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DECLARATION OF COVENANTS AND RESTRICTIONS

CREEKSIDE VILLAGE OF SHELBY

THIS DECLARATION OF COVENANTS AND RESTRICTIONS (this "Declaration") is made this 2nd day of October, 1998 by 26 SHELBY LLC, a Michigan limited liability company, whose address is 2025 W. Long Lake Road, Suite 104, Troy, Michigan 48098;

RECITALS:

A. Developer is developing certain real property located in the Township of Shelby, County of Macomb, State of Michigan, which is described on Exhibit "A" attached hereto and made a part hereof.

B. Developer desires to develop said property as a single family residential subdivision pursuant to a subdivision plat recorded by Developer. The subdivision is to be known as Creekside Village of Shelby.

C. Developer desires to: promote the proper use and appropriate development and improvement of the above-referenced property; protect the owners of the property against improper use of surrounding lots as may depreciate the value of the property; guard against the construction of buildings with improper or unsuitable materials; promote adequate and reasonable development of said property; encourage the construction of attractive improvements thereon and establish appropriate locations thereof to secure and maintain proper setbacks from the streets and adequate free spaces between structures; promote high standards of maintenance and operation of community-facilities open areas and services for the benefit and convenience of all owners of the property and all residents; and, in general, provide for a residential subdivision of the highest quality and character.

NOW, THEREFORE, Developer hereby declares that the real property described on Exhibit "A" attached hereto is, and any parcels and/or lots into which said property may be divided is, and shall be held, transferred, sold, conveyed and occupied subject to the conditions, covenants, restrictions, reservations and grants hereinafter set forth, together with such other conditions, covenants, restrictions, reservations and grants which are hereafter recorded with respect to said property; all of which conditions, covenants, restrictions, reservations and grants are for the benefit of and shall run with and bind the property and all parties having any right, title or interest in the property or any part thereof, or improvements thereon, as well as their heirs, successors and assigns.

ARTICLE I
DEFINITIONS

Section 1.1 "Association" shall mean Creekside Village of Shelby Homeowners Association, a Michigan non-profit corporation to be formed by Developer for the purposes described herein, and its successors and assigns.

Section 1.2 "Boulevard Islands" shall mean the boulevard and/or cul de sac islands located within the roads within the Subdivision.

Section 1.3 "Common Areas" shall mean those portions of the Subdivision which are for the common use and enjoyment of the Owners including those designated on the recorded

plat with respect to the Subdivision or as otherwise referenced in this Declaration, as Boulevard and cul-de-sac islands or Parks, together with any improvements constructed within the foregoing areas, including without limitation, any Entrance Way, Landscaping and Perimeter Improvements, Irrigation Improvements and Storm Water Drainage Facilities, signage and Subdivision parks.

Section 1.4 "Entrance Way, Landscaping and Perimeter Improvements" shall mean any entrance way monuments, landscaping and related improvements, and any perimeter landscaping or fencing installed by Developer within the Boulevard Islands and/or Parks.

Section 1.5 "Developer" shall mean 26 Shelby, L.L.C., its successors and assigns.

Section 1.6 "Irrigation Improvements" shall mean any irrigation systems and related facilities, including meters and back flow protectors, that may be installed by Developer in the Boulevard Islands and/or Parks.

Section 1.7 "Lot" shall mean each unit of land designated for residential use and the construction thereon of a single family dwelling unit, as identified on the recorded plat with respect to the Subdivision.

Section 1.8 "Member" shall mean a member of the Creekside Village of Shelby Homeowners Association.

Section 1.9 "Owner" shall mean the holder or holders of the record fee simple title to, and/or the land contract purchaser of a Lot, whether one or more persons or entities. The term "Owner" shall not include any mortgagee or any other person or entity having an interest in a Lot merely as security for the performance of an obligation, unless and until such mortgagee or their person or entity shall have acquired fee simple title to such Lot by foreclosure or other proceeding or conveyance in lieu of foreclosure. If more than one person or entity owns fee simple title to a Lot, or in the event any Lot is subject to a land contract, then the interests of all such persons or entities, and the interest of the land contract seller and purchaser, collectively shall be that of one Owner.

Section 1.10 "Parks" shall mean all private parks which are located within the Subdivision as shown on the recorded plat with respect to the Subdivision.

Section 1.11 "Property" shall mean that certain real property described on Exhibit "A" attached hereto and previously made a part hereof, as the same may be amended.

Section 1.12 "Storm Water Drainage Facilities" shall mean all storm drainage facilities located on the Property, including but not limited to the storm water detention basins located within the Parks, storm sewer lines, manhole covers, and storm drainage grates.

Section 1.13 "Storm Water Drainage Agreements" shall mean the Storm Water Facilities Construction Agreement and the Detention Basin Operation and Maintenance Agreement entered into between the Township and Developer and pertaining to the construction, maintenance, operation and repair of the Storm Water Drainage Facilities.

Section 1.14 "Subdivision" shall mean the single family residential subdivision known as Creekside Village of Shelby pursuant to the plat recorded by Developer with respect to the Property.

Section 1.15 "Township" shall mean the Township of Shelby, a Michigan municipal corporation.

Section 1.16 "Wetlands" shall mean those portions of the Property, if any, which are designated as wetlands on the recorded plat for the Subdivision and/or which are designated as such by any governmental unit or agency having jurisdiction over the Property.

ARTICLE II
PROPERTY SUBJECT TO THIS DECLARATION

The Property which is subject to and which shall be held, transferred, sold, conveyed and occupied pursuant to this Declaration is more particularly described on Exhibit "A" attached hereto as the same may be amended and any other additional lands which Developer subjects to this Declaration.

ARTICLE III
HOMEOWNERS ASSOCIATION

Section 3.1 Creation and Purposes. Developer shall form a non-profit corporation in accordance with the Michigan Non-Profit Corporation Act, Act No. 162 of the Public Acts of 1982, which shall be known as the Creekside Village of Shelby Homeowners Association or such other name as may be designated by Developer. The Association and its Members shall have those rights and obligations which are set forth in this Declaration and in the Articles of Incorporation and By-Laws of the Association. The purposes of the Association shall be to maintain the Common Areas for the common use of all residents and Owners, to arrange for the provision of services and facilities of common benefit and, in general, to maintain and promote the desired character of the Subdivision.

Section 3.2 Membership. Developer and every Owner shall be a member of the Association. Every Owner shall become a Member commencing upon the date on which said Owner is conveyed fee simple title to a Lot or, if applicable, the date upon which a land contract purchaser enters into a land contract to purchase a Lot. All membership rights and obligations shall be appurtenant to and may not be separated from the ownership of any Lot. All lot owners in all future phases of the Subdivision shall automatically be members of the Association.

