

**MEADOWBROOK CONDOMINIUMS
PRELIMINARY RESERVATION AGREEMENT**

HDI Development Company, a Michigan co-partnership, ("Developer"), proposes to develop a Site Condominium Project known as Meadowbrook Condominiums (the "Project"), to consist of eighty-one (81) or more site Units located in the Township of Bath, County of Clinton, and the Township of Meridian, County of Ingham, State of Michigan; and _____ ("Depositor") wishes to reserve a Unit in the Project;

IT IS AGREED as follows:

1. Developer reserves Unit No. _____ (located as indicated on the site plan for the Project, which Depositor has examined) in the Project for the purchase price of _____ (\$ _____) Dollars.

2. In consideration of such reservation, Depositor deposits the sum of _____ (\$ _____) Dollars (the "Deposit") pursuant to the terms of the Escrow Agreement existing between Developer and Metropolitan Title Company.

3. Upon the request of Developer, Depositor will execute and deliver a formal Purchase Agreement with respect to said Unit, in the standard form for the Project. The form and contents of all documents relating to the Project shall be within the sole discretion of Developer, subject only to the applicable laws. Any additional deposits required by the Purchase Agreement shall be made as specified therein. All deposits made under this Agreement shall be deemed as made under the Purchase Agreement, pursuant to MCLA 559.184; MSA 26.50(184).

4. Depositor agrees to submit promptly, upon request by Developer, such personal and financial information as the Developer may, in its discretion, require to determine whether the Depositor will be preliminarily accepted or rejected for participation in the Project. In the event that the Depositor is rejected for participation, this Agreement shall immediately terminate, and the Deposit shall be refunded without further liability on the part of either party. Preliminary acceptance shall not be deemed (a) final approval for purchase, or (b) final credit approval for mortgage financing purposes. The right of final approval is reserved as specified in the Purchase Agreement.

5. If the Depositor fails or refuses, for a period of five (5) days after notice to Depositor by Developer requesting either (a) execution and delivery of said Purchase Agreement, or (b) delivery of such personal or financial information as Developer may require, to comply with such requests, then this Agreement shall,

at Developer's option, terminate and the Deposit shall be refunded in full without liability on the part of either party.

6. If Depositor desires to withdraw a reservation at any time prior to execution by Depositor of the formal Purchase Agreement, then this Agreement shall terminate immediately upon notice to Developer by Depositor and the Deposit shall be refunded within three (3) business days without further liability on the part of either party.

7. If Developer elects not to proceed with all or any relevant part of the Project, or if Depositor's Unit is eliminated therefrom by Developer, then this Preliminary Reservation Agreement shall immediately terminate and the Deposit shall be refunded in full without further liability on the part of either party.

8. The liability of Developer hereunder is at all times limited to the return of the Deposit without interest.

IN WITNESS WHEREOF, the parties hereto have executed this Preliminary Reservation Agreement as of this _____ day of _____, 19__.

DEVELOPER:

HDI DEVELOPMENT COMPANY, a
Michigan co-partnership

By: _____, its Partner
Address: 4217 Okemos Road
Okemos, MI 48864

DEPOSITOR:

Address: _____
