

NOT AN OFFICIAL DOCUMENT

Canyon Lake Hills Unit No. 2

This conveyance is subject, however, to the following restrictions, covenants, conditions, easements and reservations, which are a part of the consideration for the execution of this deed and which shall run with and burden the title to the property hereby conveyed and shall be binding upon the Grantees, their heirs, successors and assigns:

1. All lots shall be used solely for residential purposes, except lots designated for business purposes provided, however, no business shall be conducted on any of these lots which is noxious or harmful by reason of the emission of odor, dust, smoke, gas fumes, noise or vibration; and provided further that the Grantor expressly reserves the right until January 1, 1970, to vary the use of any property notwithstanding the above restrictions, should Grantor in its sole judgment deem it in the best interest of the subdivision to grant such variance or variances so as to permit the use for business purposes of a lot restricted to residential use. The granting of any such variance by the Grantor shall be specifically stated in both the contract of sale and in the Grantor's deed conveying said lot or lots.
2. Lots designated as business may be used either for residential or business purposes provided, however, that if used for a business the nature and purpose of the business use shall first be approved in writing by Grantor, his successors, assigns or designees. No lot may be subdivided unless written approval is given by the Grantor, his assignees or designees. However, one house may be built on each one-half (1/2) acre tract and sold as such.
3. No building other than a single family residence containing not less than 600 square feet in Units 1, 2, and 3, and no less than 900 square feet in Units 4, 5, and 6, exclusive of open porches, breezeways, carports and garages, shall be erected or constructed on any residential lot in Canyon Lake Hills and no garage may be erected except simultaneously with or subsequent to erection of residence. All buildings must be completed not later than six (6) months after laying foundations and no structures or house trailers of any kind may be moved on to the property. Servants' quarters and guesthouses may be constructed on the rear one-third of said lots after completion of permanent residence.
4. No improvements shall be erected or constructed on any lot in Canyon Lake Hills nearer than 30 feet to the front property line nor nearer than 5 feet to the side property line, except that in the case of corner lots, no improvements shall be erected or constructed within 10 feet of side property lines adjacent to streets. In lots 100 feet or less in depth, the 30-foot setback may be 10 feet.
5. Motels and tourist courts shall be deemed to be a business use.
6. No building or structure shall be erected or constructed on any lot until the building plans, specifications, plot plans and external design have first been approved in writing by the Grantor or by such nominee or nominees as it may designate in writing. To preserve the value and beauty of Canyon Lake Hills, no trees on the above described property shall be cut down or destroyed without Grantor's prior written approval.
7. No advertising or "For Sale" signs shall be erected on Canyon Lake Hills without written approval of Grantor.
8. No building or structure shall be occupied or used until the exterior thereof is completely finished with not less than two coats of paint. No outside toilet shall be installed or maintained on any premises and all plumbing shall be connected with a sanitary sewer or septic tank approved by the State and Local Departments of Health. Before any work is done pertaining to the location of utilities, approval of said location must be first obtained from the Grantor and the local Department of Health. No removal of trees nor excavation of any other materials other than for landscaping, construction of buildings, driveways, etc., will be permitted without the written permission of the Grantor.
9. An assessment of \$2.00 per month per lot owner (which may be paid monthly, semi-annually, or annually) shall run against each lot in said subdivision for the use and maintenance of the park-recreation area and operating costs according to rules and regulations of Grantor. The decision of the Grantor, its nominee or consignee with respect to the use and expenditure of such funds shall be conclusive and the Grantee shall have no right to dictate how such funds shall be used. Such assessment shall be and is hereby secured by a lien on each lot respectively, and shall be payable to the Grantor in San Antonio, Texas, on the 1st day of June of each year, commencing June 1, 1968 or to such other persons as Grantor may designate by instrument filed of record in the Office of the County Clerk of Comal County, Texas. In cases where one owner owns more than one (1) lot, there will be only one (1) assessment for such owner. Provided, however, that if such an owner should sell one or more of his said lots to a party who theretofore did not own property in Canyon Lake Hills, then said lot or lots so transferred shall thereafter be subject to the lien provided for in Covenant 9. The title in fee simple to land designated as park-recreation area is to be retained by the Grantor, its successors or assigns, and the Grantee, his heirs, successors, executors, administrators or assigns, further agrees that the use of the park-recreational area is subject to the approval of the user by the Grantor, its successors or assigns, rules or regulations now in force or which may from time to time be made by the Grantor, its successors or assigns and shall be binding upon the Grantee, his successors or assigns.
10. No part of said premises shall be used or occupied by any person or persons unless such person or persons shall first be approved for membership in the Canyon Lake Hills Colony Club. The Grantor shall have the exclusive right of approving all members of the Canyon Lake Hills Colony Club.
11. All approved members, approved property owners and their families shall have ingress and egress to the lake and park-recreation area, as shown by plats of Canyon Lake Hills, subject to rules and regulations of Grantor, but all

