

CORRECTION AMENDMENT TO SUBDIVISION RESTRICTIONS
HOLLY LAKE RANCH , SECTION I

THE STATE OF TEXAS

X

KNOW ALL MEN BY THESE PRESENTS:

COUNTY OF WOOD

X

X

WHEREAS, pursuant to certain Subdivision Restrictions dated October 18, 1970, and recorded in Volume 628, Page 441 of the Real Property Records of Wood County, Texas (hereinafter referred to as the "Restrictions"), certain real property situated in Wood County, Texas, known as Section I of Holly Lake Ranch, according to the plat thereof filed for record in the offices of the County Clerk of Wood County, Texas, on October 15, 1970, in reference is hereby made for a full and particular description of said real property (hereinafter referred to as the "Subdivision"); and

WHEREAS, Section 26(c) of the Restrictions provides that any or all of the restrictions, covenants, and conditions therein contained may be repealed, amended or modified at any time by a vote of a majority of the owners of lots in the Subdivision; and

WHEREAS, a majority of the owners of the lots in the Subdivision have voted to amend the Restrictions in certain respects;

NOW, THEREFORE, in order to implement the amendment of the Restrictions which has been approved by a majority of the owners of lots in the Subdivision, such approval being evidenced by the duly executed Resolution ballots attached hereto and made a part here of for all purposes, the following amendment to the Restrictions is hereby adopted and approved:

1. Section 4(a) of the Restrictions is hereby deleted in its entirety and shall be replaced with the following paragraph:

4. Structures.

(a) From and after the date hereof, no residence shall be constructed on any lot in the Subdivision unless such residence shall have a minimum of 1,200 square feet of heated living area and, in addition, must have a reinforced poured concrete slab foundation or a reinforced poured concrete pier-and-beam foundation or the equivalent thereof. This restriction shall not apply to residences already existing in the Subdivision provided that such residences must have at least 800 square feet of living area.

2. Except as specifically set forth hereinabove, all terms and conditions of the Restrictions shall remain in full force and effect.

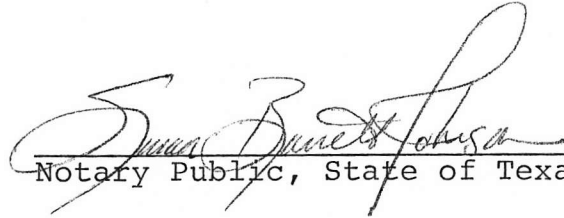
EXECUTED as of the 27th day of July, 1993.

HOLLY LAKE RANCH ASSOCIATION, a
Texas non-profit corporation

STATE OF TEXAS
COUNTY OF WOOD

X
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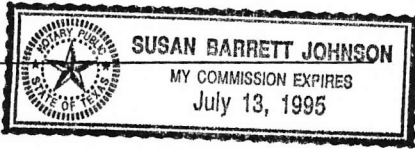
This instrument was acknowledged before me on the 27th day of July, 1993, by Stan R. Ross, Vice President, B.O.D. of Holly Lake Ranch Association, a Texas non-profit corporation, on behalf of said corporation.



Notary Public, State of Texas

(S E A L)

My Commission Expires:



Printed or Stamped Name:

Susan Barrett Johnson

AMENDMENT TO SUBDIVISION RESTRICTIONS -
HOLLY LAKE RANCH, SECTION I

THE STATE OF TEXAS

§

KNOW ALL MEN BY THESE PRESENTS:

§

COUNTY OF WOOD

§

WHEREAS, pursuant to certain Subdivision Restrictions dated October 18, 1970, and recorded in Volume 628, Page 441 of the Real Property Records of Wood County, Texas (hereinafter referred to as the "Restrictions"), certain real property situated in Wood County, Texas, known as Section I of Holly Lake Ranch, according to the plat thereof filed for record in the offices of the County Clerk of Wood County, Texas, on October 15, 1970, in Volume 4, Page 36 of the plat records of the County Clerk, to which plat and the record thereof reference is hereby made for a full and particular description of said real property (hereinafter referred to as the "Subdivision"); and

WHEREAS, Section 26(c) of the Restrictions provides that any or all of the restrictions, covenants, and conditions therein contained may be repealed, amended or modified at any time by a vote of a majority of the owners of lots in the Subdivision; and

