

**IN THE UNITED STATES BANKRUPTCY COURT  
FOR THE DISTRICT OF DELAWARE**

In re:

WOODBRIIDGE GROUP OF COMPANIES, LLC, *et al.*,<sup>1</sup>

Debtors.

Chapter 11

Case No. 17-12560 (KJC)

(Jointly Administered)

**Hearing Date:**

October 24, 2018 at 10:00 a.m. (ET)

**Objection Deadline:**

October 12, 2018 at 4:00 p.m. (ET)

**DEBTORS' MOTION FOR ENTRY OF AN ORDER (I) AUTHORIZING THE SALE OF 110 BOWLES DRIVE, CARBONDALE, COLORADO PROPERTY OWNED BY THE DEBTORS FREE AND CLEAR OF LIENS, CLAIMS, ENCUMBRANCES, AND OTHER INTERESTS; (II) APPROVING THE RELATED PURCHASE AGREEMENT; AND (III) GRANTING RELATED RELIEF**

Woodbridge Group of Companies, LLC and its affiliated debtors and debtors in possession (collectively, the "Debtors") in the above-captioned chapter 11 cases (the "Chapter 11 Cases") hereby move the court (this "Motion") for entry of an order (the "Sale Order"), substantially in the form attached hereto as Exhibit A, pursuant to sections 105(a) and 363 of title 11 of the United States Code, 11 U.S.C. §§ 101-1532 (the "Bankruptcy Code"), Rule 6004 of the Federal Rules of Bankruptcy Procedure (the "Bankruptcy Rules"), and Rule 6004-1 of the Local Rules of Bankruptcy Practice and Procedure of the United States Bankruptcy Court for the District of Delaware (the "Local Rules") (i) authorizing the sale (the "Sale") of certain real property owned by the Debtor Springvale Investments, LLC (the "Seller") located at 110 Bowles Drive, Carbondale, Colorado (collectively, the "Land"), together with Seller's right, title, and

<sup>1</sup> The last four digits of Woodbridge Group of Companies, LLC's federal tax identification number are 3603. The mailing address for Woodbridge Group of Companies, LLC is 14140 Ventura Boulevard #302, Sherman Oaks, California 91423. Due to the large number of debtors in these cases, which are being jointly administered for procedural purposes only, a complete list of the Debtors, the last four digits of their federal tax identification numbers, and their addresses are not provided herein. A complete list of this information may be obtained on the website of the Debtors' noticing and claims agent at [www.gardencitygroup.com/cases/WGC](http://www.gardencitygroup.com/cases/WGC), or by contacting the undersigned counsel for the Debtors.

interest in and to the buildings located thereon and any other improvements and fixtures located thereon (collectively, the “Improvements” and together with the Land, the “Real Property”), and any and all of the Seller’s right, title, and interest in and to the tangible personal property and equipment remaining on the Real Property as of the date of the closing of the Sale (collectively, the “Personal Property” and, together with the Real Property, the “Property”) on an “as is, where is” basis, free and clear of any and all liens, claims, encumbrances, and other interests to Steven E. Wafer and Mariann Wafer (together with any assignee, the “Purchaser”) pursuant to the terms and conditions of that certain Contract to Buy and Sell Real Estate dated as of August 9, 2018 (as may be amended, supplemented, or otherwise modified from time to time, the “Purchase Agreement”) by and between the Seller and the Purchaser, a copy of which is attached as Exhibit 1 to the Sale Order; (ii) authorizing and approving the terms of the Purchase Agreement, and (iii) granting certain related relief. In support of the Motion, the Debtors respectfully represent as follows:

**JURISDICTION AND VENUE**

1. The Court has jurisdiction over this matter pursuant to 28 U.S.C. §§ 1334(b) and 157 and the *Amended Standing Order of Reference* from the United States District Court for the District of Delaware dated as of February 29, 2012. This is a core proceeding pursuant to 28 U.S.C. § 157(b) and, pursuant to Local Rule 9013-1(f), the Debtors consent to the entry of a final order by the Court in connection with this Motion to the extent that it is later determined that the Court, absent consent of the parties, cannot enter final orders or judgments in connection herewith consistent with Article III of the United States Constitution. Venue is proper before the Court pursuant to 28 U.S.C. §§ 1408 and 1409. The statutory and legal predicates for the relief

requested herein are 105(a) and 363 of the Bankruptcy Code, Bankruptcy Rule 6004, and Local Rules 2002-1, 4001-2, and 6004-1.

