owners and occupants from annoyance and nuisance created by the improper conduct or use of the Project and to promote harmonious living and maximum enjoyment of the Project.

All owners, tenants, guests, invitees, licensees and other persons using the Project and their family members must abide by the house rules, and the owners are responsible for the conduct of their tenants, guests, invitees, and licensees. Violations of these house rules are subject to fines, penalties and other enforcement actions by the board of directors or the managing agent.

THE FOREGOING IS A DESCRIPTION OF THE ABOVE HOUSE RULES FOR THE CONVENIENCE OF THE BUYER AND IS NOT INTENDED TO BE AN EXHAUSTIVE LIST OF ALL OF THE TERMS OF THESE HOUSE RULES. THE FULL TEXT OF THE HOUSE RULES SHOULD BE EXAMINED AND CONTROLS OVER THIS SUMMARY.

EXHIBIT "B"

Pili Mai at Po`ipū

Changes to Condominium Documents by Developer

The Developer may amend the Declaration, Bylaws and/or the Condominium Map for the Project as follows:

1. At any time prior to the recording in the Office of the Assistant Registrar of the first unit deed in favor of a buyer, as set forth in Section V.3(a) of the Declaration.
2. At any time prior to the recording in the Office of the Assistant Registrar of unit deeds covering 100% of the units in the Project, to make such amendments: (a) to correct any technical defects or to make non-substantive changes; or (b) as may be required by law, the Real Estate Commission, any title insurance company issuing a title insurance policy on the Project or any of the units, any institutional lender lending funds on the security of the Project or any of the units, or any governmental agency administering governmental loan programs; (c) as may be necessary or desirable as determined by the Declarant to comply with statutory provisions adopted under Chapter 514B of the Condominium Property Act upon or after its effective date; or (d) as may be necessary or desirable as determined by the Developer as a result of conditions or requirements imposed upon the Developer by any governmental agency of the state, county or local government related to the development of the lands comprising the Project, or by any governmental agency of any state, territory, possession or foreign country or other foreign jurisdiction as a condition precedent to the marketing or sale of units in any such jurisdiction. (See Section V.3(b) of the Declaration).
3. At any time, to make such amendments: (a) to file or record the "as built" verified statement required by Section 514A-12 of the Condominium Property Act and/or an amendment to the Condominium Map as provided in Section 514B-34 of the Condominium Property Act; or (b) to exercise or effectuate any rights reserved to the Developer pursuant to the Declaration, including but not limited to Developer's right to make alterations to the Project pursuant to Section R of the Declaration, or to expand the size of the Project by constructing an additional phase or phases pursuant to Section S of the Declaration. (See Section V.3(c) of the Declaration).
4. To reflect certain alterations made to the Project by the Developer pursuant to its rights under Section R.3 of the Declaration (see Exhibit "E" of this public report).

The Developer may amend the Pili Mai at Po`ipū House Rules prior to the termination of the Developer's control period. (See Article II, Section 2 of the Bylaws, as may be amended, and Section 12 of the Pili Mai at Po`ipū House Rules).

EXHIBIT C-1

PHASE I

BUILDINGS, UNITS, PARKING AND COMMON INTERESTS

RESIDENTIAL BUILDING TYPES.

Phase I of the Project includes four (4) detached residential buildings, designated as Buildings 10 through 13, as shown on the Condominium Map. None of the buildings will have basements.

There are two (2) residential building types in Phase I of the Project, as shown on the Condominium Map. Buildings 10, 11 and 13 are all Type 100 buildings. Building 12 is a Type 100R building. The building types are described below:

Building Type 100. Each Type 100 building contains a total of thirteen (13) Units within three floor levels. One ground floor end-unit is a single-story unit of Unit Plan Type 1. The other ground floor end-unit is a single-story unit of Unit Plan Type 4. The remaining four (4) ground floor units are each single-story units consisting of: one (1) Unit Plan Type 2; one (1) Unit Plan Type 2R; one (1) Unit Plan Type 3; and one (1) Unit Plan Type 3T. The layout and location of each Unit are as shown on the Condominium Map. Unit Plan Types that end with the letter "R" mean that such Unit Plan Type is constructed in a reverse floor plan from the Unit Plan Type designated with the number preceding that letter. Therefore, for example, Unit Plan Type 2R means that it is the reverse floor plan of a Unit Plan Type 2. Unit Plan Types that contain the letter "T" mean that such Unit Plan Type has the same floor plan layout as the Unit Plan Type designated with the same number immediately preceding that letter, except that such Unit Plan Type is located under a tower design feature on the third story of the building and therefore, contains different net living area measurements due to the structural requirements related to the increased building elevation of the tower. Further, Unit Plan Types that contain the letter "A" mean that such Unit Plan Type is the same Unit Plan Type designated with the number immediately preceding that letter, except that such Unit Plan Type has its entrance on the second floor of the building; whereas its counterpart has its entrance on the ground floor of the building. Therefore, for example, Unit Plan Type 2AR means that it is the reverse floor plan of a Unit Plan Type 2 and the entrance of that unit is located on the second floor of the building.

Each Type 100 building also contains one (1) end-unit of a Unit Plan Type 5, which is a two-story unit with its entrance located on the second floor of the building. The other second floor end-unit is a single-story unit of Unit Plan Type 4A. The remaining five (5) units in the building, each of which has its entrance located on the second floor of the building, consist of: one (1) single-story unit of Unit Plan Type 2A; one (1) single-story unit of Unit Plan Type 2AR; one (1) two-story unit of Unit Plan Type 6; one (1) two-story unit of Unit Plan Type 6T; and one (1) two-story unit of Unit Plan Type 7. The layout and location of each Unit are as shown on the Condominium Map.

Building Type 100R. The Type 100R building contains a total of thirteen (13) Units within three floor levels with units situated in the reverse order and having the reverse

floor plan of the corresponding units in a Type 100 building. For instance, one of the two (2) ground floor end-units is a single-story unit of Unit Plan Type 4R and the other ground floor end-unit is a single story unit of Unit Plan Type 1R, both of which are situated in the building at the end opposite from their counterpart units (i.e., Unit Plan Type 1 and Unit Plan Type 4) in a Type 100 building.

UNIT PLAN TYPES.

The nine (9) different Unit Plan Types in Phase I of the Project are as described below:

Plan 1 (and Plan 1R): Single-story Unit with two bedrooms, two and one-half bathrooms, two walk-in closets, living area, dining area, kitchen, laundry/service area, an attached one-car garage, and one appurtenant lanai, and one appurtenant entry that are for the exclusive use of said Unit. The net living area of the Unit (which excludes the garage, entry, and lanai) is approximately 1,296 square feet.

Plan 2 (including Plan 2R, Plan 2A and Plan 2AR): Single-story Unit with three bedrooms, three bathrooms, one walk-in closet, living area, dining area, kitchen, laundry/service area, a one-car garage located on the ground floor of the building, and one appurtenant lanai and one appurtenant entry that are for the exclusive use of said Unit. The net living area of the Unit (which excludes the garage, entry and lanai) is approximately 1,443 square feet.

Plan 3 (and Plan 3R): Single-story Unit with two bedrooms, two and one-half bathrooms, two walk-in closets, living area, dining area, kitchen, laundry/service area, an attached one-car garage, and one appurtenant lanai, one appurtenant entry and one appurtenant courtyard that are for the exclusive use of said Unit. The net living area of the Unit (which excludes the garage, entry, lanai and courtyard) is approximately 1,208 square feet.

Plan 3T (and Plan 3TR): Single-story Unit with two bedrooms, two and one-half bathrooms, two walk-in closets, living area, dining area, kitchen, laundry/service area, an attached one-car garage, and one appurtenant lanai, one appurtenant entry and one appurtenant courtyard that are for the exclusive use of said Unit. The net living area of the Unit (which excludes the garage, entry, lanai and courtyard) is approximately 1,229 square feet.

Plan 4 (including Plan 4R, Plan 4A and Plan 4AR): Single-story Unit with three bedrooms, three bathrooms, two walk-in closets, living area, dining area, kitchen, laundry/service area, a one-car garage located on the ground floor of the building, and one appurtenant lanai and one appurtenant entry that are for the exclusive use of said Unit. Plan 4 and Plan 4R only, which are each located on the ground floor of a building, also include an appurtenant courtyard that is for the exclusive use of said Unit. The net living area of the Unit (which excludes the garage, entry, lanai and courtyard (if any)) is approximately 1,478 square feet.

Plan 5 (and Plan 5R): Two-story Unit with four bedrooms and three and one-half bathrooms. The first floor contains two bedrooms and two and one-half bathrooms, living area, dining area, kitchen, two walk-in closets, and laundry/service area, and is

connected by an interior stairway to the second floor, which contains two bedrooms, one bathroom and one walk-in closet. The Unit has a one-car garage located on the ground floor of the building; and one appurtenant lanai and an appurtenant entry that are for the exclusive use of said Unit. The net living area (which excludes the garage, entry and lanai) is approximately 1,850 square feet.

Plan 6 (and Plan 6R): Two-story Unit with three bedrooms and two and one-half bathrooms. The first floor contains one bedroom, one and one-half bathrooms, one walk-in closet, living area, dining area, kitchen, laundry/service area, and is connected by an interior stairway to the second floor, which contains two bedrooms and one bathroom. The Unit has a one-car garage located on the ground floor of the building; and two appurtenant lanais and an appurtenant entry, which begins on the ground floor of the building, that are for the exclusive use of said Unit. The net living area (which excludes the garage, entry and lanais) is approximately 1,576 square feet.

Plan 6T (and Plan 6TR): Two-story Unit with three bedrooms and two and one-half bathrooms. The first floor contains one bedroom, one and one-half bathrooms, one walk-in closet, living area, dining area, kitchen, laundry/service area, and is connected by an interior stairway to the second floor, which contains two bedrooms and one bathroom. The Unit has a one-car garage located on the ground floor of the building; and two appurtenant lanais and an appurtenant entry which begins on the ground floor of the building, that are for the exclusive use of said Unit. The net living area (which excludes the garage, entry and lanais) is approximately 1,602 square feet.

Plan 7 (and Plan 7R): Two-story Unit with two bedrooms and two and one-half bathrooms. The first floor contains one bedroom, one and one-half bathroom, living area, dining area, kitchen, and is connected by an interior stairway to the second floor, which contains one bedroom, a den, one bathroom, one walk-in closet, and a laundry/service area. The Unit has a one-car garage located on the ground floor of the building; and one appurtenant lanai and an appurtenant entry which begins on the ground floor of the building, that are for the exclusive use of said Unit. The net living area (which excludes the garage, entry and lanai) is approximately 1,277 square feet.

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EXHIBIT C-2

PHASE II

BUILDINGS, UNITS, PARKING AND COMMON INTERESTS

RESIDENTIAL BUILDING TYPES.

Phase II of the Project includes three (3) detached residential buildings, designated as Buildings 9, 14 and 15, as shown on the Condominium Map. None of the buildings will have basements.