Section 3.3 Voting Rights. The Association shall have two (2) classes of voting Members, which are as follows:

A. Class A Members shall consist of all Owners other than Developer. Each Class A Member shall be entitled to one (1) vote on each matter submitted to a vote of Members for each Lot owned by the Class A Member. Where title to a Lot is held by more than one (1) person or entity, all such persons or entities shall be Members and jointly shall be entitled to only one (1) vote per Lot. Where a Lot has been sold pursuant to a land contract, the purchaser under said land contract shall be entitled to the vote for said Lot. Multiple Owners (including co-purchasers under a land contract) may exercise one (1) vote per Lot as they may mutually agree, and such co-owners or co-purchasers shall notify the Association in writing of the person entitled to exercise such vote. In the event any multiple Owners fail to provide such notice to the Association within thirty (30) days prior to the date set for a meeting, the Owner whose name first appears on record title shall be deemed to be the Member authorized to vote on behalf of all the multiple Owners and any vote cast in person or by proxy by said Owner, or the failure of said Owner to vote, shall be binding upon all such multiple Owners.

B. Developer shall be the Class B Member. In order to assure the orderly development and maintenance of the Property and the Common Areas, the Class B Member shall be entitled to three (3) votes for each Lot owned by Developer as shown on the final preliminary plat for the Subdivision as approved by the township Board. Class B membership shall terminate as to any Lots owned by Developer at the time any such Lot is sold and conveyed to an Owner other than Developer, which Owner shall thereafter be a Class A Member.

Section 3.4 Articles and By-Laws. The Association shall be organized, governed and operated in accordance with its Articles of Incorporation and By-Laws, which shall be consistent with the provisions and purposes of this Declaration. In the event there exists any conflict between the provisions contained within the Association's Articles of Incorporation and By-Laws and the provisions contained within this Declaration, the provisions of this Declaration shall control.

Section 3.5 Directors. The right to manage the affairs of the Association shall be exclusively vested in the Association's Board of Directors. The Developer or its designated representative shall be the sole Director of the Association until such time as one hundred

(100%) percent of the Lots within the Subdivision have been sold and conveyed by Developer, or until such earlier time as Developer may elect, in its discretion. Thereafter, the Board of Directors shall be elected by the Members of the Association in accordance with the provisions of the Articles of Incorporation and By-Laws of the Association.

ARTICLE IV **COMMON AREAS**

Section 4.1 Right of Members to Use Common Areas. Each Member of the Association shall have the right and non-exclusive easement to use the Common Areas for the purposes provided herein. Such right and easement shall be appurtenant to, and shall pass with the title to every Lot, regardless of whether any such easement is specifically referenced in the deed conveying such Lot.

Section 4.2 Parks. The Association shall be responsible for the maintenance, repair and upkeep of the Parks and any Irrigation Improvements located therein, subject to the ordinances, rules and regulations of the township and the provisions of this Declaration and any amendments thereto. The Parks shall be retained as open space areas and shall be used solely for storm water detention and open space purposes and no dwellings shall be erected thereon. There shall be no activity within any Wetlands except as permitted by applicable statutes, ordinances, rules and regulations of those governmental units having jurisdiction. The Association shall have the right to establish rules and regulations as the Board of Directors may be deemed necessary or desirable for the safe, orderly and convenient operation and use of the Parks and the improvements, equipment or facilities located thereon.

Section 4.3 Storm Water Drainage Facilities. The Association shall be responsible for the maintenance and repair of the Storm Water Drainage Facilities in accordance with the ordinances, rules and regulations of any governmental entities having jurisdiction over the Storm Water Drainage Facilities, this Declaration and the Storm Water Drainage Agreements and/or any other maintenance agreements entered into between Developer and any governmental entity with respect to the maintenance, upkeep and repair of the Storm Water Drainage Facilities. The storm water detention basins located within the Parks shall be used only for storm water detention and open space purposes. No improvements or structures shall be installed within the storm water detention basins other than improvements and structures which are necessary for the proper functioning of the storm water detention basins. The Association shall have the right to establish additional rules and regulations with respect to the preservation and upkeep of the Storm Water Drainage Facilities as the Board of Directors may deem necessary or desirable to insure the continued proper operation of the Storm Water Drainage Facilities.

Section 4.4 Boulevard Islands. The Association shall be responsible for the maintenance, repair and replacement of the Boulevard Islands and any Irrigation Improvements located therein, in accordance with the ordinances, rules and regulations of any governmental agencies having jurisdiction over the streets and right-of-ways within the Subdivision and subject to this Declaration and any maintenance agreements entered into by Developer and any governmental entity having jurisdiction. The Association shall have the right to establish rules and regulations as the Board of Directors may deem necessary or desirable for the maintenance, upkeep and beautification of the Boulevard Islands in order to insure an aesthetically pleasing appearance for the benefit of all Owners within the Subdivision.

Section 4.5 Entrance Way, Landscaping and Perimeter Improvements. The Association shall be responsible for the maintenance, repair and upkeep of all Entrance Way, Landscaping and Perimeter Improvements including Subdivision signs installed by Developer within the Subdivision and all Irrigation Improvements located therein. The Association shall have the right to establish rules and regulations as the Board of Directors may deem necessary or desirable for the maintenance, upkeep and beautification of all such improvements in order to insure an aesthetically pleasing appearance for the benefit of all Owners within the Subdivision.

Section 4.6 Title to Common Areas. At such time as the Association has been formed and organized, Developer may, in its discretion, convey title to the Common Areas to the Association. In any event, Developer shall convey title to the Common Areas to the Association at or before such time as Developer conveys to an Owner the last lot within the Subdivision in which Developer holds a fee title interest. The conveyance of the Common Areas shall be

subject to any easements reserved, dedicated or granted by Developer (in accordance with Sections 4.6 or 6.27 below), this Declaration, the Storm Water Drainage Agreements and any other maintenance and/or easement agreements entered into with the Township or other governmental entity prior to the date of the conveyance.

Section 4.7 Common Area Easements. Developer, the Association and the Township, and their agents and representatives, shall have a perpetual easement for reasonable access to the Common Areas, at all reasonable times for purposes of maintenance, repair, operation and improvement thereof. Prior to the conveyance by Developer to the Association of the Common Areas, in accordance with Section 4.5 above, Developer, subject to all applicable municipal ordinances, shall have the exclusive right to reserve, dedicate and/or grant public or private easements within the Common Areas for the construction, installation, repair, maintenance and replacement of rights-of-way, walkways, bicycle paths, water mains, sewers, drains, detention basins, electric lines, telephone lines, gas mains, cable television and other telecommunication lines and other public and private utilities, including all equipment, facilities and appurtenances relating thereto and/or for the preservation of any portion of the Common Areas in their natural state; provided such right is exercised in accordance with all applicable laws, rules and regulations, including the commencement of legal proceedings, if necessary. Developer reserves the right to assign any such easements to units of government or public utilities. Developer may determine the location and configuration of such easements at its discretion. Following the conveyance by Developer to the Association of title to the Common Areas, the Association shall have the right to reserve, dedicate or grant public or private easements for such purposes and subject to such conditions as may be agreed upon by the Members; provided, however, that any dedication, transfer to determination as to the conditions thereof shall be effective only upon execution of an instrument signed by the holders of two-thirds (2/3) of all outstanding Class A votes and by Developer if Developer continues to own any Lots within the Subdivision and approved by the Township; provided such right is exercised in accordance with all applicable laws, rules and regulations, including the commencement of legal proceedings, if necessary.