### **CASE BACKGROUND**

2. On December 4, 2017, 279 of the Debtors commenced voluntary cases under chapter 11 of the Bankruptcy Code. Thereafter, on February 9, 2018, March 9, 2018, March 23, 2018, and March 27, 2018, additional affiliated Debtors (27 in total) commenced voluntary cases under chapter 11 of the Bankruptcy Code (collectively, the “Petition Dates”). Pursuant to sections 1107(a) and 1108 of the Bankruptcy Code, the Debtors are continuing to manage their financial affairs as debtors in possession.

3. The Chapter 11 Cases are being jointly administered pursuant to Bankruptcy Rule 1015(b) and Local Rule 1015-1. No trustee has been appointed in the Chapter 11 Cases. An official committee of unsecured creditors (the “Committee”) was appointed in the Chapter 11 Cases on December 14, 2017 [D.I. 79]. On January 23, 2018, the Court approved a settlement providing for the formation of an ad hoc noteholder group (the “Noteholder Group”) and an ad hoc unitholder group (the “Unitholder Group”) [D.I. 357].

### **THE SALE**

4. The Property. As further detailed in the *Declaration of Bradley D. Sharp in Support of Debtors’ Motion to Sell 110 Bowles Drive, Carbondale, Colorado Property* filed on the date hereof (the “Sharp Declaration”), the Property consists of a vacant lot. The Seller purchased the Real Property in March 2015 for \$125,000, with the intention of holding the lot for future sale as a vacant lot or for future possible development. Sharp Decl. ¶ 3. Ultimately, the Debtors determined that there would be no benefit to constructing a new home on the Real Property given the existing inventory in the community. *Id.* Accordingly, the Debtors have

determined that selling the Property now on an “as is” basis best maximizes the value of the Property. *Id.* ¶ 4. The Property has not been formally listed on the multiple-listing service, however, the Debtors have listed comparable lots in the River Valley Ranch community (including lots in the same cul-de-sac in which the Property is situated) for approximately \$130,000, and all the Debtors’ listings for lots in the community state that other, similar lots are available for purchase upon inquiry to the listing broker. *Id.* In addition, all the Debtors’ available lots for purchase in the Aspen Glen and River Valley Ranch areas (including the Property) have been marketed through announcements to the brokerage community and recent advertisements in local print media. *Id.* The Purchaser’s all cash offer under the Purchase Agreement is the highest and otherwise best offer (and the only offer) the Debtors have received. *Id.* Accordingly, the Debtors determined that selling the Property on an “as is” basis to the Purchaser is the best way to maximize the value of the Property. *Id.*

5. The Purchase Agreement. On August 2, 2018, the Purchaser made an all cash \$105,000 offer on the Property. *Id.* at ¶ 5. The Seller responded with a verbal counter offer of \$120,000, which the Purchaser rejected. *Id.* On August 10, 2018, the Purchaser raised its offer to \$110,000, with no appraisal contingency. *Id.* The Debtors believe that this purchase price provides significant value. *Id.* Accordingly, the Seller countersigned the final Purchase Agreement on August 10, 2018. *Id.* The Seller and the Purchaser subsequently entered into an addendum as to certain non-price terms. *Id.* Under the Purchase Agreement, the Purchaser agreed to purchase the Property for \$110,000, with a \$5,000 initial cash deposit and the balance of \$105,000 to be paid in cash as a single down payment at closing. *Id.* The deposit is being held by Title Company of the Rockies (the “Title Insurer”) as escrow agent.

6. Broker's Fees. In connection with marketing the Property, the Debtors worked with Aspen Snowmass Sotheby's International Realty ("Sotheby's"), a non-affiliated third-party brokerage company.<sup>2</sup> A true and correct copy of the Exclusive Right-To-Sell Listing Contract (the "Broker Agreement") is attached hereto as Exhibit B. The Broker Agreement provides the Seller's broker with the exclusive and irrevocable right to market the Property for a fee in the amount of 5% of the contractual sale price (the "Seller's Broker Fee") and authorizes the Seller's broker to compensate a cooperating purchaser's broker by contributing a share of the Seller's Broker Fee in the amount of 2.5% of the contractual sale price (the "Purchaser's Broker Fee") and, collectively with the Seller's Broker Fee, the "Broker Fees") to the purchaser's broker. The Purchase Agreement is signed by Laura Gee of Sotheby's as the Seller's agent and Brian Leasure of Destination Holdings (the "Purchaser's Broker") as the broker for the Purchaser.