There are two (2) residential building types in Phase II of the Project, as shown on the Condominium Map. Building 9 is a Type 100 building. Buildings 14 and 15 are Type 100R buildings. The building types are described below:

Building Type 100. Each Type 100 building contains a total of thirteen (13) Units within three floor levels. One ground floor end-unit is a single-story unit of Unit Plan Type 1. The other ground floor end-unit is a single-story unit of Unit Plan Type 4. The remaining four (4) ground floor units are each single-story units consisting of: one (1) Unit Plan Type 2; one (1) Unit Plan Type 2R; one (1) Unit Plan Type 3; and one (1) Unit Plan Type 3T. The layout and location of each Unit are as shown on the Condominium Map. Unit Plan Types that end with the letter "R" mean that such Unit Plan Type is constructed in a reverse floor plan from the Unit Plan Type designated with the number preceding that letter. Therefore, for example, Unit Plan Type 2R means that it is the reverse floor plan of a Unit Plan Type 2. Unit Plan Types that contain the letter "T" mean that such Unit Plan Type has the same floor plan layout as the Unit Plan Type designated with the same number immediately preceding that letter, except that such Unit Plan Type is located under a tower design feature on the third story of the building and therefore, contains different net living area measurements due to the structural requirements related to the increased building elevation of the tower. Further, Unit Plan Types that contain the letter "A" mean that such Unit Plan Type is the same Unit Plan Type designated with the number immediately preceding that letter, except that such Unit Plan Type has its entrance on the second floor of the building; whereas its counterpart has its entrance on the ground floor of the building. Therefore, for example, Unit Plan Type 2AR means that it is the reverse floor plan of a Unit Plan Type 2 and the entrance of that unit is located on the second floor of the building.

Each Type 100 building also contains one (1) end-unit of a Unit Plan Type 5, which is a two-story unit with its entrance located on the second floor of the building. The other second floor end-unit is a single-story unit of Unit Plan Type 4A. The remaining five (5) units in the building, each of which has its entrance located on the second floor of the building, consist of: one (1) single-story unit of Unit Plan Type 2A; one (1) single-story unit of Unit Plan Type 2AR; one (1) two-story unit of Unit Plan Type 6; one (1) two-story unit of Unit Plan Type 6T; and one (1) two-story unit of Unit Plan Type 7. The layout and location of each Unit are as shown on the Condominium Map.

Building Type 100R. Each Type 100R building contains a total of thirteen (13) Units within three floor levels with units situated in the reverse order and having the reverse

floor plan of the corresponding units in a Type 100 building. For instance, one of the two (2) ground floor end-units is a single-story unit of Unit Plan Type 4R and the other ground floor end-unit is a single story unit of Unit Plan Type 1R, both of which are situated in the building at the end opposite from their counterpart units (i.e., Unit Plan Type 1 and Unit Plan Type 4) in a Type 100 building.

UNIT PLAN TYPES.

The nine (9) different Unit Plan Types in Phase II of the Project are as described below:

Plan 1 (and Plan 1R): Single-story Unit with two bedrooms, two and one-half bathrooms, two walk-in closets, living area, dining area, kitchen, laundry/service area, an attached one-car garage, and one appurtenant lanai and one appurtenant entry that are for the exclusive use of said Unit. The net living area of the Unit (which excludes the garage, entry, and lanai) is approximately 1,296 square feet.

Plan 2 (including Plan 2R, Plan 2A and Plan 2AR): Single-story Unit with three bedrooms, three bathrooms, one walk-in closet, living area, dining area, kitchen, laundry/service area, a one-car garage located on the ground floor of the building, and one appurtenant lanai and one appurtenant entry that are for the exclusive use of said Unit. The net living area of the Unit (which excludes the garage, entry and lanai) is approximately 1,443 square feet.

Plan 3 (and Plan 3R): Single-story Unit with two bedrooms, two and one-half bathrooms, two walk-in closets, living area, dining area, kitchen, laundry/service area, an attached one-car garage, and one appurtenant lanai, one appurtenant entry and one appurtenant courtyard that are for the exclusive use of said Unit. The net living area of the Unit (which excludes the garage, entry, lanai and courtyard) is approximately 1,208 square feet.

Plan 3T (and Plan 3TR): Single-story Unit with two bedrooms, two and one-half bathrooms, two walk-in closets, living area, dining area, kitchen, laundry/service area, an attached one-car garage, and one appurtenant lanai, one appurtenant entry and one appurtenant courtyard that are for the exclusive use of said Unit. The net living area of the Unit (which excludes the garage, entry, lanai and courtyard) is approximately 1,229 square feet.

Plan 4 (including Plan 4R, Plan 4A and Plan 4AR): Single-story Unit with three bedrooms, three bathrooms, two walk-in closets, living area, dining area, kitchen, laundry/service area, a one-car garage located on the ground floor of the building, and one appurtenant lanai and one appurtenant entry that are for the exclusive use of said Unit. Plan 4 and Plan 4R only, which are each located on the ground floor of a building, also include an appurtenant courtyard that is for the exclusive use of said Unit. The net living area of the Unit (which excludes the garage, entry, lanai and courtyard (if any)) is approximately 1,478 square feet.

Plan 5 (and Plan 5R): Two-story Unit with four bedrooms and three and one-half bathrooms. The first floor contains two bedrooms and two and one-half bathrooms, living area, dining area, kitchen, two walk-in closets, and laundry/service area, and is

connected by an interior stairway to the second floor, which contains two bedrooms, one bathroom and one walk-in closet. The Unit has a one-car garage located on the ground floor of the building; and one appurtenant lanai and an appurtenant entry that are for the exclusive use of said Unit. The net living area (which excludes the garage, entry and lanai) is approximately 1,850 square feet.

Plan 6 (and Plan 6R): Two-story Unit with three bedrooms and two and one-half bathrooms. The first floor contains one bedroom, one and one-half bathrooms, one walk-in closet, living area, dining area, kitchen, laundry/service area, and is connected by an interior stairway to the second floor, which contains two bedrooms and one bathroom. The Unit has a one-car garage located on the ground floor of the building; and two appurtenant lanais and an appurtenant entry, which begins on the ground floor of the building, that are for the exclusive use of said Unit. The net living area (which excludes the garage, entry and lanais) is approximately 1,576 square feet.

Plan 6T (and Plan 6TR): Two-story Unit with three bedrooms and two and one-half bathrooms. The first floor contains one bedroom, one and one-half bathrooms, one walk-in closet, living area, dining area, kitchen, laundry/service area, and is connected by an interior stairway to the second floor, which contains two bedrooms and one bathroom. The Unit has a one-car garage located on the ground floor of the building; and two appurtenant lanais and an appurtenant entry which begins on the ground floor of the building, that are for the exclusive use of said Unit. The net living area (which excludes the garage, entry and lanais) is approximately 1,602 square feet.

Plan 7 (and Plan 7R): Two-story Unit with two bedrooms and two and one-half bathrooms. The first floor contains one bedroom, one and one-half bathroom, living area, dining area, kitchen, and is connected by an interior stairway to the second floor, which contains one bedroom, a den, one bathroom, one walk-in closet, and a laundry/service area. The Unit has a one-car garage located on the ground floor of the building; and one appurtenant lanai and an appurtenant entry which begins on the ground floor of the building, that are for the exclusive use of said Unit. The net living area (which excludes the garage, entry and lanai) is approximately 1,277 square feet.

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EXHIBIT "D"

Pili Mai at Po`ipū

Boundaries of Each Unit

The boundaries of each unit in this condominium project shall be the perimeter and party walls, floors and ceilings of each unit. The units shall not be deemed to include: the lanai(s) (regardless of whether or not the lanai(s) is/are extended or enclosed); the undecorated or unfinished surfaces of the perimeter or party walls or interior load-bearing walls; the unfinished floors and ceilings located within or surrounding each unit; or any pipes, wires, conduits or other utility or service lines running through such unit which are utilized for, or serve, more than one (1) unit; all of which shall be deemed common elements. Each unit shall be deemed to include: the appurtenant one-car garage; all the walls and partitions which are not load-bearing within the perimeter or party walls; the interior decorated or finished surfaces of all perimeter, party and load-bearing walls; the interior decorated or finished surfaces of all floors, ceilings and roofs; the interior stairways; all doors (including the garage door and lanai doors) and door frames, including the exterior unfinished surfaces thereof; all windows and window frames, including the exterior unfinished surfaces thereof; all doorknobs; and all fixtures originally installed or contained therein.

EXHIBIT "E"

Pili Mai at Po`ipū

Permitted Alterations to Units

Alterations to the units in this condominium project are permitted under Section R of the Declaration, which provides the following:

1. General.

(a) Except as otherwise provided in the Declaration, restoration, repair or replacement of the Project or of any building or other facility or construction of any additional building or structural alteration or addition to any structure, different in any material respect from the Condominium Map (the "Proposed Alterations"), shall be undertaken by the Association or any unit owner(s) only pursuant to an amendment of the Declaration, duly executed by or pursuant to the approval or written consent of unit owners holding at least sixty-seven percent (67%) of the total common interests of the Project, together with the approval or written consent of (i) all unit owners whose unit or limited common elements appurtenant thereto are directly affected (as determined in a reasonable manner by the Board of Directors) by the Proposed Alterations; and (ii) the holders of first mortgage liens encumbering any unit directly affected by the Proposed Alterations (if the lien holders require such approval). For purposes of this paragraph 1(a), notwithstanding the provisions of the Condominium Property Act, the installation of solar energy devices on any unit (including any appurtenant garage) shall require the approval or written consent of unit owners holding at least sixty-seven percent (67%) of the total common interests of the Project.

(b) The Proposed Alterations shall be in accordance with plans and specifications for the Proposed Alterations prepared by a licensed architect or licensed professional engineer and approved by (i) the Board of Directors, (ii) the Project Design Review Committee in accordance with the Project Design Rules, and (iii) the appropriate agencies of the State of Hawaii and the County of Kauai (if such agencies so require). Descriptions of the Project Design Rules are contained in Exhibit "N".

(c) Promptly upon completion of any Proposed Alteration which is different in any material respect from the Condominium Map, the Association or unit owner(s), whomever requested the Proposed Alteration, shall duly file or record in the Office of the Assistant Registrar an amendment to the Declaration and the Condominium Map showing the Project as so altered, certified as built by a registered architect or licensed professional engineer.

2. Alterations to the Interior of an Unit. Notwithstanding any other provision in the Declaration to the contrary, the owner of a unit may make any alterations or additions within a unit and the owner of any two adjoining units may alter or remove all or portions of the intervening walls, at such owner's expense, if such alterations or additions are not visible from the exterior of the units and if the structural integrity of the building is not thereby affected. The alterations or additions permitted by this section shall require only the written approval of the unit owner's plans and specification therefor, by (a) the Board of Directors; (b) the holders of first mortgage liens affecting such unit(s) (if the lien holders require such approval); (c) the

appropriate agencies of the State of Hawaii and the County of Kauai (if such agencies so require); and (d) all other unit owners thereby directly affected (as determined in a reasonable manner by the Board of Directors). Such alterations or additions may be undertaken without an amendment to the Declaration or filing of a complete set of floor plans of the Project as so altered. Prior to the termination of the common ownership of any two adjoining units, if the intervening walls shall have been altered or removed pursuant to the foregoing provision and any entrances sealed, the owner of such unit shall restore such intervening walls and entrances to substantially the same condition in which they existed prior to such alteration or removal.