WHEREAS, a majority of the owners of the lots in the Subdivision have voted to amend the Restrictions in certain respects;

NOW, THEREFORE, in order to implement the amendment of the Restrictions which has been approved by a majority of the owners of lots in the Subdivision, such approval being evidenced by the duly executed Resolution Ballots attached hereto and made a part hereof for all purposes, the following amendment to the Restrictions is hereby adopted and approved:

1. Section 4(a) of the Restrictions is hereby deleted in its entirety and shall be replaced with the following paragraph:

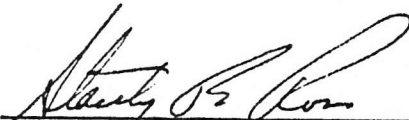
4. Structures.

(a) From and after the date hereof, no residence shall be constructed on any lot in the Subdivision unless such residence shall have a minimum of 1,200 square feet of heated living area and, in addition, must have a reinforced poured concrete slab foundation or a reinforced poured concrete pier-and-beam foundation or the equivalent thereof. This restriction shall not apply to residences already existing in the Subdivision provided that such residences must have at least 1,800 square feet of living area.

2. Except as specifically set forth hereinabove, all terms and conditions of the Restrictions shall remain in full force and effect.

EXECUTED as of the 1 day of June, 1993.

HOLLY LAKE RANCH ASSOCIATION, a
Texas non-profit corporation

By: 

VOLUME 628, PAGE 441, DEED RECORDS, WOOD COUNTY, TEXAS

THIS IS THE DAY OF A. D. 1970 AT CLOCK M.

J. A. GLENN, COUNTY CLERK WOOD COUNTY, TEXAS.

628/441 Deputy

RESTRICTIONS

HOLLY LAKE RANCH 72763

THE STATE OF TEXAS)
COUNTY OF WOOD) KNOW ALL MEN BY THESE PRESENTS:

THAT HOLLY LAKE DEVELOPMENT COMPANY, a Texas general partnership (referred to herein as "Developer") with offices and principal place of business at 5115 McKinney Avenue, Dallas, Dallas County, Texas, acting herein by and through its duly authorized partner, C. Jack Wilson, is the owner of all that certain real property situated in Wood County, Texas, known as Section I of Holly Lake Ranch (being sometimes referred to herein as the "Subdivision"), according to the plat of said Section I of Holly Lake Ranch filed for record in the Office of the County Clerk of Wood County, Texas on October 15, 1970, in Volume 4, Page 36, of the Plat Records of the County Clerk, to which plat and the record thereof reference is hereby made for full and particular description of said real property.

The parties hereto desire to create and carry out a uniform plan for the improvement, development and sale of all of the lots in the Subdivision, for the benefit of the present and future owners of said lots, and for the protection of property values in the Subdivision; and, to that purpose, said parties hereby adopt, establish and impose the following declarations, reservations, protective covenants, limitations, conditions and easements to apply uniformly to the use, improvement, occupancy and conveyance of all lots in the Subdivision; and each contract or deed which may be hereafter executed with regard to any of the lots in the Subdivision shall conclusively be held to have been executed, delivered and accepted subject to the following (regardless of whether or not the same are set out in full or by reference in said contract or deed):

RESTRICTIONS - Page 1

1-18-70 628-441 10-18-70 11/13/70

15 00/40
Sec I

SUBDIVISION RESTRICTIONS

1. USE. No lot shall be used for other than residential purposes, and no soil or trees shall be removed for any commercial use. Cutting of trees shall be limited to the extent necessary for clearing the foundation site for construction; any additional cutting of trees shall be done only upon the written approval of the Developer. No commercial activity shall be permitted on any lot.

2. LOT AREA. No lot may be resubdivided; provided, however, that individual lots may be divided between abutting owners and thereafter each owner's resulting oversize lot shall be considered as one lot. Nothing herein contained shall prohibit the construction of a single residence on two (2) lots, in which case both such lots shall be considered as one (1) lot for building purposes. Irrespective of the foregoing provisions of this Paragraph 2, tracts A through V inclusive (excluding tract F) may be resubdivided after January 1, 1985, or, if earlier, upon the completion of construction of the dam presently proposed by the Sabine River Authority and the U. S. Corps of Engineers for the creation of a lake to be known as Big Sandy Reservoir, which lake is to inundate a portion of the Subdivision, but in no event shall any such tract be resubdivided into parcels which are less than 20,000 square feet in size. Said construction of such dam shall be deemed completed upon written certification of such fact by the appropriate governmental body. Upon any such resubdividing, the streets and roads which are a part thereof shall be approved by the Developer in writing prior to the creation of same and all restrictions and covenants set forth herein shall be fully applicable to such resubdivided lots.