7. In the Debtors' business judgment, closing the Sale with Purchaser (and paying the associated Broker Fees) pursuant to the all cash offer set forth in the Purchase Agreement is the best way to maximize value for the Debtors' estates and is more favorable than continuing to hold and market the Property for sale and thereby risking obtaining a lower purchase price for the Property on less favorable terms, while incurring additional carrying costs for the Property.

8. Other Closing Costs. In addition to the Broker Fees, the Seller must also satisfy certain required costs associated with the sale and transfer of title of the Property to comply with the Purchase Agreement (the "Other Closing Costs"). The Other Closing Costs include, but are not limited to, recording fees, title insurance policy costs, prorated property taxes, city and county transfer taxes, and other items noted on the title report for the Property. The Debtors also rely on outside vendors for escrow and title services in connection with property sales. In

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<sup>2</sup> The particular broker at Sotheby's who is serving as Seller's broker, Laura Gee, is a *former* employee of Woodbridge Realty of Colorado, LLC, which is controlled by Robert Shapiro.

general, vendors are mutually agreed on by the applicable Debtors and a purchaser prior to the acceptance of an offer.

9. Absent authority to pay Other Closing Costs, the Seller will be unable to close the Sale and receive sale proceeds. If the Seller is unable to make these payments, the Purchaser may be entitled to rescind the Purchase Agreement or assert other remedies that could lead to additional and unnecessary claims. Accordingly, the Debtors seek the ability to pay Other Closing Costs in connection with the Sale.

10. Proceeds of the Sale. All proceeds of the Sale (net of the Broker Fees and Other Closing Costs) shall be paid to the Debtors into the general account of Debtor Woodbridge Group of Companies, LLC, and such net proceeds shall be disbursed and otherwise treated by the Debtors in accordance with the *Final Order on Debtors' Motion for Entry of Interim and Final Orders (I) Pursuant to 11 U.S.C. §§ 105, 361, 362, 363, 364, 507, and 552 Authorizing Debtors to (A) Obtain Postpetition Secured Financing, (B) Use Cash Collateral, (C) Grant Adequate Protection to Prepetition Secured Parties; (II) Modifying the Automatic Stay; (III) Scheduling a Final Hearing Pursuant to Bankruptcy Rules 4001(b) and 4001(c); and (IV) Granting Related Relief* (the "Final DIP Order").

11. The Fund Lien. The Property is subject to a lien for the benefit of Woodbridge Mortgage Investment Fund 3, LLC (the "Fund" and such lien, the "Fund Lien"), which secures indebtedness of the Seller to the Fund in connection with the purchase of the Property. The Fund has consented to the Sale of the Property free and clear of the Fund Lien.

### **RELIEF REQUESTED**

12. Pursuant to sections 105(a) and 363 of the Bankruptcy Code, the Debtors request entry of the Sale Order substantially in the form of Exhibit A hereto (i) authorizing the closing of

the Sale pursuant to the Purchase Agreement, (ii) authorizing and approving the Purchase Agreement, and (iii) granting related relief.

13. The Debtors further request that filing of a copy of an order granting the relief sought herein in Garfield County, Colorado may be relied upon by the Title Insurer to issue title insurance policies on the Property.

14. The Debtors further request authority to pay the Broker Fees out of the sale proceeds in an amount not to exceed 5% of gross sale proceeds in the aggregate by (i) paying the Purchaser's Broker Fee in an amount not to exceed 2.5% of the gross sale proceeds and (ii) paying the Seller's Broker Fee in an amount not to exceed 2.5% of the gross sale proceeds.

### **BASIS FOR RELIEF REQUESTED**

#### **I. Section 363 of the Bankruptcy Code Authorizes the Proposed Sale**

15. Section 363(c)(1) of the Bankruptcy Code provides that where, as here, the Debtors are authorized to operate their business under section 1108 of the Bankruptcy Code, the Debtors may enter into transactions, including the sale of property of the estate, in the ordinary course of business, without notice or a hearing. 11 U.S.C. § 363(c)(1). Because the Debtors believe that the Sale is within the ordinary course of their operations, the Sale should be approved pursuant to section 363(c)(1).