3. Alterations by the Developer.

(a) General. Notwithstanding any other provision in the Declaration to the contrary, prior to the later of (i) the recording in the Office of the Assistant Registrar of the unit deed conveying the last unsold unit in the Project to a buyer; or (ii) the filing or recording by the Developer of the "as built" verified statement (with plans, if applicable) required by Section 514A-12 of the Condominium Property Act or an amendment to the Condominium Map pursuant to Section 514B-34 of said Condominium Property Act, as elected by the Developer (Developer hereby reserving the right to elect to certify, execute and file or record the Condominium Map in accordance with Section 514B-34 of the Condominium Property Act after July 1, 2006), but in no event later than twenty-four (24) months after the "date of completion" of the Project, as that term is used in Chapter 507, Part II, Hawaii Revised Statutes, as amended, the Developer, without notice to, or the approval, consent or joinder of, the Association, any unit owner, lienholder, or any other person, shall have the right (which includes the right to amend the Declaration and Condominium Map accordingly) to (A) make alterations in the Project, which change or reverse the configuration of, alter the number of rooms of, decrease or increase the size of, or change the location of any unit (and the limited common elements appurtenant thereto) in the Project which is not sold and recorded; (B) recharacterize and redesignate certain limited common elements as may be appurtenant to a unit as being common elements of the Project which is not sold and recorded; (C) recharacterize and redesignate and/or further covenant or restrict certain common elements of the Project, including recharacterizing and redesignating certain common elements as limited common elements appurtenant to a unit which is not sold and recorded; or (D) make other alterations in the Project, which make minor changes in any unit in the Project or the common elements which do not affect the physical location, design or size of any unit which has been sold and recorded. As used herein, the term "sold and recorded" shall mean and refer to the sale of a unit in the Project and the recording in the Office of the Assistant Registrar of a unit deed conveying the interest in the unit from the Developer to parties not signatory to the Declaration.

EXHIBIT "F"

Pili Mai at Po`ipū

Parking for the Project

Parking for each unit in the Project is provided by a 1-car garage and some units also have an assigned, uncovered parking stall. In addition, there are five (5) visitor parking stalls within Phase I of the Project and an additional ten (10) visitor parking stalls within Phase II for a total of fifteen (15) visitor parking stalls within the Project. Visitor parking stalls are denoted on the Condominium Map by the letter "V".

EXHIBIT "G"

Pili Mai at Po`ipū

Common Elements

1. The underlying land in fee simple.
2. All structural components, such as foundations, floor slabs for the ground floor of any building, columns, girders, beams, supports, undecorated or unfinished perimeter and/or party walls, and load-bearing walls (except for the interior decorated or finished surfaces within each unit), undecorated or unfinished floors and ceilings, the roofs of the buildings, and all exterior walkways, railings, walls and fences enclosing any portion of the Project.
3. All gateways, exterior stairways, fences, grounds, landscaping, walls, retaining walls, uncovered parking stalls, driveways, roadways, lanes, service lanes, concrete aprons, turf blocks, alleyways, pathways, sidewalks, walkways, courtyards, lanais, entrances and entry areas, exits, loading zones, refuse areas and mailboxes which are not located in any Units, whether within or appurtenant to the Project.
4. All ducts, vents, shafts, sewer lines, drainlines, storm drain improvements, gutters, electrical rooms or closets, electrical equipment and fixtures, wiring, irrigation pipelines and sprinklers, pipes, and other central and appurtenant transmission facilities, installations over, under and across the Project which serve more than one unit or any portion of the common elements for services such as power, light, water, drainage, gas, sewer, refuse, telephone and radio and television signal distribution.
5. Phase I includes five (5) visitor parking stalls and Phase II includes an additional ten (10) visitor stalls for a total of fifteen (15) visitor stalls. If the Project is expanded by constructing Phase III, a total of seventeen (17) visitor stalls will be included. If Phase IV is constructed, a total of twenty-seven (27) visitor parking stalls will be included. If Phase V is constructed, a total of thirty-three (33) visitor parking stalls will be included. Visitor stalls are denoted on the Condominium Map by the letter "V".
6. Any and all other apparatus and installations intended for common use and all devices and other parts of the underlying land necessary or convenient to the existence, maintenance and safety of the Condominium Property Regime, or normally in common use.

Note: A recreation area generally consisting of a swimming pool, recreation building, appurtenant deck area, and all associated improvements, as generally shown on the Condominium Map, is planned to be constructed as part of Phase IV of the Project, if Developer elects to construct Phase IV. If constructed, such recreation area and improvements will be designated as common elements of the Project.

EXHIBIT "H"

Pili Mai at Po`ipū

Limited Common Elements

1. Lanai(s). The lanai(s), as shown on the Condominium Map, shall be a limited common element appurtenant to and reserved for the exclusive use of the unit to which it is attached. The lanai(s) shall be deemed to include any extended or enclosed lanai(s).
2. Stairways and Entry Areas. The stairs leading to the entry area and the entry area to the front door of each unit, as shown on the Condominium Map, shall be a limited common element appurtenant to and reserved for the exclusive use of the unit to which it provides access.
3. Courtyard. The courtyard(s), as shown on the Condominium Map, located on the exterior of the ground floor of the Unit to which it is immediately adjacent and delineated by the exterior walls of such Unit and any fence and/or planted shrubbery or other plants outlining such courtyard shall be a limited common element appurtenant to and reserved for the exclusive use of that particular unit.
4. Mailbox. The mailbox assigned to a particular unit, but excluding the structure which houses the individual assigned mailboxes, shall be a limited common element appurtenant to and reserved for the exclusive use of such unit.
5. Exterior Area Lighting. The exterior area lighting located, where applicable, outside the unit and/or the garage door.
6. Assigned, Uncovered Parking Stall. Certain units shall have for their exclusive use, one (1) or more parking stalls as noted in Exhibit B-2 of the Declaration.
7. Portions Serving One Unit. The portion of any chute, flue, duct, wire, conduit or any other fixture lying partially within and partially outside the designated boundaries of the unit that serves only that unit.
8. Other. Any other common elements which are rationally related to less than all of the units shall be a limited common element appurtenant to such unit(s), including, but not limited to, areas within the common elements that include air conditioning units, condensation lines or compressors, if any of these apparatus apply, that serve a particular unit.

EXHIBIT "I-1"

PILI MAI AT PO'IPŪ
UNIT COMMON INTERESTS
(PHASES I AND II)

(The Phase II Units covered by this Report are noted in bold below)

The Common Interest appurtenant to each Unit is as follows:

UNIT NUMBER	COMMON INTEREST (%)
9-A	0.9868
9-B	1.4083
9-C	1.0985
9-D	1.0985
9-E	1.1997
9-F	0.9196
9-G	0.9721
9-H	0.9356
9-I	1.2195
9-J	1.0985
9-K	1.0985
9-L	1.1251
9-M	1.1251
10-A	0.9868
10-B	1.4083
10-C	1.0985
10-D	1.0985
10-E	1.1997
10-F	0.9196
10-G	0.9721
10-H	0.9356
10-I	1.2195
10-J	1.0985
10-K	1.0985
10-L	1.1251
10-M	1.1251
11-A	0.9868
11-B	1.4083

UNIT NUMBER	COMMON INTEREST (%)
11-C	1.0985
11-D	1.0985
11-E	1.1997
11-F	0.9196
11-G	0.9721
11-H	0.9356
11-I	1.2195
11-J	1.0985
11-K	1.0985
11-L	1.1251
11-M	1.1251
12-A	1.1251
12-B	1.1251
12-C	1.0985
12-D	1.0985
12-E	1.2195
12-F	0.9356
12-G	0.9721
12-H	0.9196
12-I	1.1997
12-J	1.0985
12-K	1.0985
12-L	1.4083
12-M	0.9866
13-A	0.9868
13-B	1.4083
13-C	1.0985
13-D	1.0985
13-E	1.1997
13-F	0.9196
13-G	0.9721
13-H	0.9356
13-I	1.2195
13-J	1.0985

UNIT NUMBER	COMMON INTEREST (%)
13-K	1.0985
13-L	1.1251
13-M	1.1251
14-A	1.1251
14-B	1.1251
14-C	1.0985
14-D	1.0985
14-E	1.2195
14-F	0.9356
14-G	0.9721
14-H	0.9196
14-I	1.1997
14-J	1.0985
14-K	1.0985
14-L	1.4083
14-M	0.9866
15-A	1.1251
15-B	1.1251
15-C	1.0985
15-D	1.0985
15-E	1.2195
15-F	0.9356
15-G	0.9721
15-H	0.9196
15-I	1.1997
15-J	1.0985
15-K	1.0985
15-L	1.4083
15-M	0.9866
TOTAL	100.0000

EXHIBIT "1-2"

PILI MAI AT PO'IPŪ
UNIT COMMON INTERESTS UPON
EXPANSION OF PROJECT WITH ADDITIONAL PHASE(S)

Apt. No.	Expansion of Project with Phases I, II and III only (128 Units)	Expansion of Project with Phases I, II, III and IV only (165 Units)	Expansion of Project with Phases I, II, III, IV and V (191 Units)
	Common Interest (%)	Common Interest (%)	Common Interest (%)
1-A	0.7024	0.5449	0.4712
1-B	1.0026	0.7784	0.6722
1-C	0.7821	0.6072	0.5243
1-D	0.7821	0.6072	0.5243
1-E	0.8541	0.6631	0.5727
1-F	0.6547	0.5083	0.4390
1-G	0.6920	0.5373	0.4640
1-H	0.6661	0.5171	0.4466
1-I	0.8682	0.6741	0.5821
1-J	0.7821	0.6072	0.5243
1-K	0.7821	0.6072	0.5243
1-L	0.8010	0.6219	0.5371
1-M	0.8010	0.6219	0.5371
2-A	0.7024	0.5449	0.4712
2-B	1.0026	0.7784	0.6722
2-C	0.7821	0.6072	0.5243
2-D	0.7821	0.6072	0.5243
2-E	0.8541	0.6631	0.5727
2-F	0.6547	0.5083	0.4390
2-G	0.6920	0.5373	0.4640
2-H	0.6661	0.5171	0.4466
2-I	0.8682	0.6741	0.5821
2-J	0.7821	0.6072	0.5243
2-K	0.7821	0.6072	0.5243
2-L	0.8010	0.6219	0.5371
2-M	0.8010	0.6219	0.5371
3-A		0.5449	0.4712
3-B		0.7784	0.6722
3-C		0.6072	0.5243
3-D		0.6072	0.5243
3-E		0.6631	0.5727
3-F		0.5083	0.4390

Apt. No.	Expansion of Project with Phases I, II and III only (128 Units)	Expansion of Project with Phases I, II, III and IV only (165 Units)	Expansion of Project with Phases I, II, III, IV and V (191 Units)
	Common Interest (%)	Common Interest (%)	Common Interest (%)
3-G		0.5373	0.4640
3-H		0.5171	0.4466
3-I		0.6741	0.5821
3-J		0.6072	0.5243
3-K		0.6072	0.5243
3-L		0.6219	0.5371
3-M		0.6219	0.5371
4-A		0.6072	0.5243
4-B		0.6072	0.5243
4-C		0.6631	0.5727
4-D		0.5083	0.4390
4-E		0.5373	0.4640
4-F		0.5171	0.4466
4-G		0.6741	0.5821
4-H		0.6072	0.5243
4-I		0.6072	0.5243
4-J		0.6219	0.5371
4-K		0.6219	0.5371
5-A			0.5371
5-B			0.5371
5-C			0.5243
5-D			0.5243
5-E			0.5821
5-F			0.4466
5-G			0.4640
5-H			0.4390
5-I			0.5727
5-J			0.5243
5-K			0.5243
5-L			0.6722
5-M			0.4709
6-A			0.4712
6-B			0.6722
6-C			0.5243
6-D			0.5243
6-E			0.5727
6-F			0.4390
6-G			0.4640