Section 4.8. Storm Water Drainage Agreements. Developer and the Township have entered into the Storm Water Drainage Agreements which are incorporated herein by reference. Upon the recording of this Declaration, the Association will be committed to (i) the perpetual maintenance, operation, improvement and repair and replacement of the Storm Water Drainage Facilities; (ii) the payment of all costs and expenses in connection with the maintenance, operation, improvement, repair and replacement of the Storm Water Drainage Facilities; (iii) obtain insurance in the types and amounts required in the Storm Water Drainage Agreements; and (iv) the duty to levy appropriate and sufficient assessments (both annual and special) to defray such costs and expenses. The Storm Water Drainage Facilities may also inure to the benefit of future phases of the Subdivision.

Section 4.9 Action by the Township. In the event that the Association shall at any time fail to operate and maintain the Storm Water Drainage Facilities and/or the Common Areas in reasonable condition and order, the Township shall serve written notice upon the Association setting forth the manner in which the Association has failed to operate and maintain the Storm Water Drainage Facilities and/or the Common Areas in reasonable condition and order. The notice shall include a demand that the deficiencies in the operation and maintenance be cured within thirty (30) days thereof, and shall notify the Association of the date, time and place of a public hearing before the Township Board or such other boards or body of officials to whom the Township shall delegate such responsibility. Such hearing shall be held within fifteen (15) days of the notice. At such hearing the Township may modify the terms of the original notice of deficiencies in operation and maintenance and may grant an extension of time within which such deficiencies shall be cured. If the deficiencies set forth in the original notice or in the modification thereof are not cured within said thirty (30) day period or any extensions of time granted at the hearing, the Township, in order to eliminate and cure the deficiencies in the operation and maintenance of the Storm Water Drainage Facilities and/or the Common Areas, may enter upon the Property and operate and maintain said Storm Water Drainage Facilities and/or the Common Areas for a period of one (1) year. The operation and maintenance of the Storm Water Drainage Facilities and/or the Common Areas by the Township shall not constitute a taking of the Storm Water Drainage Facilities and/or the Common Areas nor vest in the public any additional right to use the same.

Within sixty (60) days prior to the expiration of the aforesaid one (1) year period that the Storm Water Drainage Facilities and/or the Common Areas are under the control and jurisdiction of the Township, the Association may request another public hearing be held or the Township may call another public hearing upon reasonable notice to the Association. At such hearing, the Association shall show cause why such operation and maintenance by the Township shall not continue for a succeeding one (1) year period. If the Township shall reasonably determine that the Association is ready, willing and able to operate and maintain the Storm Water Drainage Facilities and/or the Common Areas in reasonable condition and order, the Township shall cease to operate and maintain the Storm Water Drainage Facilities and/or the Common Areas at the end of said year. If the Township shall reasonably determine that the Association is not ready, willing and able to operate and maintain the Storm Water Drainage Facilities and/or the Common Areas during the next succeeding year, then, subject to a similar public hearing and determination in each successive year thereafter, the Township may continue to enter upon the Property and operate and maintain said Storm Water Drainage Facilities and/or the Common Areas.

Should deficiencies in the operation and maintenance of the Storm Water Drainage Facilities and/or the Common Areas be determined by the Township to constitute an impending danger to health, safety and welfare of the public, or a public or private nuisance, the Township shall have the right to take immediate corrective action and summarily abate such danger or nuisance.

The actual costs and expenditures, including administration expenses and attorney fees, incurred by the Township as a result of its operation and maintenance of the Storm Water Drainage Facilities and/or the Common Areas or the summary abatement of an impending danger or nuisance in relation thereto, shall be at the expense of the Association and such costs and expenditures shall be assessed equally against each Lot and become due, be collected and be returned for non-payment in the same manner and at the same time as ad valorem property tax levies of the Township.

The Township, at its option, shall be subrogated to any rights the Association may have in this Declaration for the imposition of assessments and the collection thereof in relation to the Storm Water Drainage Facilities and/or the Common Areas.

ARTICLE V

COVENANTS FOR MAINTENANCE AND CAPITAL CHARGES

Section 5.1 Creation of the Lien and Personal Obligation for Assessments. Each Owner, other than Developer, by accepting title to such Lot, or, by entering into a land contract for the purchase of such Lot, shall be deemed to covenant and agree to pay to the Association, when due, the assessments described below, regardless of whether or not such covenant shall be expressed in such Owner's instrument of conveyance or land contract:

A. Annual assessments to meet regular Association expenses, which shall include such assessments necessary for the Association to perform its maintenance obligations under Article IV above and as may be necessary to maintain any easements referenced in Sections 4.6 or 6.27 of this Declaration;

B. Special assessments for capital improvements, to be established and collected as set forth below;

C. Special assessments against specific Lots and Owners for maintenance, to be established and collected as set forth below; and

D. All other assessments for taxes, levies, assessments or other charges lawfully imposed or charged to the Association with respect to the Common Areas.

The foregoing assessments, together with such interest thereon and costs of collection thereof (including court costs and reasonable attorneys' fees) which are described below, shall be a lien on the Lot against which they are made and all improvements thereon. Each such assessment, together with interest thereon and the costs of collection thereof, in addition to constituting a lien on such Lot and improvements, shall also constitute a joint and several

personal obligation of the person or persons who was/were the Owner(s) of the Lot on the date the assessment was established.

Section 5.2 Purpose of Annual Assessments. The Association shall use the annual assessments levied under this Article V for the purpose of: (i) promoting the recreation health, welfare and safety of the residents of the Subdivision; (ii) improving, landscaping and maintaining the Common Areas and any improvements located therein; (iii) maintaining, operating and repairing the Storm Water Drainage Facilities; (iv) providing services and facilities for the benefit of residents of the Subdivision; (v) maintaining, beautifying and improving the streets, walkways, rights-of-way, entrance ways and other common improvements within the Subdivision; and (vi) discharging any taxes, insurance premiums and mortgage installments relating to the Common Areas and any improvements thereon.

Section 5.3 Annual Assessments. Commencing in the year the Association is formed and for each fiscal year of the Association thereafter, annual assessments shall be levied and paid in the following manner:

A. The Board of Directors of the Association shall levy against each Lot an assessment based upon the projected costs, expenses and obligations of the Association for the ensuing fiscal year, which assessment shall be a specified amount per Lot. In the event the actual costs, expenses and obligations of the Association exceed the amount projected, the Board of Directors of the Association shall have the right to levy against each Lot such additional assessments as may be necessary to defray such costs, expenses and obligations.