16. The Debtors do not believe that section 363(b)(1), which authorizes the sale of property of the estate other than in the ordinary course of business, applies to the Sale. Even if section 363(b)(1) did apply, however, authorization of the Sale would be appropriate because the Debtors have a sound business justification for the Sale. *See, e.g., Myers v. Martin (In re Martin)*, 91 F.3d 389, 395 (3d Cir. 1996) (noting that under normal circumstances, courts defer to a trustee's judgment concerning use of property under section 363(b) when there is a

legitimate business justification); *In re Lionel Corp.*, 722 F.2d 1063, 1069 (2d Cir. 1983) (“Section 363(b) of the Code seems on its face to confer upon the bankruptcy judge virtually unfettered discretion to authorize the use, sale or lease, other than in the ordinary course of business, of property of the estate.”).

17. In determining whether a sale satisfies the business judgment standard, courts in the Third Circuit require: (i) that there be sound business reasons for the sale; (ii) that accurate and reasonable notice of the sale be given; (iii) that the sale yield an adequate price, *i.e.*, one that is fair and reasonable; and (iv) that the parties to the sale have acted in good faith. *See, e.g., Titusville Country Club v. Pennbank (In re Titusville Country Club)*, 128 B.R. 396, 399 (Bankr. W.D. Pa. 1991).

18. The proposed Sale unquestionably satisfies the foregoing test. First, the Sale is supported by sound business reasons: after marketing the Property, including through announcements to the brokerage community and advertisements in local print media, the Debtors have concluded that selling the Property on an “as is” basis pursuant to an all cash offer is the best way to maximize value for the Debtors’ estates. Sharp Decl. ¶ 4. Second, the Debtors have provided reasonable and adequate notice of the sale to interested parties by serving notice of this Motion in accordance with Local Rule 9013-1(m), and submit that no other or further notice is necessary. Third, the Debtors believe that the Purchase Agreement and the all cash purchase price reflected therein represent a fair and reasonable offer for the Property relative to comparable properties in the market in which the Property is located. Sharp Decl. ¶ 4. The Purchaser’s all cash offer under the Purchase Agreement is the highest and otherwise best offer the Debtors have received. *Id.* Fourth, the Debtors submit that the Purchase Agreement was the product of good faith, arm’s-length negotiations between the Purchaser and the Seller. *Id.* ¶ 6.



19. The Purchaser is not related to or an affiliate of the Debtors or any of their insiders or former insiders. *Id.* No non-debtor affiliate or current or former officer, director, employee, managing member or affiliate of any of the Debtors (other than Seller) is a party to, or broker in connection with, the Sale, other than as set forth in footnote 2 with respect to Ms. Gee's service as Seller's broker. Accordingly, the Debtors believe that the Purchaser should be entitled to the protections of section 363(m) of the Bankruptcy Code.

## **II. The Debtors Should Be Permitted to Sell the Property Free and Clear**

20. Pursuant to section 363(f) of the Bankruptcy Code, a debtor may sell property free and clear of liens, claims, encumbrances, and other interests if any one of the following conditions is satisfied:

- (1) applicable nonbankruptcy law permits the sale of such property free and clear of such interest;
- (2) the [lienholder or claimholder] consents;
- (3) such interest is a lien and the price at which such property is to be sold is greater than the aggregate value of all liens on such property;
- (4) such interest is in bona fide dispute; or
- (5) [the lienholder or claimholder] could be compelled, in a legal or equitable proceeding, to accept a money satisfaction of such interest.

11 U.S.C. § 363(f).

21. Because section 363(f) is stated in the disjunctive, satisfaction of any one of its five requirements will suffice to warrant approval of the proposed Sale of the Property.<sup>3</sup> *See*

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<sup>3</sup> Moreover, if a holder of a lien, claim, encumbrance, or other interest receives the requisite notice of this Motion and does not object within the prescribed time period, such holder will be deemed to have consented to the proposed Sale, and the Property may then be sold free and clear of such holder's liens, claims, encumbrances, and other interests pursuant to the terms proposed herein. *See, e.g., Veltman v. Whetzel*, 93 F.3d 517, 521 (8th Cir. 1996) (failure to object to notice of sale or attend hearing deemed consent to sale for purposes of section 363 of the Bankruptcy Code); *In re Enron Corp.*, No. 01-16034 (AJG), 2004 WL 5361245, at \*2 (Bankr. S.D.N.Y. Feb. 5, 2004) (same); *Hargrave v. Pemberton (In re Tabone, Inc.)*, 175 B.R. 855, 858 (Bankr. D.N.J. 1994) (same); *In re Christ Hosp.*, 502 B.R. 158, 174 (Bankr. D.N.J. 2013) ("Given adequate notice, failure to object to a § 363 sale has