Apt. No.	Expansion of Project with Phases I, II and III only (128 Units)	Expansion of Project with Phases I, II, III and IV only (165 Units)	Expansion of Project with Phases I, II, III, IV and V (191 Units)
	Common Interest (%)	Common Interest (%)	Common Interest (%)
6-H			0.4466
6-I			0.5821
6-J			0.5243
6-K			0.5243
6-L			0.5371
6-M			0.5371
7-A		0.5449	0.4712
7-B		0.7784	0.6722
7-C		0.6072	0.5243
7-D		0.6072	0.5243
7-E		0.6631	0.5727
7-F		0.5083	0.4390
7-G		0.5373	0.4640
7-H		0.5171	0.4466
7-I		0.6741	0.5821
7-J		0.6072	0.5243
7-K		0.6072	0.5243
7-L		0.6219	0.5371
7-M		0.6219	0.5371
8-A	0.8010	0.6219	0.5371
8-B	0.8010	0.6219	0.5371
8-C	0.7821	0.6072	0.5243
8-D	0.7821	0.6072	0.5243
8-E	0.8682	0.6741	0.5821
8-F	0.6661	0.5171	0.4466
8-G	0.6920	0.5373	0.4640
8-H	0.6547	0.5083	0.4390
8-I	0.8541	0.6631	0.5727
8-J	0.7821	0.6072	0.5243
8-K	0.7821	0.6072	0.5243
9-A	0.7024	0.5449	0.4712
9-B	1.0026	0.7784	0.6722
9-C	0.7821	0.6072	0.5243
9-D	0.7821	0.6072	0.5243
9-E	0.8541	0.6631	0.5727
9-F	0.6547	0.5083	0.4390
9-G	0.6920	0.5373	0.4640
9-H	0.6661	0.5171	0.4466

Apt. No.	Expansion of Project with Phases I, II and III only (128 Units)	Expansion of Project with Phases I, II, III and IV only (165 Units)	Expansion of Project with Phases I, II, III, IV and V (191 Units)
	Common Interest (%)	Common Interest (%)	Common Interest (%)
9-I	0.8682	0.6741	0.5821
9-J	0.7821	0.6072	0.5243
9-K	0.7821	0.6072	0.5243
9-L	0.8010	0.6219	0.5371
9-M	0.8010	0.6219	0.5371
10-A	0.7024	0.5449	0.4712
10-B	1.0026	0.7784	0.6722
10-C	0.7821	0.6072	0.5243
10-D	0.7821	0.6072	0.5243
10-E	0.8541	0.6631	0.5727
10-F	0.6547	0.5083	0.4390
10-G	0.6920	0.5373	0.4640
10-H	0.6661	0.5171	0.4466
10-I	0.8682	0.6741	0.5821
10-J	0.7821	0.6072	0.5243
10-K	0.7821	0.6072	0.5243
10-L	0.8010	0.6219	0.5371
10-M	0.8010	0.6219	0.5371
11-A	0.7024	0.5449	0.4712
11-B	1.0026	0.7784	0.6722
11-C	0.7821	0.6072	0.5243
11-D	0.7821	0.6072	0.5243
11-E	0.8541	0.6631	0.5727
11-F	0.6547	0.5083	0.4390
11-G	0.6920	0.5373	0.4640
11-H	0.6661	0.5171	0.4466
11-I	0.8682	0.6741	0.5821
11-J	0.7821	0.6072	0.5243
11-K	0.7821	0.6072	0.5243
11-L	0.8010	0.6219	0.5371
11-M	0.8010	0.6219	0.5371
12-A	0.8010	0.6219	0.5371
12-B	0.8010	0.6219	0.5371
12-C	0.7821	0.6072	0.5243
12-D	0.7821	0.6072	0.5243
12-E	0.8682	0.6741	0.5821
12-F	0.6661	0.5171	0.4466
12-G	0.6920	0.5373	0.4640

Apt. No.	Expansion of Project with Phases I, II and III only (128 Units)	Expansion of Project with Phases I, II, III and IV only (165 Units)	Expansion of Project with Phases I, II, III, IV and V (191 Units)
	Common Interest (%)	Common Interest (%)	Common Interest (%)
12-H	0.6547	0.5083	0.4390
12-I	0.8541	0.6631	0.5727
12-J	0.7821	0.6072	0.5243
12-K	0.7821	0.6072	0.5243
12-L	1.0026	0.7784	0.6722
12-M	0.7024	0.5453	0.4709
13-A	0.7024	0.5449	0.4712
13-B	1.0026	0.7784	0.6722
13-C	0.7821	0.6072	0.5243
13-D	0.7821	0.6072	0.5243
13-E	0.8541	0.6631	0.5727
13-F	0.6547	0.5083	0.4390
13-G	0.6920	0.5373	0.4640
13-H	0.6661	0.5171	0.4466
13-I	0.8682	0.6741	0.5821
13-J	0.7821	0.6072	0.5243
13-K	0.7821	0.6072	0.5243
13-L	0.8010	0.6219	0.5371
13-M	0.8010	0.6219	0.5371
14-A	0.8010	0.6219	0.5371
14-B	0.8010	0.6219	0.5371
14-C	0.7821	0.6072	0.5243
14-D	0.7821	0.6072	0.5243
14-E	0.8682	0.6741	0.5821
14-F	0.6661	0.5171	0.4466
14-G	0.6920	0.5373	0.4640
14-H	0.6547	0.5083	0.4390
14-I	0.8541	0.6631	0.5727
14-J	0.7821	0.6072	0.5243
14-K	0.7821	0.6072	0.5243
14-L	1.0026	0.7784	0.6722
14-M	0.7024	0.5453	0.4709
15-A	0.8010	0.6219	0.5371
15-B	0.8010	0.6219	0.5371
15-C	0.7821	0.6072	0.5243
15-D	0.7821	0.6072	0.5243
15-E	0.8682	0.6741	0.5821
15-F	0.6661	0.5171	0.4466

Apt. No.	Expansion of Project with Phases I, II and III only (128 Units)	Expansion of Project with Phases I, II, III and IV only (165 Units)	Expansion of Project with Phases I, II, III, IV and V (191 Units)
	Common Interest (%)	Common Interest (%)	Common Interest (%)
15-G	0.6920	0.5373	0.4640
15-H	0.6547	0.5083	0.4390
15-I	0.8541	0.6631	0.5727
15-J	0.7821	0.6072	0.5243
15-K	0.7821	0.6072	0.5243
15-L	1.0026	0.7784	0.6722
15-M	0.7024	0.5453	0.4709

EXHIBIT "J"

Pili Mai at Po`ipū

Encumbrances Against Title

1. The terms and provisions, including the failure to comply with any covenants, conditions and reservations, contained in Instrument dated August 27, 1937, filed in the Office of the Assistant Registrar of the Land Court of the State of Hawaii as Land Court Document No. 40955, and also recorded in said Bureau in Liber 1398 at Page 371, by and among THE MCBRYDE SUGAR COMPANY, LIMITED, Party of the First Part, BISHOP TRUST COMPANY, LIMITED, TRUSTEE FOR ERIC A. KNUDSEN AND AUGUSTUS F. KNUDSEN, Parties of the Second Part, ERIC A. KNUDSEN and AUGUSTUS F. KNUDSEN, Parties of the Third Part, and BISHOP TRUST COMPANY, LIMITED, Party of the Fourth Part.
2. DECREE dated June 7, 1951, filed in said Office as Land Court Document No. 135050, which stipulates that Carl E. Schimmelfennig, Petitioner in Equity No. 144 and occupant of R. P. 7269, L. C. Aw. 3606 to Kamae, "is entitled to receive water from the Konohiki of the Ahupuaa of Koloa in a constant stream 24 hours a day in the amount of 45,000 gallons per day."
3. The terms and provisions, including the failure to comply with any covenants, conditions and reservations, contained in the EXCHANGE DEED dated January 28, 1971, filed in said Office as Land Court Document No. 558614, and also recorded in the Bureau of Conveyances of the State of Hawaii in Liber 7947 at Page 418. The foregoing includes, but is not limited to, matters relating to water reservation.
4. The terms and provisions, including the failure to comply with any covenants, conditions and reservations, contained in the DECLARATION OF CONDITIONS, dated July 27, 1977, recorded in said Bureau in Liber 12379 at Page 549.

Said above Declaration was amended by instruments dated July 3, 1978, recorded in said Bureau in Liber 13040 at Page 234, dated December 13, 1979, recorded in said Bureau in Liber 17769 at Page 734, dated November 17, 1997, recorded in said Bureau as Document No. 97-164842, and dated May 12, 1998, recorded in said Bureau as Document No. 98-183117.

5. RIGHT-OF-ENTRY in favor of CITIZENS UTILITIES COMPANY, whose interest is now held by KAUAI ISLAND UTILITY COOPERATIVE, dated September 6, 1983, filed in said Office as Land Court Document No. 1193963, granting an easement for utility purposes.
6. DESIGNATION OF EASEMENT "81" for electrical purposes, as shown on Map 88 of Land Court Application No. 956 and Map 1 of Land Court Consolidation No. 164, as set forth by Land Court Order No. 70366, filed in said Office on July 3, 1984.
7. GRANT TO CITIZENS UTILITIES COMPANY, whose interest is now held by KAUAI ISLAND UTILITY COOPERATIVE, dated December 18, 1984, filed in said Office as Land Court Document No. 1277617. CONSENT was given by KIAHUNA GOLF VILLAGE, INC.,

by instrument dated December 18, 1984, filed in said Office as Land Court Document No. 1277618, granting an easement over said Easement "81".

8. The terms and provisions, including the failure to comply with any covenants, conditions and reservations, contained in the DEED dated September 30, 1987, filed in said Office as Land Court Document No. 1499621, and also recorded in said Bureau in Liber 21190 at Page 377.
9. The terms and provisions, including the failure to comply with any covenants, conditions and reservations, contained in the DECLARATION, WAIVER AND TRANSFER OF ZONING RIGHTS, dated April 1, 2003, filed in said Office as Land Court Document No. 2914814, and also in said Bureau as Document No. 2003-067516.
10. The terms and provisions, including the failure to comply with any covenants, conditions and reservations, contained in the DECLARATION OF KIAHUNA MAUKA PARTNERS LLC AGREEMENT, dated April 11, 2003, filed in said Office as Land Court Document No. 2935816, and also in said Bureau as Document No. 2003-106201.

FIRST AMENDMENT OF DECLARATION OF KIAHUNA MAUKA PARTNERS LLC AGREEMENT, dated August 6, 2004, filed in said Office as Land Court Document No. 3148270.