3. ARCHITECTURAL CONTROL COMMITTEE. An Architectural

Control Committee ("Committee") shall be appointed, from time to time, by Developer, whose purpose it shall be to review plans, to insure for all owners harmony of location, and harmony of external and structural design and quality with existing structures. The Committee shall have the right to designate a representative to act for it in all matters arising hereunder. Until such time as the Committee has been constituted and appointed, Developer, or its nominee or representative, shall carry out all functions of the Committee relating to these restrictions. After Developer has sold seventy-five (75%) per cent of all lots and tracts in the Subdivision and 75% of all lots and tracts in all other Subdivisions of Holly Lake Ranch hereafter developed, or sooner at the sole election of Developer, the members of the Committee shall be selected by the Holly Lake Ranch Association ("Association").

4. STRUCTURES.

(a) No residence shall be constructed or permitted to remain on any lot or tract in the Subdivision unless such residence shall have a minimum of 800 square feet of living area.

(b) No improvements shall be placed on any lot or tract until the building plans, specifications and plot plans showing the location of such improvements on the lot or tract have been approved in writing by the Committee. Likewise, the alteration of any existing improvements which materially affects or changes the exterior design thereof may not be made until the plans for such alterations have been approved in writing by the Committee. In the event the Committee disapproves of any such plans, specifications and/or plot plans, notice of such disapproval shall be delivered in person or by registered or certified letter

addressed to the party submitting the same at an address which must be supplied with the submission. In passing upon all of such plans, specifications and/or plot plans, the Committee may take into consideration, among other things, the suitability of any such proposed building or structure or the alteration thereof and the materials of which it is to be constructed to the lot or tract upon which it is to be constructed, and the effect thereof upon adjacent neighboring or other lots or tracts. Any such notice shall set forth the elements disapproved and the reason or reasons therefor, but need not contain suggestions as to methods of curing any matters or things disapproved. The judgment of the Committee in this respect in the exercise of its sole and absolute discretion shall be final and conclusive. If said Committee fails to approve or disapprove said plans, specifications and/or plot plans within thirty (30) days after the same have been submitted to it, it will be presumed that the same have been approved. These requirements for approval by the Committee as herein set out cover not only the residences to be constructed in the subdivision, but all piers and other structures built in the water as well as on the land, and also apply to any retaining walls and any significant moving of soil in or out of the water.

(c) All structures which extend into the water shall meet the following requirements:

(1) Permission for any such structure must first be obtained from the Committee, and the construction of such structure shall be in accordance with the description of same as set forth in the Committee's

written approval. The Committee shall not approve more than one pier per lot or tract except under circumstances deemed to be exceptional by the Committee. Such structures shall not extend into the water more than 25 feet. Notwithstanding the foregoing, an exception may be made by the Committee in cases where such an exception is necessary because of shallow water or other unusual circumstances, approval of such exception to be given in writing to the owner of the lot or tract affected.

(2) No part of such structures shall be closer to any projected side property lot or tract line than ten (10) feet.

(3) No such structures shall extend more than twenty-five (25) feet parallel to the water's edge.

(d) No part of any building shall be located on any lot or tract nearer to any street than the set-back line as indicated on the recorded Plat. No part of any building shall be located nearer than ten (10) feet to any interior lot or tract line, except that in the event of common ownership of more than one (1) lot or tract and the construction of one (1) building on more than one (1) lot or tract, the combined area owned shall be considered as one (1) lot or tract for this purpose. The building set-back lines may be relaxed by decision of the Committee, if the above described distances are not feasible, considering the terrain and/or dimensions of the lot.

(e) No structure shall be occupied or used for residential or storage purposes (other than for the storage of building materials to be used in the construction

and completion thereof) until the exterior thereof shall have been fully completed in accordance with the approved plans and specifications.