*Folger Adam Sec., Inc. v. DeMatteis/MacGregor, JV*, 209 F.3d 252, 257 (3d Cir. 2000) (section 363(f) authorizes the sale of a debtor’s assets free and clear of all liens, claims, and interests if “any one of [the] five prescribed conditions” is satisfied); *In re Kellstrom Indus., Inc.*, 282 B.R. 787, 793 (Bankr. D. Del. 2002) (property may be sold “free and clear” if at least one of the subsections of section 363(f) is met); *In re DVI, Inc.*, 306 B.R. 496, 504 (Bankr. D. Del. 2004) (upholding sale of debtors’ property free and clear where there was a bona fide dispute).

22. The Debtors will satisfy section 363(f)(2) with respect to the Fund Lien. The Fund has consented to the Sale free and clear of all liens, because the Sale provides the most effective, efficient, and timely approach to maximizing value with respect to the Property.

23. As further detailed in the *Motion for Entry of Interim and Final Orders (I) Pursuant to 11 U.S.C. §§ 105, 361, 362, 363, 364, 507, and 552 Authorizing Debtors to (A) Obtain Postpetition Secured Financing, (B) Use Cash Collateral, (C) Grant Adequate Protection to Prepetition Secured Parties; (II) Modifying the Automatic Stay; (III) Scheduling a Final Hearing Pursuant to Bankruptcy Rules 4001(b) and 4001(c); and (IV) Granting Related Relief [D.I. 22] (the “DIP Motion”)*, the noteholders of certain of the Debtors (the “Noteholders”) may assert security interests in the underlying loan documents for mortgage loans extended from such Debtors to the Debtor entities that individually own the Debtors’ properties. However, the Debtors contend that no Noteholder has perfected any such security interest. Accordingly, to the extent any Noteholder contends that it holds a valid lien on the Property, such lien is subject to bona fide dispute, and the Debtors may sell the Property free and clear of such purported lien under § 363(f)(4).

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been found to constitute consent per § 363(f)(2) to a “free and clear” sale of the non-objector’s interests in property being sold.”) (citations omitted), *aff’d*, Civil Action No. 14-472 (ES), 2014 WL 4613316 (D. N.J. Sept. 12, 2014).

**REQUEST FOR WAIVER OF STAY**

24. Any delay in permitting the Debtors to close the Sale could jeopardize the Sale with the Purchaser and therefore would be detrimental to the Debtors, their creditors, and their estates. Accordingly, and to successfully implement the foregoing, the Debtors seek a waiver of the notice requirements under Bankruptcy Rule 6004(a) and the 14-day stay of any order authorizing the use, sale, or lease of property under Bankruptcy Rule 6004(h).

**NOTICE**

25. The Debtors have provided notice of this Motion to: (i) the Office of the United States Trustee for the District of Delaware, (ii) counsel to the DIP Lender, (iii) counsel for the Committee, (iv) counsel for the Noteholder Group, (v) counsel for the Unitholder Group, (vi) all Noteholders known by the Debtors to have interests in any loan documents associated with the Property, (vii) all contractors and contract counterparties known by the Debtors to have been associated with the Property, (viii) the Title Insurer, (ix) Sotheby's, (x) the Purchaser's Broker, and (xi) all parties that have requested notice in these Chapter 11 Cases pursuant to Local Rule 2002-1. In light of the nature of the relief requested herein, the Debtors submit that no other or further notice is necessary.

*[Remainder of page intentionally left blank]*

**CONCLUSION**

WHEREFORE, the Debtors respectfully request that the Court enter an order substantially in the form filed herewith, granting the relief requested herein and such other and further relief as may be just and proper under the circumstances.

Dated: September 28, 2018  
Wilmington, Delaware

/s/ Betsy L. Feldman  
YOUNG CONAWAY STARGATT & TAYLOR, LLP  
Sean M. Beach (No. 4070)  
Edmon L. Morton (No. 3856)  
Ian J. Bambrick (No. 5455)  
Betsy L. Feldman (No. 6410)  
Rodney Square, 1000 North King Street  
Wilmington, Delaware 19801  
Tel: (302) 571-6600  
Fax: (302) 571-1253

-and-

KLEE, TUCHIN, BOGDANOFF & STERN LLP  
Kenneth N. Klee (*pro hac vice*)  
Michael L. Tuchin (*pro hac vice*)  
David A. Fidler (*pro hac vice*)  
Jonathan M. Weiss (*pro hac vice*)  
1999 Avenue of the Stars, 39th Floor  
Los Angeles, California 90067

*Counsel to the Debtors and Debtors in Possession*

**IN THE UNITED STATES BANKRUPTCY COURT  
FOR THE DISTRICT OF DELAWARE**

In re:

WOODBRIIDGE GROUP OF COMPANIES, LLC, *et al.*,<sup>1</sup>

Debtors.