11. FIRST MORTGAGE in favor of KIAHUNA MAUKA PARTNERS, LLC, a Hawaii limited liability company, dated July 14, 2004, filed in said Office as Land Court Document No. 3136483.
12. ORDER GRANTING KIAHUNA MAUKA PARTNERS, LLC'S MOTION TO AMEND OR MODIFY CONDITION NO. 9 OF DECISION AND ORDER, AS AMENDED IN AUGUST 5, 1997; AND ERIC A. KNUDSEN TRUST'S MOTION TO MODIFY CONDITION NO. 9a OF DECISION AND ORDER dated March 18, 2004, recorded in said Bureau as Document No. 2005-168955, in the Matter of the Petition of MOANA CORPORATION, Docket No. A76-418, to amend the Agricultural Land Use District Boundary into the Urban Land Use District for Approximately 457.54 acres of land situated at Poipu, Island of Kauai, State of Hawaii, TMK Nos. 2-8-14-05, 07, 08; por. 19, 20, 21, 26-36; 2-8-15:77; 2-8-29: 1-94.
13. The terms and provisions, including the failure to comply with any covenants, conditions, and reservations, contained in that certain DECLARATION OF CONDOMINIUM PROPERTY REGIME OF PILI MAI AT PO`IPU, dated June 26, 2006, filed in said Office as Land Court Document No. 3447110, as the same may be amended from time to time.

Said Declaration was amended by instrument dated September 8, 2006, filed in said Office as Land Court Document No. 3479016.
14. CONDOMINIUM MAP No. 1832, as the same may be amended from time to time.
15. The terms and provisions, including the failure to comply with any covenants, conditions and reservations, contained in that certain BYLAWS OF THE ASSOCIATION OF APARTMENT OWNERS OF PILI MAI AT PO`IPU dated June 26, 2006, filed in said Office as Land Court Document No. 3447111, as the same may be amended from time to time.

EXHIBIT "K"

Pili Mai at Po`ipū

Disclosure Abstract

Date: September 20, 2006

Name and Address of Project: Pili Mai at Po`ipū
2611 Kiahuna Plantation Drive
Koloa, Hawaii 96756

Developer: Kiahuna Faiways LLC
c/o Brookfield Homes Hawaii Inc.
55 Merchant Street, Suite 3000
Honolulu, Hawaii 96813
Phone No.: (808) 676-3300

Real Estate Broker: Brookfield Homes Hawaii Inc.
55 Merchant Street, Suite 3000
Honolulu, Hawaii 96813
Phone No.: (808) 676-3300

Managing Agent: Hawaii First, Inc.
800 Bethel Street, Suite 501
Honolulu, Hawaii 996813
Phone No.: (808) 531-5566

Monthly Common Expenses and Monthly Estimated Costs for Each Unit: Exhibits "1A" through "1D" sets out the estimated monthly common expenses and estimated costs for the year based on the Developer's election to expand the size of the project.

DESCRIPTION OF LIMITED WARRANTIES: Upon the Closing of the purchase of the Unit, Seller shall issue to Buyer a limited warranty relating to the construction of the Unit as more particularly set forth in the Limited Warranty Section of the Brookfield Homes Homeowner Manual (the "Homeowner Manual"). The following is a brief summary of the Developer's limited warranty:

The Unit will be covered under a transferable one (1) year LIMITED WARRANTY (the "Limited Warranty"). The Limited Warranty provides coverage for construction defects that occur during the Warranty Period and includes provisions limiting the responsibility and conditions under which it is valid or applicable. The Limited Warranty gives the Buyer specific legal rights. Seller's obligations under the Limited Warranty are expressly conditioned on prompt notification by Buyer of any construction defects as set forth in the Limited Warranty. In addition, the Limited Warranty does not cover certain construction defects that result, either directly or indirectly from certain excluded causes or occurrences as set forth in the Limited

Warranty. None of Seller's employees, salesmen or other agents are authorized to make any warranty other than the Limited Warranty, nor can they extend or in any way alter the Limited Warranty.

- (a) Warranty Period. The coverage of the Limited Warranty begins on the date escrow closes, and except for any exceptions expressly stated in the Homeowner Manual, the coverage of the Limited Warranty expires one (1) year from the Date of Closing. Work done to correct warranty items does not extend coverage beyond the one year period.
- (b) Manufacturers' Warranties. Seller will assign and pass through to the Buyer any manufacturer's or dealer's warranties covering any furnishings, fixtures and appliances that are part of the Unit, for their unexpired terms, to the extent such warranties exist and to the extent that Seller has the right and power to make such an assignment. Buyer shall follow the procedure set forth in the manufacturer's warranty if any defects should appear in that item, and any service request should be made directly to the service representative for the manufacturer. Appliances or consumer products are excluded from the Limited Warranty, unless they constitute a construction defect. Seller makes no representation or warranty with respect to the energy consumption of, or efficiency of, any appliance, equipment, or consumer product, or with respect to energy or utility costs.
- (c) Limitations of Warranty and Seller Liability. Except for the Limited Warranty, Seller makes no other warranties, express or implied, and SELLER EXPRESSLY DISCLAIMS ANY IMPLIED WARRANTY OF HABITABILITY, ANY IMPLIED WARRANTY OF MERCHANTABILITY, ANY IMPLIED WARRANTY OF FITNESS FOR A PARTICULAR PURPOSE OR USE, ANY IMPLIED WARRANTY OF WORKMANSHIP, AND ANY OTHER EXPRESS OR IMPLIED WARRANTIES WITH RESPECT TO THE UNIT, OR THE PROJECT. EXCEPT FOR THE OBLIGATIONS OF SELLER SPECIFICALLY SET FORTH IN THE LIMITED WARRANTY, SELLER SHALL NOT BE LIABLE FOR ANY DIRECT, INDIRECT, SPECIAL, INCIDENTAL, OR CONSEQUENTIAL DAMAGES WHETHER BASED ON CONTRACT, TORT, OR ANY OTHER LEGAL THEORY (REGARDLESS OF WHETHER SELLER HAS BEEN ADVISED OF THE POSSIBILITY OF SUCH DAMAGES).
- (d) Claim Procedure. Buyer will be given three (3) Request for Service forms, one thirty (30) day, one fourth (4th) month and one eleventh (11th) month. Throughout the twelve month warranty period, Buyer will be limited to only these three Requests for Service forms. If any defect appears which Buyer believes should be covered by this Limited Warranty, Buyer shall complete a Request for Service form describing the defect in detail, and mail it to: Service Assurance Department, Brookfield Homes Hawaii Inc., 55 Merchant Street, Suite 3000, Honolulu, Hawaii 96813. Seller will not reimburse Buyer for any repair or other action taken by Buyer without Seller's prior written consent.

THE FOREGOING IS A SUMMARY OF SOME OF THE PERTINENT PROVISIONS OF THE LIMITED WARRANTY FOR THE CONVENIENCE OF THE BUYER AND IS NOT INTENDED TO BE AN EXHAUSTIVE LIST OF ALL OF THE TERMS OF THE LIMITED WARRANTY. THE FULL TEXT OF THE ORIGINAL DOCUMENT SHOULD BE EXAMINED AND CONTROLS OVER THE ABOVE SUMMARY.

KIAHUNA FAIRWAYS LLC,
a Hawaii limited liability company

By BROOKFIELD KIAHUNA LLC,
a Delaware limited liability company
Its Member

By 
Name: Jeffrey J. Prostor
Its President

**ESTIMATE OF INITIAL MAINTENANCE FEES
AND
ESTIMATE OF MAINTENANCE FEE DISBURSEMENTS
FOR
PILI MAI AT PO'IPŪ CONDOMINIUM
PHASE I & II**

Estimate of Initial Maintenance Fees:

Unit Type	PCI %	Monthly Fee	X 12 Months	= Yearly Total
Plan 1	0.9868	\$ 430.98		\$ 5,171.76
Plan 1R	0.9866	\$ 430.90		\$ 5,170.80
Plan 2	1.0985	\$ 479.77		\$ 5,757.24
Plan 2AR	1.0985	\$ 479.77		\$ 5,757.24
Plan 2A	1.0985	\$ 479.77		\$ 5,757.24
Plan 2R	1.0985	\$ 479.77		\$ 5,757.24
Plan 3	0.9196	\$ 401.64		\$ 4,819.68
Plan 3R	0.9196	\$ 401.64		\$ 4,819.68
Plan 3T	0.9356	\$ 408.62		\$ 4,903.44
Plan 3TR	0.9356	\$ 408.62		\$ 4,903.44
Plan 4	1.1251	\$ 491.39		\$ 5,896.68
Plan 4A	1.1251	\$ 491.39		\$ 5,896.68
Plan 4AR	1.1251	\$ 491.39		\$ 5,896.68
Plan 4R	1.1251	\$ 491.39		\$ 5,896.68
Plan 5	1.4083	\$ 615.08		\$ 7,380.96
Plan 5R	1.4083	\$ 615.08		\$ 7,380.96
Plan 6	1.1997	\$ 523.97		\$ 6,287.64
Plan 6R	1.1997	\$ 523.97		\$ 6,287.64
Plan 6T	1.2195	\$ 532.62		\$ 6,391.44
Plan 6TR	1.2195	\$ 532.62		\$ 6,391.44
Plan 7	0.9721	\$ 424.56		\$ 5,094.72
Plan 7R	0.9721	\$ 424.56		\$ 5,094.72

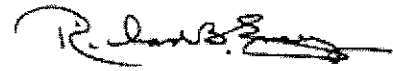
A unit owner shall become obligated for the payment of the share of the common expenses allocated to his unit at the time the certificate of occupancy relating to his unit is issued by the appropriate county agency.

The Real Estate Commission has not reviewed the estimates of maintenance fee assessments and disbursements for their accuracy or sufficiency.

Estimate of Maintenance Fee Disbursements: For maintenance and service of the Common Elements. TV Cable service is provided to the units under a bulk service agreement.

	<u>Monthly Fee</u>	X 12 Months	= <u>Yearly Total</u>
Utilities and Services			
Electricity	\$ 2,400.00		\$ 28,800.00
Gas	\$ 800.00		\$ 9,600.00
Refuse	\$ 1,400.00		\$ 16,800.00
Water/Sewer	\$ 2,500.00		\$ 30,000.00
Telephone	\$ 100.00		\$ 1,200.00
TV Cable Service	\$ 2,704.00		\$ 32,448.00
Pest Control	\$ 400.00		\$ 4,800.00
Wages			
Manager	\$ 2,500.00		\$ 30,000.00
Medical Insurance	\$ 350.00		\$ 4,200.00
Other Employee Benefits and Payroll Taxes	\$ 750.00		\$ 9,000.00
Maintenance, Repairs and Supplies			
Building	\$ 400.00		\$ 4,800.00
Electrical	\$ 100.00		\$ 1,200.00
Grounds Contract	\$ 3,000.00		\$ 36,000.00
Janitorial Contract	\$ 2,000.00		\$ 24,000.00
Tree Trimming	\$ 0.00		\$ 0.00
Other Supplies	\$ 200.00		\$ 2,400.00
Management			
Administrative Supplies	\$ 40.00		\$ 480.00
Audit/Tax Fees	\$ 85.00		\$ 1,020.00
Legal Fees	\$ 50.00		\$ 600.00
Management Fee	\$ 2,345.00		\$ 28,140.00
Management Reimbursable Expenses	\$ 200.00		\$ 2,400.00
Web Site	\$ 54.00		\$ 648.00
GET Taxes	\$ 10.00		\$ 120.00
Insurance			
Condominium Property & Liability Insurance	\$ 14,800.00		\$ 177,600.00
General Liability	\$ 512.00		\$ 6,144.00
Umbrella	\$ 325.00		\$ 3,900.00
Fidelity Bond	\$ 40.00		\$ 480.00
Directors and Officers Liability Insurance	\$ 210.00		\$ 2,520.00
Reserve Fund (*)	\$ 5,400.00		\$ 64,800.00
TOTAL	\$ 43,675.00		\$ 524,100.00

I, Richard Emery, as agent and employed by Hawaii First Inc., the condominium managing agent for the Pili Mai at Po'ipū 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.