B. For the first year in which the Association is formed, the annual assessment shall be Two Hundred and 00/100 (\$200.00) Dollars per Lot. The Board may, at its discretion, raise the annual assessment to Two Hundred Fifty and 00/100 (\$250.00) Dollars per Lot after said first year. Within thirty (30) days following the beginning of each fiscal year of the Association thereafter, the Board of Directors shall send a written notice of assessment to each Owner stating the amount of the assessment established by the Board of Directors for the ensuing year. Any annual assessment may not be increased by an amount in excess of twenty-five (25%) percent of the annual assessment for the preceding year without the affirmative vote of sixty (60%) percent of the total combined Class A and Class B votes, cast in person or by proxy at a meeting of the Members called for such purpose. The quorum requirements for such meeting shall be the same as those specified in Section 5.4 below. Each Owner shall pay said assessment within thirty (30) days from the date said written statement is mailed. Assessments not paid within said thirty (30) day period shall be deemed delinquent and interest shall accrue on delinquent assessments at the interest rate established by resolution of the Association's Board of Directors, which interest rate shall not exceed the highest rate allowed by law.

C. Any Owner who acquires a Lot from Developer or from a person or entity exempt from the payment of assessments under Section 5.7 below, shall pay to the Association, on the date said Lot is conveyed to the Owner, an amount equal to the prorated balance of any annual assessment and special assessment, if any, established for the then current assessment period, based upon the number of days remaining in the then current assessment period from the date of conveyance. For each fiscal year thereafter, such Owner shall be liable for any and all assessments levied in accordance with this Article V.

D. The fiscal year of the Association shall be established in the manner set forth in the Association's By-Laws.

E. The Board of Directors, in its discretion, may establish an installment program for the payment of any regular, special or deficit assessment and may charge interest in connection therewith.

Section 5.4 Special Assessments for Capital Improvements. In addition to the annual assessments authorized by Section 5.3 above, the Association may levy a special assessment for the purpose of defraying, in whole or in part, the cost of any construction, reconstruction, repair or replacement of any improvements on the Common Areas, including any fixtures, equipment and other personal property relating thereto provided, however, that no such special assessment shall be levied unless first approved by sixty (60%) percent of the total combined Class A and Class B votes, cast in person or by proxy at a meeting of the Members duly called for such

purpose. Written notice of such meeting shall be sent to all Members at least thirty (30) days in advance of the meeting, which notice shall set forth the purpose of the meeting. Any such special assessments shall be due and payable according to the terms and conditions and in the manner specified in the resolution of the Association. Any special assessment not paid when due shall be deemed delinquent and interest shall accrue on such delinquent assessment at the interest rate established by resolution of the Association's Board of Directors, which interest rate shall not exceed the highest rate allowed by law. The quorum required for the first meeting called for the purpose of voting on a special assessment shall be at least sixty-five (65%) percent of all the then authorized votes present, either in person or by proxy. If the required quorum is not present at the first meeting called for the purpose of considering the special assessment, another meeting may be called for said purpose, with notice thereof to be given as provided for in this Section 5.4 and the required quorum at any such subsequent meeting shall be reduced to thirty (30%) percent of all then authorized votes present, provided that such second meeting is held within sixty (60) days from the date of the first meeting.

Section 5.5 Uniform Assessment Rate; Assessments Against Specific Properties.

A. Subject to Section 5.5 B. below, all annual and special assessments shall be fixed and established at the same rate for all Lots within the Subdivision.

B. In addition to the assessments otherwise authorized in this Article V, the Association may levy a special assessment against one or more specific Lots, for the purpose of maintaining and caring for the surface thereof and any plantings, landscaping or other vegetation located thereon. A special assessment for such purposes shall not be levied except in compliance with the following procedures:

(i) The Association's Board of Directors shall determine that the appearance of a Lot, or a portion thereof, significantly detracts from the appearance and attractiveness of the remainder of the Subdivision or otherwise constitutes a violation of the restrictions set forth in Article VI hereinbelow.

(ii) Written notice of such determination which specifies the nature of the unsatisfactory condition and the actions required to remedy the unsatisfactory condition shall be delivered to the Owner of the offending Lot.

(iii) The Owner shall have a period of not less than thirty (30) days from the date said Owner receives the above referenced notice to commence the required work.

(iv) If the Owner has not commenced the required work within said thirty (30) day period or, if having commenced such work, it is not completed within a reasonable time after commencement, the Association shall have the right to enter upon the Owner's property, complete the required work and assess the cost against such Lot; provided, however, such cost shall not exceed the reasonable cost for performing such work.

(v) Any assessment levied under this Section 5.5 B shall be due and payable thirty (30) days from the date the Owner receives a statement. Any such assessment not paid when due shall be deemed delinquent and interest shall accrue on such delinquent assessment at the interest rate established by resolution of the Association's Board of Directors, which interest rate shall not exceed the highest rate allowed by law.

Section 5.6 Certificate with Respect to Assessments. Upon the written request of any Owner, the Association shall furnish within a reasonable time a written certificate regarding the status of any assessments levied against such Owner's Lot(s). Any such certificate when properly issued by the Association shall be conclusive and binding with regard to the status of the assessment as between the Association and any bona fide purchaser of said Lot(s) described in the certificate and the lender who has taken a lien on said property as security for the repayment of a loan.

Section 5.7 Subordination of Liens to Mortgages. The lien for assessments provided for in this Article V shall be subordinate to the lien of any mortgage or mortgages held by any bank, savings and loan association, insurance company, mortgage company or other similar institution existing of record at the time the lien for assessments shall be imposed. Sale or

transfer of a Lot, or any portion thereof, shall not affect the assessment lien. However, the sale or transfer of any Lot in connection with a mortgage foreclosure proceeding, or any proceeding in lieu thereof, shall extinguish the lien of the assessments, interest and charges, which became due prior to such sale or transfer, but in no such event shall the prior Owner of said Lot be relieved of any liability for such obligations and debts. No sale or transfer pursuant to any foreclosure proceeding, or any proceeding in lieu thereof, shall relieve any Lot from any assessments thereafter levied or from the lien accruing from such assessments, and no subsequent sale or transfer shall release such Lot from liability for any assessment, interest or charges which thereafter become due or from any lien therefor.

Section 5.8 Collection of Assessment and Creation of Lien. If any assessment is not paid within thirty (30) days from the date payment is due, the Association may sue the Owner and obtain a personal judgment against said Owner and/or may enforce the lien in the same manner as, and by following similar procedures which are required for, the foreclosure of mortgages, whether by advertisement or judicial action, including the allowance of such costs and reasonable attorneys' fees as would be taxable in the foreclosure of a mortgage.

ARTICLE VI

GENERAL RESTRICTIONS

Section 6.1 Land and Building Use Restrictions. All Lots shall be used for private residential purposes only and no building, except an existing building or as specifically authorized elsewhere in this Declaration, shall be erected, re-erected, placed or maintained or permitted to remain thereon, except one (1) single family private dwelling or model home not to exceed two (2) stories in height and an attached private garage containing no less than two (2) nor more than three (3) parking spaces for the sole use of the Owner or occupants of the dwelling. No other accessory building or structure including, but not limited to carports, may be erected in the Subdivision without the prior written consent of Developer.