(f) Each residence, once commenced, must be completed within six (6) months from the date of commencement thereof. If any such residence is not completed within six (6) months after the date on which such residence is commenced, the owner of same hereby gives the Committee, or its representative or agent, the right and authority to enter upon the property upon which such structure is situated, and to disassemble such structure and store the building materials on the premises or elsewhere at the discretion of the Committee. The owner or occupant of any such lot agrees, by the purchase or occupancy thereof, that the Committee shall not be liable in trespass or otherwise in entering upon said lot or tract and disassembling any such structure.

(g) No trailer, mobile home, tent, shack, camper, or structure of a temporary character shall, at any time, ever be used as a permanent or temporary residence on any lot or tract, or moved onto or permitted to remain on any lot, except during construction of permanent structures. No camping shall be permitted within the Subdivision without the written permission of the Developer, it being intended that Developer shall permit limited camping on certain restricted areas within the Subdivision.

(h) No fence shall be erected without the approval in writing of the Committee.

5. SIGNS. No "For Sale" sign or "For Rent" sign, or any other advertising structures, may be displayed in the Subdivision

Without the prior written approval of Developer.

6. NUISANCES. No noxious or offensive activity shall be carried on or maintained on any lot in the subdivision, nor shall anything be done or permitted to be done thereon which may be or become a nuisance in the neighborhood.

7. FIREARMS. The use or discharge of firearms in the subdivision is expressly prohibited except in areas that may be designated for such purposes by the Developer.

8. GARBAGE AND TRASH DISPOSAL. No lot or tract shall be used or maintained as a dumping ground for garbage. Trash, garbage or other rubbish shall be kept only in tightly, sanitary containers. Each lot or tract owner shall be responsible for disposing of all of his trash, garbage and rubbish, and the burning of same within the subdivision is expressly prohibited.

9. UNSIGHTLY STORAGE. If open carports are used, no unsightly storage and/or unsightly vehicles shall be permitted therein.

10. ANIMALS. No horses, cows, poultry, or livestock of any kind (other than house pets) may be kept on any lot or tract in the subdivision without the written consent of the Developer, it being the Developer's intention to permit horses and ponies to be kept upon lots or tracts for recreational purposes and as pets (as contrasted to commercial or other purposes), so long as the number of such animals proposed to be kept upon a lot or tract is reasonable under the circumstances. Any such animal which is allowed to be kept upon a lot or tract shall be removed promptly therefrom upon the written direction of the Developer. Barns and stables may be erected upon tracts A through V, inclusive, for the purposes of housing such animals so long as the location, plans and specifications for same have been approved in writing by the Developer and the Committee.

... OFF-STREET PARKING. Both prior to and after the occupancy of a dwelling on any lot, the owner shall provide appropriate space for off-street parking for his vehicles and/or boats.

12. WEEDS AND TRASH. The owner of each lot or tract shall keep the same clean and free of trash and such weeds as will be in keeping with the other property and the community at any particular time. Upon failure to do this, Developer or the Association may have the lot or tract cleaned and the cost or expense thereof shall be payable on demand by the owner to Developer or the Association, as the case may be.

13. SEWERAGE. No building or structure shall be occupied as a residence unless all plumbing fixtures, dishwashers and toilets are connected to an adequate sewerage disposal system. No outhouses shall be permitted on any part of the property; all lavatories, toilets and bath facilities shall be installed indoors and shall be connected with adequate grease traps, septic tanks, and lateral lines constructed to comply with the specifications of State and local health authorities, and no "outside" or surface toilets shall be permitted under any circumstances. No septic tank lateral lines shall be constructed within twenty-five (25) feet of any lakes or ponds; minimum requirements for the construction of septic tanks and lateral lines are two hundred (200) feet of one foot by four inch (1' x 4") tile pipe laid in the center of one foot of wash gravel covered with tar paper in a trench twelve inches wide by twenty-four inches (12" x 24") deep. Nothing herein contained to the contrary shall prevent the installation and operation of sanitary sewer facilities by a water district or other governmental authority in said Subdivision.