Dated: May 23, 2006

(*) 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 "Reserve Fund", the Developer has conducted a reserve study in accordance with §§514A-83.6, and/or 514B-148, 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.

EXPLANATION REGARDING RESERVES

A reserve study (per §§514A-83.6, and/or 514B-148, HRS and Subchapter 6, Title 16, Chapter 107, Hawaii Administrative Rules) has not yet been conducted. The maintenance fees and "Reserve Fund" figure in this Exhibit "1B" are estimates only based upon information obtained by Kiahuna Fairways LLC, and are subject to change at any time.

**ESTIMATE OF INITIAL MAINTENANCE FEES
AND
ESTIMATE OF MAINTENANCE FEE DISBURSEMENTS
FOR
PILI MAI AT PO'IPŪ CONDOMINIUM
PHASE I, II, & III**

Estimate of Initial Maintenance Fees:

Unit Type	PCI %	Monthly Fee	X 12 Months	= Yearly Total
Plan 1	0.7024	\$ 486.55		\$ 5,838.60
Plan 1R	0.7024	\$ 486.55		\$ 5,838.60
Plan 2	0.7821	\$ 541.75		\$ 6,501.00
Plan 2AR	0.7821	\$ 541.75		\$ 6,501.00
Plan 2A	0.7821	\$ 541.75		\$ 6,501.00
Plan 2R	0.7821	\$ 541.75		\$ 6,501.00
Plan 3	0.6547	\$ 453.50		\$ 5,442.00
Plan 3R	0.6547	\$ 453.50		\$ 5,442.00
Plan 3T	0.6661	\$ 461.40		\$ 5,536.80
Plan 3TR	0.6661	\$ 461.40		\$ 5,536.80
Plan 4	0.8010	\$ 554.84		\$ 6,658.08
Plan 4A	0.8010	\$ 554.84		\$ 6,658.08
Plan 4AR	0.8010	\$ 554.84		\$ 6,658.08
Plan 4R	0.8010	\$ 554.84		\$ 6,658.08
Plan 5	1.0026	\$ 694.49		\$ 8,333.88
Plan 5R	1.0026	\$ 694.49		\$ 8,333.88
Plan 6	0.8541	\$ 591.63		\$ 7,099.56
Plan 6R	0.8541	\$ 591.63		\$ 7,099.56
Plan 6T	0.8682	\$ 601.39		\$ 7,216.68
Plan 6TR	0.8682	\$ 601.39		\$ 7,216.68
Plan 7	0.6920	\$ 479.34		\$ 5,752.08
Plan 7R	0.6920	\$ 479.34		\$ 5,752.08

A unit owner shall become obligated for the payment of the share of the common expenses allocated to his unit at the time the certificate of occupancy relating to his unit is issued by the appropriate county agency.

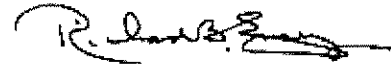
The Real Estate Commission has not reviewed the estimates of maintenance fee assessments and disbursements for their accuracy or sufficiency.

Estimate of Maintenance Fee Disbursements: For maintenance and service of the Common Elements. TV Cable service is provided to the units under a bulk service agreement.

Monthly Fee X 12 Months = Yearly Total

Utilities and Services		
Electricity	\$ 5,000.00	\$ 60,000.00
Gas	\$ 800.00	\$ 9,600.00
Refuse	\$ 2,100.00	\$ 25,200.00
Water/Sewer	\$ 4,500.00	\$ 54,000.00
Telephone	\$ 150.00	\$ 1,800.00
TV Cable Service	\$ 4,056.00	\$ 48,672.00
Pest Control	\$ 600.00	\$ 7,200.00
Wages		
Manager	\$ 3,000.00	\$ 36,000.00
Medical Insurance	\$ 350.00	\$ 4,200.00
Other Employee Benefits and Payroll Taxes	\$ 900.00	\$ 10,800.00
Maintenance, Repairs and Supplies		
Building	\$ 800.00	\$ 9,600.00
Electrical	\$ 200.00	\$ 2,400.00
Grounds Contract	\$ 9,000.00	\$108,000.00
Janitorial Contract	\$ 2,000.00	\$ 24,000.00
Tree Trimming	\$ 0.00	\$ 0.00
Other Supplies	\$ 400.00	\$ 4,800.00
Management		
Administrative Supplies	\$ 100.00	\$ 1,200.00
Audit/Tax Fees	\$ 85.00	\$ 1,020.00
Legal Fees	\$ 100.00	\$ 1,200.00
Management Fee	\$ 2,345.00	\$ 28,140.00
Management Reimbursable Expenses	\$ 400.00	\$ 4,800.00
Web Site	\$ 81.00	\$ 972.00
GET Taxes	\$ 15.00	\$ 180.00
Insurance		
Condominium Property & Liability Insurance	\$ 22,200.00	\$ 266,400.00
General Liability	\$ 512.00	\$ 6,144.00
Umbrella	\$ 325.00	\$ 3,900.00
Fidelity Bond	\$ 40.00	\$ 480.00
Directors and Officers Liability Insurance	\$ 210.00	\$ 2,520.00
Reserve Fund (*)	\$ 9,000.00	\$ 108,000.00
TOTAL	\$ 69,269.00	\$ 831,228.00

I, Richard Emery, as agent and employed by Hawaii First Inc., the condominium managing agent for the Pili Mai at Po'ipū 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.



Dated: May 23, 2006

(*) 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 "Reserve Fund", the Developer has conducted a reserve study in accordance with §§514A-83.6, and/or 514B-148, 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.

EXPLANATION REGARDING RESERVES

A reserve study (per §§514A-83.6, and/or 514B-148, HRS and Subchapter 6, Title 16, Chapter 107, Hawaii Administrative Rules) has not yet been conducted. The maintenance fees and "Reserve Fund" figure in this Exhibit "1C" are estimates only based upon information obtained by Kiahuna Fairways LLC, and are subject to change at any time.

**ESTIMATE OF INITIAL MAINTENANCE FEES
AND
ESTIMATE OF MAINTENANCE FEE DISBURSEMENTS
FOR
PILI MAI AT PO'IPŪ CONDOMINIUM
PHASE I, II, III, & IV**

Estimate of Initial Maintenance Fees:

Unit Type	PCI %	Monthly Fee	X 12 Months	= Yearly Total
Plan 1	0.5449	\$ 431.83		\$ 5,181.96
Plan 1R	0.5453	\$ 432.14		\$ 5,185.68
Plan 2	0.6072	\$ 481.20		\$ 5,774.40
Plan 2AR	0.6072	\$ 481.20		\$ 5,774.40
Plan 2A	0.6072	\$ 481.20		\$ 5,774.40
Plan 2R	0.6072	\$ 481.20		\$ 5,774.40
Plan 3	0.5083	\$ 402.82		\$ 4,833.84
Plan 3R	0.5083	\$ 402.82		\$ 4,833.84
Plan 3T	0.5171	\$ 409.80		\$ 4,917.60
Plan 3TR	0.5171	\$ 409.80		\$ 4,917.60
Plan 4	0.6219	\$ 492.85		\$ 5,914.20
Plan 4A	0.6219	\$ 492.85		\$ 5,914.20
Plan 4AR	0.6219	\$ 492.85		\$ 5,914.20
Plan 4R	0.6219	\$ 492.85		\$ 5,914.20
Plan 5	0.7784	\$ 616.87		\$ 7,402.44
Plan 5R	0.7784	\$ 616.87		\$ 7,402.44
Plan 6	0.6631	\$ 525.50		\$ 6,306.00
Plan 6R	0.6631	\$ 525.50		\$ 6,306.00
Plan 6T	0.6741	\$ 534.22		\$ 6,410.64
Plan 6TR	0.6741	\$ 534.22		\$ 6,410.64
Plan 7	0.5373	\$ 425.80		\$ 5,109.60
Plan 7R	0.5373	\$ 425.80		\$ 5,109.60


A unit owner shall become obligated for the payment of the share of the common expenses allocated to his unit at the time the certificate of occupancy relating to his unit is issued by the appropriate county agency.

The Real Estate Commission has not reviewed the estimates of maintenance fee assessments and disbursements for their accuracy or sufficiency.

Estimate of Maintenance Fee Disbursements: For maintenance and service of the Common Elements. TV Cable service is provided to the units under a bulk service agreement.

	<u>Monthly Fee</u>	X 12 Months	= <u>Yearly Total</u>
Utilities and Services			
Electricity	\$ 5,600.00		\$ 67,200.00
Gas	\$ 800.00		\$ 9,600.00
Refuse	\$ 2,400.00		\$ 28,800.00
Water/Sewer	\$ 5,200.00		\$ 62,400.00
Telephone	\$ 175.00		\$ 2,100.00
TV Cable Service	\$ 4,500.00		\$ 54,000.00
Pest Control	\$ 700.00		\$ 8,400.00
Wages			
Manager	\$ 3,250.00		\$ 39,000.00
Medical Insurance	\$ 350.00		\$ 4,200.00
Other Employee Benefits and Payroll Taxes	\$ 975.00		\$ 11,700.00
Maintenance, Repairs and Supplies			
Building	\$ 900.00		\$ 10,800.00
Electrical	\$ 225.00		\$ 2,700.00
Grounds Contract	\$ 10,000.00		\$120,000.00
Janitorial Contract	\$ 2,250.00		\$ 27,000.00
Pool Service	\$ 1,000.00		\$ 12,000.00
Tree Trimming	\$ 0.00		\$ 0.00
Pool Supplies	\$ 800.00		\$ 9,600.00
Other Supplies	\$ 500.00		\$ 6,000.00
Management			
Administrative Supplies	\$ 150.00		\$ 1,800.00
Audit/Tax Fees	\$ 85.00		\$ 1,020.00
Legal Fees	\$ 150.00		\$ 1,800.00
Management Fee	\$ 2,345.00		\$ 28,140.00
Management Reimbursable Expenses	\$ 500.00		\$ 6,000.00
Web Site	\$ 89.00		\$ 1,068.00
GET Taxes	\$ 18.00		\$ 216.00
Insurance			
Condominium Property & Liability Insurance	\$ 24,700.00		\$ 296,400.00
General Liability	\$ 512.00		\$ 6,144.00
Umbrella	\$ 325.00		\$ 3,900.00
Fidelity Bond	\$ 40.00		\$ 480.00
Directors and Officers Liability Insurance	\$ 210.00		\$ 2,520.00
Reserve Fund (*)	\$ 10,500.00		\$ 126,000.00
TOTAL	\$ 79,249.00		\$ 950,988.00

I, Richard Emery, as agent and employed by Hawaii First Inc., the condominium managing agent for the Pili Mai at Po'ipū 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.



Dated: May 23, 2006

(*) 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 "Reserve Fund", the Developer has conducted a reserve study in accordance with §§514A-83.6, and/or 514B-148, 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.