Section 6.2 Dwelling Size and Minimum Yard Requirements. No dwelling having a living area of less than one thousand eight hundred (1,800) square feet in the case of a one-story dwelling, two thousand one hundred (2,100) square feet in the case of a one and one-half story dwelling, and two thousand two hundred (2,200) square feet in the case of a two-story, bilevel or multilevel dwelling shall be permitted on any lot. All computations of square footage for determination of the permissibility of erection of a residence shall be exclusive of garages, porches, or terraces. The square footage area of any two-story rooms shall be limited to the useable floor area of the room (i.e., the floor area of two-story rooms will not be doubled in determining the square footage of a dwelling). Each Lot shall also have constructed on it a garage which is attached or architecturally related to the dwelling. Garage doors shall not face the street on which the residence fronts, except that the Architectural Control Committee upon request may waive this prohibition, and in the case of garage doors facing side lot lines, the garage door shall not be located nearer than twenty-four (24') feet to the side lot line, except at corners where the garage door must be thirty (30') feet from the adjoining street. All garages shall comply with the minimum side entrance garage setback requirements of Shelby Township. No garage shall provide space for less than two (2) automobiles.

Section 6.3 Building Location. All buildings and structures shall be located on each Lot in accordance with the Township's requirements set forth in its zoning ordinance.

Unless a variance is granted by Shelby Township and approved by the Committee and subject to the sideyard setbacks depicted on the "Driveway and Setback Plan" attached hereto as Exhibit "A", no building on any Lot shall be erected nearer than:

- A. Thirty (30') feet front the front lot line; nor
- B. Thirty-five (35') feet from the rear lot line; nor
- C. In compliance with the setbacks, sideyards shall not be less than eight (8') feet and a total between dwellings of not less than twenty (20') feet, except as provided for in paragraph 6.2 D regarding corner lots; nor
- D. In the case of corner lots, thirty (30') feet from the side lot line abutting a street.

Section 6.4 Driveways. Access driveways and other paved areas for vehicular use on a Lot shall have a base of compacted sand, gravel, crushed stone or other approved base material and shall have a wearing surface of concrete or the equivalent thereof. Plans for driveways, pavement edging or markers must be approved by Developer in writing prior to commencing any construction in accordance with such plans.

Section 6.5 Natural Drainage Ways. Where there exists on any Lot(s) a condition of accumulation of storm water remaining over an extended period of time, the Owner may, with the written approval of Developer and the Township, take such steps as shall be necessary to remedy such condition and provided that no obstructions or diversions of existing storm drain swales and channels, over and through which storm water naturally flows upon or across any Lot, shall be made by an Owner in such manner as to cause damage to other property.

Section 6.6 Exterior Surface Dwellings. The visible exterior walls of all dwelling structures shall be made of wood, brick, brick veneer and/or stone in any combination. Other materials acceptable to the Architectural Control Committee may also be used, so long as any of these materials alone or in combination do not exceed fifty (50%) percent of the total of all visible exterior walls. All dwellings shall have brick along the entire perimeter from grade to a height of at least two feet six inches (2'6"). The use of cement block, slag, cinder block, imitation brick, asphalt and/or any type of commercial, aluminum or vinyl siding is expressly prohibited. Windows and doors shall not be included in calculating the total area of visible exterior walls. The Architectural Control Committee may grant such exceptions to this restriction as it deems suitable.

Section 6.7 Home Occupations, Nuisances and Livestock. No home occupation or profession or commercial activity that requires members of the public to visit Owner's home or requires commercial vehicles to travel to and from the Owner's home shall be conducted in any dwelling located in the Subdivision with the exception of model homes owned by, and the sales activities of, the Developer or builders, developers and real estate companies who own or hold any Lots for resale to customers in the ordinary course of business. No noxious or offensive activities shall be carried on in or upon any Lots or Property nor shall anything be done thereon which may be, or may become, an annoyance or nuisance to the neighborhood, other than normal construction activity. No chickens or other fowl or livestock shall be kept or harbored on any Lot. No animals or birds shall be maintained on any Lot except customary house pets for domestic purposes only. All animal life maintained on any Lot shall have such provisions and care so as not to become offensive to neighbors or to the community on account of noise, odor or unsightliness, and no household pets shall be bred, kept or maintained for any commercial purposes whatsoever. No animal may be permitted to run loose at any time within the Subdivision and any animal shall at all times be leashed and accompanied by a responsible person while in the Subdivision. No burning of refuse shall be permitted outside the dwelling, except that the burning of leaves shall be permitted if allowed by ordinance of the Township, provided that it does not become offensive or a nuisance. No occupied or unoccupied Lot shall be used or maintained as a dumping ground for rubbish or trash.

Section 6.8 Temporary Buildings, Damaged Dwellings and Reconstruction. No trailer, mobile home, van, tent, shack, garage, barn, out-building or structure of a temporary character shall be used at any time as a temporary or permanent residence; provided, however, that the foregoing restriction shall not apply to any activities by Developer or any builder, developer or real estate company during any sales and/or construction periods. All permanent dwellings shall be completed within two (2) years from the commencement of construction. No old or used buildings of any kind whatsoever shall be moved or reconstructed on any Lot. Any building damaged or destroyed by any cause, for which repair or reconstruction has not commenced within six (6) months from the date of damage or destruction, shall be removed so that there are no ruins or debris remaining within six (6) months from the date of damage or destruction. Any building which is not completed within two (2) years from commencement of construction or any damage or destruction not promptly remedied shall be deemed a nuisance and may be abated as provided by law. Any and all property within any public or private road or right-of way which is disturbed by reason of any work performed by an Owner, or said Owner's agents, servants, employees or independent contractors, in erecting any building or structure on said Owner's Lot shall be restored by said Owner, at his sole expense, to its condition immediately prior to the commencement of such work. Said restoration shall be performed immediately following the completion of said work or, if such work is not completed, within a reasonable time following the date the work stopped.

Section 6.9 Soil Removal. Soil removal from Lots shall not be permitted, except as required for construction purposes and as permitted by Developer. In addition, all construction shall be subject to the requirements of the Michigan Soil Erosion and Sedimentation Control Act, as amended, and all other applicable statutes, ordinances, rules and regulations of all governmental agencies having jurisdiction over such activities.

Section 6.10 Underground Wiring. No permanent lines or wires for communication or other transmission of electrical or power (except transmission lines located on existing or proposed easements) shall be constructed, placed or permitted to be placed anywhere above ground on a Lot other than within buildings or structures.

Section 6.11 Maintenance of Side Strips. Owners of Lots shall be responsible for the maintenance of parkways or public rights-of-way located between their lot lines and edges of street pavements on which said Lots abut.

Section 6.12 Tree Removal. Clear-cutting or removal of trees greater than six (6") inch caliper at breast height by any person other than Developer shall not be permitted unless such clear-cutting or tree removal is in compliance with all applicable municipal ordinances and approved by Developer. It shall be the responsibility of each Lot Owner to maintain and preserve all large trees on his Lot, which responsibility includes welling trees, if necessary.

Section 6.13 Performance of Construction. No building shall be erected on any Lot except by a contractor licensed by the State of Michigan for such purpose.

Section 6.14 Vehicular Parking and Storage. No trailer, mobile home, bus, boat trailer, boat, camping vehicle, motorcycle, recreational vehicle, commercial or inoperative vehicle of any description shall at any time be parked, stored or maintained on any Lot, unless stored fully enclosed within an attached garage or similar structure; provided, however, that builders' sales and construction trailers, trucks and equipment may be parked and used on any Lot during construction operations. No commercial vehicle lawfully upon any Lot for business shall remain on such Lot except in the ordinary course of business and in conformity with all applicable laws and/or ordinances.