others must have written approval of said Grantor. Use of lake and park-recreation area shall be at users own risk. Use of the lake and easement area is also subject to the rules and regulations as set forth by the Army Corps of Engineers, etc.

12. It is expressly understood that the Grantor does not make any representation as to the water level to be maintained in the lake to be created by the construction of Canyon Lake Dam, which water level will vary from time to time.

13. No noxious, offensive, unlawful or immoral use shall be made of the premises.

14. All covenants and restrictions shall be binding upon the Grantee or his successors, heirs and assigns. Said covenants and restrictions are for the benefit of the entire subdivision.

15. The Grantor reserves to itself, its successors and assigns an easement or right-of-way over a strip along the side, front and rear boundary lines of the lot or lots hereby conveyed, for the purpose of installation or maintenance of utilities, including but not limited to gas, water, electricity, telephone, drainage and sewerage and any appurtenance to the supply lines therefore, including the right to remove and/or trim trees, shrubs or plants. This reservation is for the purpose of providing for the practical installation of such utilities as and when any public or private authority or utility company may desire to serve said lots with no obligation to Grantor to supply such services.

16. All lots are subject to easements and restrictions of record and are subject to any applicable zoning rules and regulations.

17. Grantor reserves unto itself, its successors and assigns and excludes from this conveyance a one-sixteenth (1/16) nonparticipating royalty interest in all minerals of every kind that may be produced from the land hereby conveyed, same being one-half (1/2), of the usual one-eighth (1/8) landowner's royalty.

18. That an assessment, for the purpose of bringing water to each lot, of \$3.00 per foot for frontage along the front property line shall run against each lot and part thereof in said subdivision, and an assessment on the same basis shall run against each tract of land sold in said subdivision by metes and bounds description. Such assessment shall be and is hereby secured by a lien on each lot or tract, respectively; and if and when the Grantor, its successors or assigns, shall construct a water main in the street and/or easement running by said lot or tract and water is made available to same, said assessment aforesaid shall become due and payable to Grantor, its successors and assigns, in San Antonio, Texas, at the time the water supply is made available to said property. Said assessment may be arranged on a satisfactory monthly payment basis.

19. Invalidation of any one of these covenants or restrictions by judgment of any court shall in no way affect any of the other provisions, which shall remain in full force and effect.

TO HAVE AND TO HOLD the above described premises, together with all and singular the rights and appurtenances thereto in anywise belonging unto said Grantees and the heirs, successors and assigns of the Grantees forever. The Grantor hereby binds itself and its successors to WARRANT and FOREVER DEFEND all and singular the said premises subject to the reservations, easements, restrictions and covenants above referred to, unto the Grantees and unto the heirs, successors, assigns and legal representatives of the Grantees against every person whomsoever lawfully claiming or to claim the same or any part thereof. Taxes for current year assumed by Grantees.

IN TESTIMONY WHEREOF, LAKECROFT, INC., has caused this instrument to be signed by its President, attested by its Assistant Secretary, and the corporate seal to be hereunto affixed at San Antonio, Texas, this the 3rd day of July A..D. 1975
LAKECROFT, INC.