EXPLANATION REGARDING RESERVES

A reserve study (per §§514A-83.6, and/or 514B-148, HRS and Subchapter 6, Title 16, Chapter 107, Hawaii Administrative Rules) has not yet been conducted. The maintenance fees and "Reserve Fund" figure in this Exhibit "1D" are estimates only based upon information obtained by Kiahuna Fairways LLC, and are subject to change at any time.

**ESTIMATE OF INITIAL MAINTENANCE FEES
AND
ESTIMATE OF MAINTENANCE FEE DISBURSEMENTS
FOR
PILI MAI AT PO'IPŪ CONDOMINIUM
PHASE I, II, III, IV, & V**

Estimate of Initial Maintenance Fees:

Unit Type	PCI %	Monthly Fee	X 12 Months	= Yearly Total
Plan 1	0.4712	\$ 417.01		\$ 5,004.12
Plan 1R	0.4709	\$ 416.74		\$ 5,000.88
Plan 2	0.5243	\$ 464.00		\$ 5,568.00
Plan 2AR	0.5243	\$ 464.00		\$ 5,568.00
Plan 2A	0.5243	\$ 464.00		\$ 5,568.00
Plan 2R	0.5243	\$ 464.00		\$ 5,568.00
Plan 3	0.4390	\$ 388.51		\$ 4,662.12
Plan 3R	0.4390	\$ 388.51		\$ 4,662.12
Plan 3T	0.4466	\$ 395.24		\$ 4,742.88
Plan 3TR	0.4466	\$ 395.24		\$ 4,742.88
Plan 4	0.5371	\$ 475.33		\$ 5,703.96
Plan 4A	0.5371	\$ 475.33		\$ 5,703.96
Plan 4AR	0.5371	\$ 475.33		\$ 5,703.96
Plan 4R	0.5371	\$ 475.33		\$ 5,703.96
Plan 5	0.6722	\$ 594.89		\$ 7,138.68
Plan 5R	0.6722	\$ 594.89		\$ 7,138.68
Plan 6	0.5727	\$ 506.83		\$ 6,081.96
Plan 6R	0.5727	\$ 506.83		\$ 6,081.96
Plan 6T	0.5821	\$ 515.15		\$ 6,181.80
Plan 6TR	0.5821	\$ 515.15		\$ 6,181.80
Plan 7	0.4640	\$ 410.64		\$ 4,927.68
Plan 7R	0.4640	\$ 410.64		\$ 4,927.68

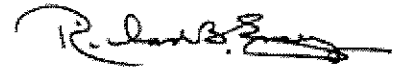
A unit owner shall become obligated for the payment of the share of the common expenses allocated to his unit at the time the certificate of occupancy relating to his unit is issued by the appropriate county agency.

The Real Estate Commission has not reviewed the estimates of maintenance fee assessments and disbursements for their accuracy or sufficiency.

Estimate of Maintenance Fee Disbursements: For maintenance and service of the Common Elements. TV Cable service is provided to the units under a bulk service agreement.

	<u>Monthly Fee</u>	X 12 Months	= <u>Yearly Total</u>
Utilities and Services			
Electricity	\$ 6,200.00		\$ 74,400.00
Gas	\$ 800.00		\$ 9,600.00
Refuse	\$ 2,800.00		\$ 33,600.00
Water/Sewer	\$ 5,950.00		\$ 71,400.00
Telephone	\$ 200.00		\$ 2,400.00
TV Cable Service	\$ 4,966.00		\$ 59,592.00
Pest Control	\$ 800.00		\$ 9,600.00
Wages			
Manager	\$ 3,500.00		\$ 42,000.00
Medical Insurance	\$ 350.00		\$ 4,200.00
Other Employee Benefits and Payroll Taxes	\$ 1,050.00		\$ 12,600.00
Maintenance, Repairs and Supplies			
Building	\$ 1,000.00		\$ 12,000.00
Electrical	\$ 250.00		\$ 3,000.00
Grounds Contract	\$ 11,000.00		\$132,000.00
Janitorial Contract	\$ 2,500.00		\$ 30,000.00
Pool Service	\$ 1,000.00		\$ 12,000.00
Tree Trimming	\$ 1,000.00		\$ 12,000.00
Pool Supplies	\$ 800.00		\$ 9,600.00
Other Supplies	\$ 600.00		\$ 7,200.00
Management			
Administrative Supplies	\$ 200.00		\$ 2,400.00
Audit/Tax Fees	\$ 85.00		\$ 1,020.00
Legal Fees	\$ 200.00		\$ 2,400.00
Management Fee	\$ 2,345.00		\$ 28,140.00
Management Reimbursable Expenses	\$ 600.00		\$ 7,200.00
Web Site	\$ 96.00		\$ 1,152.00
GET Taxes	\$ 20.00		\$ 240.00
Insurance			
Condominium Property & Liability Insurance	\$ 27,100.00		\$ 325,200.00
General Liability	\$ 512.00		\$ 6,144.00
Umbrella	\$ 325.00		\$ 3,900.00
Fidelity Bond	\$ 40.00		\$ 480.00
Directors and Officers Liability Insurance	\$ 210.00		\$ 2,520.00
Reserve Fund (*)	\$ 12,000.00		\$ 144,000.00
TOTAL	\$ 88,499.00		\$ 1,061,988.00

I, Richard Emery, as agent and employed by Hawaii First Inc., the condominium managing agent for the Pili Mai at Po`ipū 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.



Dated: May 23, 2006

(*) 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 "Reserve Fund", the Developer has conducted a reserve study in accordance with §§514A-83.6, and/or 514B-148, 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.

EXPLANATION REGARDING RESERVES

A reserve study (per §§514A-83.6, and/or 514B-148, HRS and Subchapter 6, Title 16, Chapter 107, Hawaii Administrative Rules) has not yet been conducted. The maintenance fees and "Reserve Fund" figure in this Exhibit "1E" are estimates only based upon information obtained by Kiahuna Fairways LLC, and are subject to change at any time.

EXHIBIT "L"

Pili Mai at Po`ipū

Summary of Condominium Purchase Agreement, Deposit Receipt and Contract

A specimen of the Condominium Purchase Agreement, Deposit Receipt and Contract (hereinafter the "Agreement") has been submitted to the Real Estate Commission as part of the registration. The Agreement contains the purchase price, description of the apartment to be conveyed to a buyer, and the terms and conditions under which a buyer will agree to buy a unit in the Project.

The Agreement provides in part:

1. Financing of Purchase. If the buyer will utilize mortgage financing to pay any portion of the purchase price, then the buyer agrees to take certain actions within designated time periods including, but not limited to, submitting a complete loan application package to Island Home Mortgage to obtain a pre-qualification letter. Buyer will pay any and all processing or other fees or charges associated with the issuance of the pre-qualification letter. The pre-qualification letter will not constitute financing or loan approval by Island Home Mortgage nor will the buyer be obligated to use Island Home Mortgage to obtain financing in connection with the purchase of the unit.

In addition to Island Home Mortgage, the buyer may also elect to submit a complete loan application package to one or more recognized lending institutions of the buyer's choice (the "Buyer's Permanent Lender") for the purpose of obtaining a mortgage loan for the purchase of the unit (the "Buyer's Permanent Loan"). Buyer will be obligated to pay to Buyer's Permanent Lender any loan or other fees required by such lender to process and review the loan application and any loan commitment or placement fees. The buyer shall obtain a final loan commitment for Buyer's Permanent Loan from Buyer's Permanent Lender within certain time periods.

The buyer represents that the financial data to be submitted to Developer, Island Home Mortgage or any of Buyer's Permanent Lender(s) is true and accurate. If the buyer elects to obtain financing from a lender other than Island Home Mortgage, Buyer consents to and authorizes Developer and/or Developer's designated representative, Island Home Mortgage, to request and obtain a complete copy of the buyer's loan package from the Buyer's Permanent Lender. Developer agrees that such information shall be kept confidential and shall be used solely for the purpose of verifying the buyer's credit and financial ability to qualify for a loan, or in the event of a subsequent loss of the commitment for the buyer's loan, to see whether Island Home Mortgage can place a substitute loan for the buyer to enable the buyer to satisfy its obligations under the Agreement.

The Agreement provides the Developer with certain rights, including the right to terminate the Agreement if the buyer fails to comply with the various requirements.

2. Closing Date. The terms "Date of Closing" and "Closing Date" as used in the Agreement shall mean the date selected by the Developer and noticed to the buyer in

writing, within thirty (30) calendar days after the "Date of Occupancy" (date upon which the Architect certifies that the Unit is ready for occupancy). On the Date of Closing, the Developer and the buyer shall have each carried out all of their obligations under the Agreement and escrow is closed by the recording in the Bureau of Conveyances the Unit Deed and also any mortgage in favor of the Buyer's Permanent Lender, and making all payments required from funds received.

3. What the Buyer is Required to Do at Preclosing. On or about thirty (30) calendar days prior to the estimated Date of Closing, and upon ten (10) calendar days' prior written notice to the buyer, the buyer agrees to execute and deposit with Escrow all necessary documents for such preclosing, including irrevocable escrow instructions. On the date of preclosing, the buyer agrees to pay into Escrow all sums due from the buyer at closing, excluding only the Buyer's Permanent Loan proceeds, if applicable.

4. Closing Costs. All taxes, assessments and charges of any kind assessable against the land or buildings or units will be prorated as of the Date of Closing, whether or not the buyer takes actual occupancy thereof. Closing costs to be paid by the buyer include, but shall not be limited to, any mortgages and all costs related to obtaining same, all acknowledgement fees, the cost of drafting the conveyance document, all recording fees, the title insurance premium, the escrow fee, and the applicable conveyance taxes. On the date of preclosing, the buyer will pay, in addition to the estimated closing costs and prorations, the Project start-up fee, and one month's estimated maintenance fees for the Unit. These sums are in addition to and are not part of the Purchase Price.

5. The Buyer's Acceptance of the Unit. The buyer agrees to close the sale of the unit on time and accept possession of the unit (a) even if the common elements of the Project have not yet been fully completed and/or construction activity is still in progress, and (b) notwithstanding the existence of any defects in or damage to the unit which does not render the unit unusable. The buyer also promises to indemnify and hold harmless the Developer from any loss or damage, including interest and attorneys' fees and costs, resulting from the buyer's failure to close the sale or to accept possession of the unit as required above.

6. Conditions of the Project. The Agreement contains various disclosures made in the Agreement regarding the condition of the Project and the surrounding areas that could affect the buyer's use or enjoyment of a unit in the Project, including ongoing construction and sales activities and the possible construction and expansion of up to three (3) additional phases of the Project, and that neither the Association of Unit Owners nor Developer or its affiliates are responsible for providing security for the Project. The Agreement also contains disclosures regarding the approximate area of the units, potential mold, electricity charges for certain exterior lighting, the Developer's right to modify the plans and specifications for the production homes, the right to increase or decrease the purchase price of any unit.

7. Disclosures Regarding Ongoing Sales and Advertising Activities. The Agreement discloses that the Developer and others shall have the right to conduct extensive sales activities on the common elements (excluding the limited common elements appurtenant to any sold units) and any unsold units and limited common elements appurtenant thereto until the date that all of the residential units proposed for development in the Project are sold and conveyed.