Section 6.15 Garbage and Refuse. Trash, garbage or other waste shall be kept only in closed, sanitary containers and shall be promptly disposed of so that it will not be objectionable to neighboring property owners. No outside storage for refuse or garbage shall be maintained or used unless the same shall be properly concealed. The burning or incineration of rubbish, trash, construction materials or other waste outside of any residential dwelling is strictly prohibited.

Section 6.16 Fences and Obstructions. With the exception of any fencing improvements installed by Developer, no perimeter fences, walls or similar structures shall be erected on any Lot within the front yard area formed by the front Lot line, the side Lot lines and a connection line which shall be the rearmost exterior wall of the residential dwelling. No other fences, walls or similar structures shall be erected on any Lot without the prior written approval of Developer. Such approval shall be granted for enclosing swimming pools permitted under Section 6.20. In addition, no fence, wall, structure, planting or obstruction shall be erected, established or maintained on any corner within a triangular area formed by the street lines and a connecting line which is at a point twenty-five (25') feet from the intersection of such street lines, which shall have a heights that is more than two (2') feet; provided, however, shade trees with wide branches which are at least eight (8') feet above ground shall be permitted within such area. In no event shall chain link fences be permitted on any Lot.

Section 6.17 Landscaping and Grass Cutting. Upon completion of a residential dwelling on any Lot, the owner thereof shall cause such Lot to be finish graded, seeded or sodded and suitably landscaped as soon after such completion as weather permits, and in any event within six (6) months from the date of completion. When weeds or grass located on any Lot exceed six (6") inches in height, the Owner of said Lot shall mow or cut said weeds and grass over the entire Lot except in wooded areas and Wetlands. If said Owner fails to mow or cut weeds or grass within ten (10) days after being notified in writing, the Developer or the Association may perform such work and the cost thereof shall become a lien upon the Lot(s) involved until paid. All Lots owned by Developer or a builder who owns Lots for resale in the ordinary course of business shall be exempt

from the foregoing restrictions contained in this Section 6.17. Upon conveyance of any Lot by Developer or a builder to an Owner other than Developer or a builder, the exemption for said Lot shall thereupon cease and such Lot shall be subject to all of the restrictions contained in this Section 6.17.

Section 6.18 Motorized Vehicles. No trail bikes, motorcycles, snowmobiles or other motorized recreational vehicles shall be operated on any Lot or in any easement, side strip or Common Areas within the Subdivision.

Section 6.19 Swimming Pools, Tennis Courts and Other Structures. No swimming pool or other recreational structure shall be constructed on any Lot unless approved by the Association. Any swimming pool or similar structure which has been approved in writing by the Association shall be constructed in accordance with this Declaration and with all applicable local ordinances and/or state laws. No above ground swimming pools shall be permitted. Swimming pools, tennis courts, whirlpools, hot tubs and other similar recreational structures, if permitted in writing by the Association, shall be screened from any street lying entirely within the Subdivision, by wall, solid fence, evergreen hedge or other visual barrier as approved in writing by the Association and in compliance with all laws and governmental regulations and ordinances pertaining thereto.

Section 6.20 Lawn Fertilization. The Township may regulate the type of fertilizers that may be used on any Lot.

Section 6.21 Signs; Illumination. No signs of any kind shall be placed upon any Lot or on any building or structure located on a Lot, or any portion thereof, unless the plans and specifications showing the design, size, materials, message and proposed location(s) have been submitted to and approved in writing by Developer, with the exception of: (i) non-illuminated signs which are not more than four (4) square feet in area pertaining only to the sale of the Lot upon which it is maintained; and (ii) non-illuminated signs which are not more than four (4) square feet in area pertaining only to a garage sale conducted on the Lot, which garage sale and sign placement shall not exceed three (3) days. The foregoing restrictions contained in this Section 6.21 shall not apply to such signs as may be installed or erected on any Lot by Developer or any builder who owns Lots for resale in the ordinary course of business, during any construction period or during such periods as any residence may be used as a model or for display purposes. No exterior illumination of any kind shall be placed or allowed on any portion of a Lot other than on a residential dwelling, unless first approved by Developer. Developer shall approve such illumination only if the type, intensity and style thereof are compatible with the style and character of the development of the Lot.

Section 6.22 Objectionable Sights. Exterior fuel tanks above ground shall not be permitted. The stockpiling and storage of building and landscape materials and/or equipment shall not be permitted on any Lot, except such materials and/or equipment as may be used within a reasonable length of time. In no event shall the storage of landscape materials extend for a period of more than thirty (30) days. No laundry drying equipment shall be erected or used outdoors and no laundry shall be hung for drying outside of the dwelling. No television or radio antennae or satellite dishes (except those which are less than twenty-four (24") inches in diameter and are located on the side or rear yard of a dwelling) shall be constructed or erected upon the exterior of any dwelling on any Lot without the prior written approval of Developer.

Section 6.23 Maintenance. The Owner of each Lot and the occupants of any portion of the Property shall keep all buildings and grounds in good condition and repair.

Section 6.24 Real Estate Sales Office. Notwithstanding anything to the contrary contained in this Declaration, Developer, and/or any builder which Developer may designate, may construct and maintain on any Lot(s) a real estate sales office with such promotional signs as Developer or said builder may determine and/or a model home or homes for such purposes. Developer and any such designated builder may continue such activity until such time as all of the Lots in which Developer and such builder have an interest are sold.

Section 6.25 Wetlands. No Wetlands shall be modified in any manner by any person or entity other than Developer or its authorized representatives unless a permit for such modification has been issued by all governmental units or agencies having jurisdiction over such Wetlands within the Property.

Section 6.26 Reservation of Easements. Subject to all applicable municipal ordinances, easements for the construction, installation, maintenance and replacement of public utilities, surface drainage facilities, sanitary sewer, storm sewer, water supply facilities, public walkways, bicycle paths and ingress and egress are hereby reserved to Developer, its successors and assigns, over, under and across Common Areas and as may be indicated on the recorded plat for the Subdivision and/or as may otherwise appear of record or as such easements may hereafter be required in the sole discretion of Developer. The use of such easements, or any portion thereof, may be assigned by Developer at any time to any person, firm, corporation, governmental agency or municipal authority or department furnishing one or more of the foregoing services and/or facilities and any such easements hereby reserved may be relinquished and waived, in whole or in part by Developer by the filing of record of an appropriate instrument of relinquishment. Developer shall have the right and authority at any time to enter into such maintenance or other agreements with any municipal authority or other governmental authority as Developer may determine to be necessary or appropriate for the purpose of providing for the maintenance, repair or replacement of any such easements or facilities located upon, over, under or through such easement and for the further purpose of providing for assessments for such purpose against any or all of the Lots within the Subdivision. To the extent provided for in any such agreement(s), such assessments shall be levied as provided for therein and shall constitute a lien upon the Lot(s) upon which it is levied. No structure, landscaping or other materials shall be placed or permitted to remain within any of the foregoing easements which may damage or interfere with the installation or maintenance of the aforesaid utilities or which may change, obstruct or retard the flow or direction of water in, on or through any drainage channels, if any, in such easements, nor shall any change be made by any Owner in the finished grade of any Lot once established by the builder of any residential dwelling thereon, without the prior written consent of Developer. Developer and its successors and assigns shall have access over each Lot for the maintenance of all improvements in, on, over and/or under any easement which burdens such Lot, without charge or liability for damages. Except as may otherwise be provided in this Declaration, or in any maintenance agreement made between Developer and any municipal or governmental authority, the Owner of each Lot shall maintain the service area of all easements within his Lot, keep grass and weeds cut, keep the area free of trash and debris and take such actions as may be necessary to eliminate or minimize surface erosion. The Owner of each Lot shall be liable for any damage to any improvements which are located in, on, over and/or under the subject easement, including, but not limited to, damage to electric, gas, telephone and other utility and communication distribution lines and facilities, which damage arises as a consequence of any act or omission of the Owner, his agents, contractors, invitees and/or licensees.