14. UTILITY EASEMENTS. An easement is expressly reserved in, on, over, under and through those portions of the lots as shown on the recorded Plat for the purpose of installing, repairing and maintaining electric power, water, sewerage, gas, telephone and similar utility facilities and services. There is also reserved and dedicated hereby for the use of the Developer and any public or private utility company an unobstructed aerial easement five (5) feet wide

from a plane twenty (20) feet above the ground upward, located adjacent to and above all dedicated utility easements as shown on the map or plat of the Subdivision. The easements reserved and dedicated under the terms and provisions hereof and under the terms and provisions of the Subdivision plat shall be for the general benefit of the Subdivision as herein defined and any other land owned or acquired by Developer in the vicinity thereof, and shall also inure to the benefit and may be used by any public or private utility company entering into and upon said property for the purposes aforesaid, without the necessity of any further grant of such easement rights to such utility companies. Fences, walls and shrubbery hedges shall be permitted on any such easements except those easements being used for underground electric and/or telephone systems, provided: (i) that such fences, walls and hedges do not interfere in any way with the use of such easements by any public or private utilities then utilizing or thereafter designed to utilize the same, (ii) that the right of the owners of such fences, walls and hedges shall at all times be and remain subordinate and inferior in every way to the right of public and private utilities; and (iii) that such public or private utilities at any time may, without liability of any kind to the owner or owners thereof, remove any such fence, wall or hedge where the removal of the same is incidental to or necessary for the performance of public or private utility operations. No buildings or structures of any character may be erected or allowed to remain on any utility easement.

15. ASSOCIATION MEMBERSHIP. Each purchaser of a tract or lot in the Subdivision must be a member of the Association.

16. OIL, GAS AND MINERAL DEVELOPMENT. No oil or gas drilling, oil or gas development operations, oil or gas refining or treatment, quarrying or mining operations of any kind by lot or tract owners shall be permitted upon or in any part of the lands included in the Subdivision.

17. DRAINAGE STRUCTURES. Drainage structures under private driveways shall always have a net drainage opening area of sufficient size to permit the free flow of water without backwater.

18. ASSOCIATION MEMBERSHIP. Upon acceptance of an application for membership in Holly Lake Ranch Association and the simultaneous execution of a sales contract or the acceptance of a Deed, each owner shall become a member of Holly Lake Ranch Association, a corporate enterprise operated by Developer, its successors or assigns, for the purpose of providing the members with clubhouse and private recreation facilities in the area, and to establish and maintain parks, lanes, lakes, and provide for the common benefit of lot and tract owners. Said membership shall be conditioned upon observance of the rules and regulations established by said Association for the benefit and general welfare of its members and for the official operation thereof. Said membership shall also be conditioned upon payment, when due, of such dues, fees, and maintenance charges as the Association shall find necessary for the maintenance of the Association facilities and services, including but not limited to the maintenance of lanes, roads, parks, club house and lakes and any other services and benefits which said Association may provide for the benefit of the lots, Association facilities, and members.

Accordingly, each lot and tract in the Subdivision, from and after the sale thereof by Developer, is hereby subjected to an annual fee and maintenance charge of \$10.00 per month per lot or tract, for the purpose of creating a fund to be known as the "Holly Lake Ranch Maintenance Fund" to be paid by the owner, the same to be secured by a vendor's lien upon said lot or tract, said maintenance charge to be payable monthly in advance as directed by the Developer or the Association, as the case may be. At such time as Developer has transferred the title of 75% of the lots in the Subdivision and future subdivisions of Holly Lake Ranch, or sooner if notice to such effect is given by Developer to the Association, the responsibility for the collection and disbursement of such maintenance fund may be delegated to the Association. The fee and maintenance charge may be increased from year to year up to an increase not to exceed 10% of the maintenance charge for the previous year. The Developer may waive, either temporarily or permanently, the fee and maintenance charge against any

lot or tract if the owner has purchased another lot or tract within the subdivision which is subject to such charges. It is understood that the judgment of the Developer (or the Association, as the case may be) in the expenditure of said fund shall be final so long as such judgment is exercised in good faith.) By the acceptance and retention of title to any lot or tract, each lot or tract owner, his heirs or assigns (regardless of whether a member of the Association, notwithstanding the requirement of membership in the Association, its successors and assigns, as a condition to the acquisition of title to any lot or tract), shall have a lien upon the subject lot or tract to secure payment of the aforementioned dues, fees and maintenance charges. Any and all such liens securing said dues, fees and maintenance charges are hereby declared to be expressly subordinate and inferior to any voluntary lien, including any renewal and/or extension thereof, created on any lot or tract in the subdivision by an owner thereof for the purpose of obtaining a construction or permanent loan or both such loans for the purpose of improving such lot or tract. Said subordination of liens shall continue and be in full force and effect for so long as such construction or permanent loan is outstanding.