8. Developer's Limited Warranty for the Unit. The buyer acknowledges the Developer's limited warranty regarding the unit, which is described in the Disclosure Abstract attached to this public report as Exhibit "K".

9. Interest on the Buyer's Deposits. All interest earned on the buyer's deposits shall accrue to the credit of and shall be paid to the Developer unless (a) the buyer instructs escrow to establish a separate interest-bearing account on the buyer's behalf ("Buyer's Account") and pays escrow a processing fee of \$25.00 (or such other amount as escrow may establish from time to time) and complies with all other requirements of escrow, or (b) a Buyer's Account is established pursuant to the escrow agreement (in which case the buyer agrees to pay the processing fee provided thereunder).

10. No Rental Representations. The buyer agrees that the buyer has entered into the Agreement without any reference or representation by the Developer or any of its representatives: (a) that the Developer or anyone affiliated with the Developer or any unaffiliated third party will provide, directly or indirectly, any services relating to the rental of the unit; (b) as to income from the unit or any other economic benefit to be derived from the rental of the unit. The buyer agrees to be solely responsible for any rental or other disposition of the unit.

11. Default by Buyer. If the buyer fails to make any payment when it is due or fails to keep any of the other promises or agreements of the buyer set forth in the Agreement, the buyer shall be in default under the Agreement, and the Developer shall have the right to do the following:

(a) In the event of default by the buyer prior to the Agreement becoming a binding contract, Developer may cancel the Agreement by giving the buyer written notice of cancellation. The Developer shall refund all moneys paid under the Agreement to the buyer, including any and all interest accrued thereon to the extent provided in the Agreement, less any cancellation fee imposed by Escrow and any other actual expenses incurred. All costs, including reasonable attorneys' fees, incurred by reason of the default by the buyer shall be paid by the buyer promptly upon the Developer's demand for such payment.

(b) In the event of default by the buyer which occurs after the Agreement becomes a binding contract, the Developer may then keep all sums deposited by the buyer, including any and all interest accrued thereon (notwithstanding the establishment of a Buyer's Account), as "liquidated damages" (i.e., the amount agreed to by the buyer and the Developer as properly payable in settlement for breach of contract), in lieu of actual damages and not as a penalty, or pursue any other rights which the law allows, including, for example, a lawsuit for "specific performance," which means a lawsuit to require the buyer to pay the total purchase price and keep all of the buyer's promises under the Agreement.

THE FOREGOING IS A SUMMARY OF SOME OF THE PERTINENT PROVISIONS OF THE AGREEMENT FOR THE CONVENIENCE OF THE BUYER AND IS NOT INTENDED TO BE AN EXHAUSTIVE LIST OF ALL OF THE TERMS OF THE AGREEMENT. THE FULL TEXT OF THE ORIGINAL DOCUMENT SHOULD BE EXAMINED AND CONTROLS OVER THIS SUMMARY.

NOTE: The Developer is offering the buyer a selection of optional upgrades, floor plans and appliances which buyer will select under a separate option and upgrades agreement, each at various prices, and which, if selected, will increase the Purchase Price by the cost of any of the optional items that the buyer elected to purchase. The buyer's selections, once made, are final. The buyer agrees to pay an option deposit at the time of the order. If the buyer cancels the purchase of the Unit, the option deposit will be returned only in the case where the Unit has re-sold and closed escrow, and the Seller has been able to recover the full cost of all such options/upgrades. In the event it is necessary to discount the price of the Unit, this amount will be deducted from the deposits that have been retained. In the event that the discount is larger than the amount of the option deposit, the option deposit will not be refunded to the buyer.

EXHIBIT "M"

Pili Mai at Po`ipū

Summary of Addendum to Condominium Purchase Agreement, Deposit Receipt and Contract

A specimen of the Addendum to Condominium Purchase Agreement, Deposit Receipt and Contract (the "Addendum") which, at the Developer's option, shall be executed by the Buyer and the Developer and become part of the Pili Mai at Po`ipū Condominium Purchase Agreement, Deposit Receipt and Contract (the "Sales Contract"), has been submitted to the Real Estate Commission as part of the registration. Pursuant to the Addendum, the Buyer and the Developer agree to execute the Memorandum of Agreement (re Subsequent Conveyance of Unit) (the "Memorandum"), a specimen of which is attached as Exhibit "A" to the Addendum. The Memorandum, which is to be recorded concurrently with the Apartment Deed with Covenants and Reservations (the "Apartment Deed"), evidences an agreement between the Seller and the Buyer on behalf of Buyer and any of Buyer's successors in title and assigns (each a "Conveying Party"), that prohibits the Conveying Party from conveying all or any portion of the title to the Unit to another party within three hundred sixty-five days following the date of recordation of the Apartment Deed without the Developer's consent. The Memorandum provides in part:

A Conveying Party may not convey title to all or any portion of a Unit to another party within three hundred sixty-five (365) days following the recordation of the Apartment Deed without the Developer's prior written consent, it being reasonable for the Developer to withhold its consent unless certain conditions precedent summarized as follows are first satisfied:

(A) Written notice provided no less than thirty (30) days prior to the date of the subsequent conveyance, notifying Developer that the Conveying Party intends to convey the Unit along with a copy of the fully-executed sales contract under which the Conveying Party is selling the Unit and the Conveying Party's written calculation of the Sales Premium (described below) (the "Conveying Party's Notice").

(B) Payment of a Sales Premium consisting of sixty percent (60%) of the positive difference between the Gross Selling Price (defined as the total consideration agreed to be paid to the Conveying Party by the prospective Buyer including the assumption of any debt by the prospective Buyer) less the sum of: (1) the Conveying Party's purchase price; (2) cost of any improvements made by Conveying Party to the Unit; and (3) the amount of any ordinary and reasonable real estate sales commission payable to a duly-licensed realtor in connection with the subsequent sale, so long as such sale is to a purchaser that is not related or affiliated with the Conveying Party, in which case no commissions may be deducted from the Gross Selling Price.

(C) Payment of the fees and costs incurred by Developer in connection with the review and approval of the Conveying Party's Notice and the issuance of the Developer's consent ("Costs for Developer's Consent").

The Memorandum contains exceptions for a conveyance without payment of the Sales Premium to the Developer due to (1) financial hardship caused by the death of an owner of the Unit or an immediate family member of the Conveying Party, or the divorce of the Conveying

Party; or (2) solely for the estate planning purposes of the Conveying Party whereby such Conveying Party will retain one hundred percent (100%) of the beneficial interest in his or her ownership interest in the Unit upon consummation of the conveyance. In the event of either of these situations, the Developer may issue its consent upon Buyer's payment of the Costs for Developer's Consent.

THE FOREGOING IS A SUMMARY OF SOME OF THE PERTINENT PROVISIONS OF THE AGREEMENT FOR THE CONVENIENCE OF THE BUYER AND IS NOT INTENDED TO BE AN EXHAUSTIVE LIST OF ALL OF THE TERMS OF THE AGREEMENT. THE FULL TEXT OF THE ORIGINAL DOCUMENT SHOULD BE EXAMINED AND CONTROLS OVER THIS SUMMARY.

EXHIBIT "N"

Pili Mai at Po`ipū

Summary of Escrow Agreement

An executed Escrow Agreement has been submitted to the Real Estate Commission as part of this registration. The Escrow Agreement identifies Title Guaranty Escrow Services, Inc. as the escrow agent ("Escrow"). The Escrow Agreement sets up an arrangement under which Escrow will hold deposits that a buyer makes to the Developer under a Condominium Purchase Agreement, Deposit Receipt and Contract (the "Sales Contract") for the purchase of a unit in the Project. The Escrow Agreement provides in part:

1. Payment of Funds to Escrow. The Developer shall pay over to Escrow any monies received by the Developer from a buyer under a Sales Contract, including all disbursements made on loan commitments, if any, from lending institutions to the buyer. Escrow shall deposit all funds so received in accordance with written instructions from the Developer in a federally-insured, interest-bearing account at a bank, savings and loan association, or trust company authorized to do business in the State.

2. Return of Funds to a Buyer. A buyer shall be entitled to a refund of the buyer's funds held in Escrow as follows:

(a) Escrow shall refund to the buyer all of the buyer's entire deposit together with all interest earned thereon, if: (i) the buyer entered into the Sales Contract pursuant to a Contingent Final Public Report; (ii) the Real Estate Commission does not issue an effective date for a Final Public Report by the date on which the Contingent Final Public Report expires; and (iii) the buyer elects to rescind the buyer's Sales Contract, the Developer's right to rescind having been waived by the Developer under the Sales Contract.

(b) Escrow shall refund to the buyer all of the buyer's entire deposit, with all interest earned thereon and less any Escrow cancellation fees, if any one of the following has occurred: (i) the Developer and the buyer request in writing that Escrow return the buyer's funds to the buyer; (ii) the Developer notifies Escrow of the Developer's exercise of the option to cancel or rescind the Sales Contract pursuant to any right of cancellation or rescission provided therein or otherwise available to the Developer; (iii) the buyer notifies Escrow of buyer's exercise of buyer's right to cancel the Sales Contract pursuant to Section 514A-62, Hawaii Revised Statutes, as amended; or (iv) the buyer notifies Escrow of buyer's exercise of buyer's right to rescind the Sales Contract pursuant to Section 514A-63, Hawaii Revised Statutes, as amended.

3. Buyer's Default under Sales Contract. If the Developer terminates a Sales Contract due to a default thereunder by the buyer, Escrow shall thereafter treat all funds of the buyer paid on account of such buyer's Sales Contract as funds of the Developer and not as funds of the buyer. Thereafter, such funds shall be free of the escrow established by the Escrow Agreement and shall be held by Escrow for the account of the Developer.

THE FOREGOING IS A SUMMARY OF SOME OF THE PERTINENT PROVISIONS OF THE ESCROW AGREEMENT FOR THE CONVENIENCE OF THE BUYER AND IS NOT INTENDED TO BE AN EXHAUSTIVE LIST OF ALL OF THE TERMS OF THE ESCROW AGREEMENT. THE FULL TEXT OF THE ORIGINAL DOCUMENT SHOULD BE EXAMINED AND CONTROLS OVER THIS SUMMARY.

EXHIBIT "O"

Pili Mai at Po`ipū

Description of the Pili Mai at Po`ipū Design Guidelines

The Design Review Committee Design Rules and Guidelines (the "Design Guidelines") have been prepared in order to preserve and maintain the character of the Pili Mai at Po`ipū condominium project (the "Project"). A copy of the proposed Design Guidelines has been submitted to the Real Estate Commission as part of this registration.

The Design Guidelines, administered by the Design Review Committee, have been prepared to preserve and maintain architectural and design standards concerning alterations to apartments in the Project and to ensure harmonious aesthetic relationships between individual apartments, buildings and their sites. The Design Guidelines are both prescriptive and restrictive and include, but are not limited to, examples of acceptable improvements, materials, decorations, and Design Review Committee application procedures.

THE FOREGOING IS A DESCRIPTION OF THE DESIGN GUIDELINES FOR THE CONVENIENCE OF THE BUYER AND IS NOT INTENDED TO BE AN EXHAUSTIVE LIST OF ALL OF THE TERMS OF THESE DESIGN GUIDELINES. THE FULL TEXT OF THE DESIGN GUIDELINES SHOULD BE EXAMINED AND CONTROLS OVER THIS SUMMARY.