Section 6.27 Reciprocal Negative Easements. Unless otherwise expressly provided for in this Declaration, no mutual or reciprocal negative easements shall be deemed to arise or be created hereunder with respect to any land situated outside the boundaries of the Subdivision.

ARTICLE VII

ARCHITECTURAL CONTROLS

Section 7.1 Architectural Controls. It is understood and agreed that the purpose of architectural controls is to promote an attractive, harmonious residential development having continuing appeal. Accordingly, unless and until the construction plans and specifications are submitted to and approved in writing by Developer in accordance with the provisions of Section 7.2 below, (i) no building, fence, wall or other structure shall be commenced, erected or maintained, and (ii) no addition, change or alteration therein shall be made, except for interior alterations.

Section 7.2 Submission of Plans and Plan Approval.

A. All plans, specifications and other related materials shall be filed in the office of Developer, or with any agent specified by Developer, for approval or disapproval. Said construction plans and specifications shall show the nature, kind, shape, height, materials (including samples of exterior building materials upon request), approximate cost of such building or other structure, proposed drainage of surface water, location and grade of all buildings, structures and improvements, as well as utilities and parking areas for the subject Lot. Developer shall have sole authority to review, approve or disapprove the plans or specifications and/or any part thereof. Developer shall have the right to refuse to approve any plans or specifications or grading plans, or portions thereof, which are not suitable or desirable in the sole discretion of Developer, for aesthetic

or other reasons. In considering such plans and specifications, Developer shall have the right to take into consideration compatibility of the proposed building or other structures with the surroundings and the effect of the building or other structure on the view from adjacent or neighboring properties. It is desired that the natural landscape and trees be left in their natural state as much as possible or practical.

B. A report in writing setting for the decision of Developer and the reasons therefor shall be furnished to the applicant by Developer within thirty (30) days from the date of filing of complete plans, specifications and other materials by the applicant. Developer will aid and cooperate with prospective builders and Owners and make suggestions based upon its review of preliminary sketches. Prospective builders and Owners are encouraged to submit preliminary sketches for informal comment prior to the submission of architectural drawings and specifications. If Developer fails to give written notice of approval of any final architectural plans and/or specifications submitted to Developer under this Article VII within thirty (30) days from the date submitted, such architectural plans and/or specifications shall be deemed disapproved by Developer.

C. Neither Developer nor any person(s) or entity(ies) to which it delegates any of its rights, duties or obligations hereunder, including, without limitation, the Association and Architectural Control Committee referenced in Section 7.3 below shall incur any liability whatsoever for approving or failing or refusing to approve all or any part of any submitted plans and/or specifications. Developer hereby reserves the right to enter into agreements with the grantee (or vendee) of any Lot(s) (without the consent of grantees or vendees of other Lots or adjoining or adjacent property) to deviate from any or all of the restrictions set forth in this Declaration, provided that said grantee or vendee demonstrates that the application of the particular restriction(s) in question would create practical difficulties or hardships for said grantee or vendee. Any such deviation shall be evidenced by a written agreement and no such deviation or agreement shall constitute a waiver of any such restriction as to any other Lot or Owner.

Section 7.3 Architectural Control Committee. At such time as the fee simple interest in one hundred (100%) percent of the Lots in the Subdivision have been conveyed by Developer, or at such earlier time as Developer may elect, Developer shall delegate and assign all of its rights, duties and obligations as set forth in Articles VI and VII to a Committee representing the Owners or to the Association, provided that such assignment shall be accomplished by a written instrument wherein the assignee expressly accepts such powers and rights. Such instrument, when executed by the assignee shall, without further act, release Developer from the obligations and duties in connection therewith. If such assignment or delegation is made, the acts and decisions of the assignee or delegatee as to any matters herein set forth shall be binding upon all interested parties. If Developer assigns its rights and obligations under Articles VI and VII to an Architectural Control Committee, said Committee shall consist of no less than three (3) Members and no more than five (5) Members, to be appointed by Developer. Developer may transfer his right to appoint members of the Architectural Control Committee to the Association. Until such time, however, Developer reserves the right to appoint and remove members of the Committee in its sole discretion.

ARTICLE VIII

GENERAL PROVISIONS

Section 8.1 Amendment.

A. Developer may amend the covenants, conditions, restrictions and agreements of this Declaration after a final plat for the Subdivision has been recorded, without the consent of any other Owner or any other person or entity whatsoever (whether or not any such person or entity shall now or hereafter have any interest in any Lot or portion of the Property, including mortgagees and others), at any time prior to the sale of the first Lot in the Subdivision, subject to the approval of the Township if such approval is required.

B. Developer may unilaterally amend the Declaration to add additional land to the Property at any time, in which event, the covenants, conditions, restrictions and agreements of this Declaration shall apply to such additional land and Lots therein, except as may be otherwise specified in the Amendment recorded by Developer. In addition, provided that Developer has an ownership interest in all, or any part, of the Property, Developer, without the consent of any other Owner or any other person or entity whatsoever (whether or not any such person or entity shall now

or hereafter have an interest in any Lot or portion of the Property, including mortgagees and others), may amend this Declaration as may be necessary or required to comply with the requirements of any federal, state, county or local statute, ordinance, rule, regulation or formal requirement relating to all or any part of the Property.

C. In addition to the foregoing, the covenants, conditions, restrictions and agreements of this Declaration may be amended at any time following the date on which a Lot has been sold and conveyed by Developer by a written instrument signed by: (i) the Owners (including Developer) of not less than seventy-five (75%) percent of the total Lots within the Subdivision; and (ii) Developer, in the event Developer then continues to own any Lots or any portion of the Property. Notwithstanding the foregoing, any and all such amendments shall be subject to the approval of the Township if such approval is required. In no event shall the Restrictions with respect to the maintenance obligations and requirements for the Storm Water Drainage Facilities and/or Common Areas as provided for in Article IV, Section 4.9 above be amended without the prior consent of Shelby Township of Macomb County, Michigan.