19. PUMPING WATER FROM LAKES PROHIBITED. The pumping of water from any lakes or ponds is prohibited except by special permit, in writing, granted by the Developer.

20. WATER WELLS. No water well shall be drilled by the owner or owners thereof so long as water for domestic uses shall otherwise be available to the owners of lots or tracts, but nothing herein contained shall be construed as prohibiting the Developer, its successors, assigns or nominees, from drilling a well on any property located in or near the subdivision for the purpose of supplying water to the owners of any property in said subdivision or in any future subdivision of Holly Lake Ranch, provided, however, that until water is available to the owner of a lot or tract, the Developer will grant written permits, upon proper application, for the drilling of temporary wells and for the temporary operation thereof, until water for domestic uses shall become available to said owner.

... RESTRICTIONS ON SALES, ETC. No sale, transfer, lease or other disposition of any lot or tract in the Subdivision shall be consummated unless and until the purchaser or transferee has applied for and has been accepted as a member of the Holly Lake Ranch Association, its successors or assigns. This restriction shall not apply, however, to lending institutions who may bid said property in at any foreclosure sale brought by them without regard to such membership restriction, nor shall it apply with respect to a transfer of such property pursuant to a duly probated will or by virtue of intestacy under the statutes of the State of Texas.

22. DEVELOPER'S SALES ACTIVITIES. Notwithstanding anything to the contrary contained herein, the Developer, its successors and agents, reserves for itself and its designated agent or agents the right to use any unsold lot or tract for a temporary office location and the right to place a sign or signs on any unsold lot or tract in the subject Subdivision.

23. BOATING RESTRICTIONS. No outboard or inboard motors larger than ten (10) horsepower may be used on any lakes or ponds, and no water skiing will be permitted on any lakes or ponds, except that motors with greater horsepower and water skiing shall be permitted on the lake referred to above to be constructed by the U. S. Corps of Engineers.

24. COVENANTS RUNNING WITH THE LAND. All of the restrictions, covenants and conditions herein provided for and adopted shall apply to each and every lot and tract in the Subdivision, and shall be covenants running with the land. Developer, its successors and assigns, shall have the right to enforce observance and performance of the restrictions and covenants contained and provided for herein, and in order to prevent a breach or to enforce the observance or performance of same, shall have the right, in addition to all legal remedies elsewhere provided herein, to an injunction either prohibitive or mandatory. The owner of any lot or tract in the Subdivision affected shall likewise have the right either to prevent a breach of any such restrictions or covenants or to enforce the performance thereof.

25. PARTIAL INVALIDITY. Invalidation of any of these covenants, restrictions or conditions by court judgment or otherwise, shall not affect, in any way, the validity of any of the other covenants, restrictions or conditions, all of which shall remain in full force and effect. Acquiescence in any violation shall not be deemed a waiver of the right to enforce against the violator or others the conditions so violated or any other conditions; and Developer shall have the right to enter the property of the violator and correct the violation, or to require that the same be corrected.

26. DURATION OF RESTRICTIONS.

(a) The restrictions and covenants herein provided for and adopted, shall remain in full force and effect until December 31, 1990, subject to modification or amendment as hereinafter provided.

(b) At the end of the term provided in (a) immediately above, and at the end of each ten (10) year extension herein provided for, these restrictions shall be automatically extended and renewed for succeeding periods of ten (10) years each, unless, within six (6) months prior to the date such restrictions and covenants would otherwise be automatically extended, an instrument shall have been signed by the then owners of a majority of the then existing lots and tracts in the Subdivision, each such lot or tract entitling its owner to one (1) vote, and shall have been recorded in the Office of the County Clerk of Wood County, Texas, agreeing to change said restrictions and covenants in whole or in part.

(c) Any or all of the restrictions, covenants and conditions herein contained may be repealed, amended or modified at any time by a majority vote of the lot and tract owners in the Subdivision, each then existing lot or tract entitling its owner to one (1) vote. Such repeal, amendment or modification shall be effected by an instrument in writing executed by such majority of

said lot and tract owners, and filed for record in the Office of the County Clerk of Wood County, Texas.

27. HEADINGS. All sections and paragraph headings used herein are for convenience only and shall have no efficacy in construing any of the restrictions, covenants or conditions herein contained.

28. RIGHT TO ASSIGN. The Developer may, by appropriate instrument, assign or convey to any person, organization or corporation, any or all of the rights, reservations, easements and privileges herein reserved unto the Developer, and upon such assignment or conveyance being made, its assigns or grantees may, at their option, exercise, transfer or assign such rights, reservations, easements and privileges or any one or more of them at any time or times in the same way and manner as those directly reserved by them or it in this instrument.

29. JOINDER OF LIENHOLDERS. The undersigned lienholders join in the execution hereof solely as lienholders for the purpose of subordinating their liens to these restrictions, reservations, covenants and conditions with the understanding, however, that:

(a) Except to the extent of subordinating their liens to the restrictions, reservations, covenants and conditions herein provided for, such liens are continued in full force and effect as first and prior liens upon the property described in the security instruments given to secure the indebtedness now or hereafter held by the lienholders; and

(b) Said subordination excepts from the operation thereof any charge, fee or lien created in this instrument which under any theory or circumstance can be prior or equal to the liens held by the lienholders.

THE STATE OF TEXAS)

COUNTY OF Maric)

BEFORE ME, the undersigned, a Notary Public in and for said County and State, on this day personally appeared R. G. MOORE, known to me to be the person whose name is subscribed to the foregoing instrument, and acknowledged to me that he executed the same for the purposes and consideration therein expressed.

GIVEN UNDER MY HAND AND SEAL OF OFFICE this the 20th day .. of Sept, 1970.



Lay H. Rippen
Notary Public in and for
Maric County, Texas

THE STATE OF TEXAS)

COUNTY OF Maric)

BEFORE ME, the undersigned, a Notary Public in and for said County and State, on this day personally appeared R. E. MOORE, known to me to be the person whose name is subscribed to the foregoing instrument, and acknowledged to me that he executed the same for the purposes and consideration therein expressed.

GIVEN UNDER MY HAND AND SEAL OF OFFICE this the 20th day of Sept, 1970.



Lay H. Rippen
Notary Public in and for
Maric County, Texas

RESTRICTIONS - Page 16

FILED FOR RECORD THE 13 DAY OF NOV A. D. 1970 AT O'CLOCK M.

RECORDED THIS THE DAY OF A. D. 1970 AT O'CLOCK M.

BY Deputy J. A. OLREN, COUNTY CLERK WOOD COUNTY, TEXAS.

IN WITNESS WHEREOF, these presents have been executed in counterparts, each executed counterpart to have the full force and effect of an original, this the 18th day of October, 1970.

HOLLY LAKE DEVELOPMENT COMPANY

By: [Signature]
C. Jack Wilson, General Partner

LIENHOLDERS:

TYLER BANK & TRUST COMPANY

By: [Signature]

[Signature]

R. G. MOORE

[Signature]

R. E. MOORE

THE STATE OF TEXAS)
COUNTY OF Smith)

BEFORE ME, the undersigned, a Notary Public in and for said County and State, on this day personally appeared C. Jack Wilson, a General Partner of the partnership firm of HOLLY LAKE DEVELOPMENT COMPANY, known to me to be the person whose name is subscribed to the foregoing instrument, and acknowledged to me that he executed the same as the act of HOLLY LAKE DEVELOPMENT COMPANY, a co-partnership, for the purposes and consideration therein expressed and in the capacity therein stated.



GIVEN UNDER MY HAND AND SEAL OF OFFICE this the 18 day of October, 1970.

[Signature]
Notary Public in and for
Dallas County, Texas
Smith

THE STATE OF TEXAS)
COUNTY OF _____)

BEFORE ME, the undersigned, a Notary Public in and for said County and State, on this day personally appeared _____, known to me to be the person and officer whose name is subscribed to the foregoing instrument and acknowledged to me that the same was the act of the said TYLER BANK & TRUST COMPANY, a corporation, and that he executed the same as the act of such corporation for the purposes and consideration therein expressed, and in the capacity therein stated.

GIVEN UNDER MY HAND AND SEAL OF OFFICE this the _____ day of _____, 1970.



[Signature]
Notary Public in and for
Marble County, Texas