Section 8.2 Term. The covenants, conditions, restrictions and agreements of this Declaration shall continue in full force and effect and shall run with and bind the land for a period of thirty (30) years from the date this Declaration is recorded and shall thereafter automatically be extended for successive periods of ten (10) years each, unless terminated by written instrument executed by: (i) the Owners (including Developer) of not less than seventy-five (75%) percent of the total Lots in the Subdivision and (ii) Developer, in the event Developer then continues to own any Lots or any portion of the Property. Notwithstanding anything to the contrary contained in this Declaration, the provisions of Sections 4.8, 4.9, 4.10 and 6.26 of this Declaration, shall run forever, without right of termination or amendment unless modified or deleted pursuant to an amendment authorized by Section 8.1.

Section 8.3 Enforcement. Developer, the Association and any Owner shall have the right to enforce by proceedings at law or in equity, all covenants, conditions, restrictions, reservations, liens and charges now or hereafter imposed by the provisions of this Declaration. Failure by Developer, the Association or any Owner to enforce any covenants or restrictions herein contained shall in no event be deemed a waiver thereof or a waiver of any right to enforce the same at any time thereafter.

Section 8.4 Insurance Proceeds. All proceeds of any insurance maintained with respect to any assets of the Association and the Common Areas (if said Common Areas have been conveyed to the Association), and all proceeds of any condemnation proceedings or sales in lieu of condemnation relating to the assets of the Association or the Common Areas (if said Common Areas have been conveyed to the Association) shall be paid to the Association and shall be the property of the Association and not of its Members or any other persons or entities.

Section 8.5 Severability. The invalidation of any one or more of the covenants, conditions, restrictions and agreements of this Declaration by judgment or court order shall in no way affect the validity of any of the other provisions of this Declaration and the same shall remain in full force and effect.

Section 8.6 Notices. Each Owner shall file the correct mailing address of such Owner with Developer and shall promptly notify Developer in writing of any subsequent change of address. Developer shall maintain a file of such addresses and make the same available to the Association. A written or printed notice deposited in the United States Mail, postage prepaid and addressed to any Owner at his last known address shall be sufficient and proper notice to such Owner, wherever notices are required in this Declaration.

Section 8.7 Number and Gender. As used in this Declaration, any gender shall include any other gender, the plural shall include the singular and the singular shall include the plural, whenever appropriate.

Section 8.8 Execution of Additional Documents. Each Owner, at no expense to itself, hereby agrees, at the request of Developer or the Association, to perform such further acts and execute all such further documents as may be required or desirable in the sole discretion of Developer or the Association to carry out the purposes of this Declaration.

EXHIBIT "A"

LEGAL DESCRIPTION OF THE PROPERTY

Land situated in the Township of Shelby, County of Macomb, State of Michigan, more particularly described as:

"CREEKSIDE"

VILLAGE OF SHELBY NO. 1" A PART OF THE NORTHWEST 1/4 OF SECTION 8, T-3-N., R-12-E., SHELBY TOWNSHIP, MACOMB COUNTY, MICHIGAN, BEING MORE PARTICULARLY DESCRIBED AS: BEGINNING AT THE WEST 1/4 CORNER OF SAID SECTION 8; THENCE N. 01° 30' 21" W., 81.48 FEET ALONG THE WEST LINE OF SAID SECTION TO THE EAST 1/4 CORNER OF SECTION 1, T-3-N., R-11-E., CITY OF ROCHESTER HILLS, OAKLAND COUNTY, MICHIGAN; THENCE CONTINUING N. 01° 45' 32" W., 287.53 FEET ALONG THE WEST LINE OF SAID SECTION 8; THENCE N. 88° 41' 27" E., 228.80 FEET; THENCE ALONG A CURVE TO THE RIGHT 49.43 FEET, SAID CURVE HAVING A RADIUS OF 280.00 FEET, CENTRAL ANGLE OF 10° 08' 50" AND A LONG CHORD BEARING OF N. 23° 14' 39" E., 49.38 FEET; THENCE S. 58° 59' 52" E., 109.26 FEET; THENCE N. 58° 55' 28" E., 84.58 FEET; THENCE N. 50° 08' 05" E., 225.37 FEET; THENCE N. 33° 10' 18" E., 114.87 FEET; THENCE S. 78° 58' 55" E., 228.28 FEET; THENCE ALONG A CURVE TO THE RIGHT 21.32 FEET, SAID CURVE HAVING A RADIUS OF 323.00 FEET, CENTRAL ANGLE OF 03° 48' 52" AND A LONG CHORD BEARING OF S. 12° 54' 31" W., 21.31 FEET; THENCE S. 82° 08' 29" E., 135.17 FEET; THENCE N. 01° 05' 27" E., 817.25 FEET; THENCE N. 18° 59' 30" E., 158.28 FEET; THENCE N. 38° 33' 30" E., 158.88 FEET; THENCE N. 09° 12' 13" E., 95.73 FEET; THENCE N. 65° 10' 38" E., 117.47 FEET; THENCE ALONG A CURVE TO THE LEFT 37.81 FEET, SAID CURVE HAVING A RADIUS OF 220.00 FEET, CENTRAL ANGLE OF 09° 50' 48" AND A LONG CHORD BEARING OF N. 28° 44' 47" W., 37.78 FEET; THENCE N. 55° 19' 50" E., 89.29 FEET; THENCE N. 38° 33' 30" E., 119.11 FEET; THENCE N. 53° 10' 29" E., 94.90 FEET; THENCE N. 73° 51' 49" E., 107.38 FEET TO A POINT ON THE WEST LINE OF "COVENTRY PLACE SUBDIVISION NO. 1" AS RECORDED IN LIBER 102, PAGES 27 THROUGH 31 OF PLATS, MACOMB COUNTY RECORDS; THENCE THE FOLLOWING TWO COURSES ALONG SAID SUBDIVISION: (1) S. 01° 28' 34" E., 501.48 FEET, AND (2) N. 89° 47' 24" E., 802.35 FEET TO A POINT ON THE WEST LINE OF "COPPERFIELD SUBDIVISION NO. 2" AS RECORDED IN LIBER 91, PAGES 8 THROUGH 9 OF PLATS, MACOMB COUNTY RECORDS; THENCE THE FOLLOWING THREE COURSES ALONG SAID SUBDIVISION: (1) S. 01° 29' 55" E., 312.85 FEET; AND (2) N. 89° 29' 05" E., 320.14 FEET, AND (3) S. 01° 33' 19" E., 938.09 FEET ALONG THE NORTH-SOUTH 1/4 LINE OF SAID SECTION 8 TO THE CENTER OF SAID SECTION; THENCE S. 88° 41' 27" W., 2771.47 FEET ALONG THE EAST-WEST 1/4 LINE OF SAID SECTION 8 TO THE POINT OF BEGINNING AND CONTAINING 81.17 ACRES. COMPRISING OF 90 LOTS NUMBERED 1 THROUGH 90, INCLUSIVE AND FOUR PRIVATE PARKS.

Sidwell Nos. 23-07-06-100-005 & 23-07-06-100-006