Chapter 11

Case No. 17-12560 (KJC)

(Jointly Administered)

**Hearing Date:**

**October 24, 2018 at 10:00 a.m. (ET)**

**Objection Deadline:**

**October 12, 2018 at 4:00 p.m. (ET)**

**NOTICE OF MOTION**

TO: (I) THE OFFICE OF THE UNITED STATES TRUSTEE FOR THE DISTRICT OF DELAWARE, (II) COUNSEL TO THE DIP LENDER, (III) COUNSEL FOR THE COMMITTEE, (IV) COUNSEL FOR THE NOTEHOLDER GROUP, (V) COUNSEL FOR THE UNITHOLDER GROUP, (VI) ALL NOTEHOLDERS KNOWN BY THE DEBTORS TO HAVE INTERESTS IN ANY LOAN DOCUMENTS ASSOCIATED WITH THE PROPERTY, (VII) ALL CONTRACTORS AND CONTRACT COUNTERPARTIES KNOWN BY THE DEBTORS TO HAVE BEEN ASSOCIATED WITH THE PROPERTY, (VIII) THE TITLE INSURER, (IX) SOTHEBY'S, (X) THE PURCHASER'S BROKER, AND (XI) ALL PARTIES THAT HAVE REQUESTED NOTICE IN THESE CHAPTER 11 CASES PURSUANT TO LOCAL RULE 2002-1

**PLEASE TAKE NOTICE** that Woodbridge Group of Companies, LLC and its affiliated debtors and debtors in possession in the above-captioned cases (collectively, the "Debtors") have filed the attached *Debtors' Motion for Entry of an Order (I) Authorizing the Sale of 110 Bowles Drive, Carbondale, Colorado Property Owned by the Debtors Free and Clear of Liens, Claims, Encumbrances, and Other Interests; (II) Approving the Related Purchase Agreement; and (III) Granting Related Relief* (the "Motion").

**PLEASE TAKE FURTHER NOTICE** that responses or objections to the Motion must be filed on or before **October 12, 2018 at 4:00 p.m. (ET)** (the "Objection Deadline") with the United States Bankruptcy Court for the District of Delaware, 3rd Floor, 824 North Market Street, Wilmington, Delaware 19801. At the same time, you must serve a copy of any response or

<sup>1</sup> The last four digits of Woodbridge Group of Companies, LLC's federal tax identification number are 3603. The mailing address for Woodbridge Group of Companies, LLC is 14140 Ventura Boulevard #302, Sherman Oaks, California 91423. Due to the large number of debtors in these cases, which are being jointly administered for procedural purposes only, a complete list of the Debtors, the last four digits of their federal tax identification numbers, and their addresses are not provided herein. A complete list of this information may be obtained on the website of the Debtors' noticing and claims agent at [www.gardencitygroup.com/cases/WGC](http://www.gardencitygroup.com/cases/WGC), or by contacting the undersigned counsel for the Debtors.

objection upon the undersigned counsel to the Debtors so as to be received on or before the Objection Deadline.

**PLEASE TAKE FURTHER NOTICE THAT A HEARING ON THE MOTION WILL BE HELD ON OCTOBER 24, 2018 AT 10:00 A.M. (ET) BEFORE THE HONORABLE KEVIN J. CAREY IN THE UNITED STATES BANKRUPTCY COURT FOR THE DISTRICT OF DELAWARE, 824 NORTH MARKET STREET, 5TH FLOOR, COURTROOM NO. 5, WILMINGTON, DELAWARE 19801.**

**PLEASE TAKE FURTHER NOTICE THAT, IF NO OBJECTIONS TO THE MOTION ARE TIMELY FILED, SERVED, AND RECEIVED IN ACCORDANCE WITH THIS NOTICE, THEN THE COURT MAY GRANT THE RELIEF REQUESTED IN THE MOTION WITHOUT FURTHER NOTICE OR A HEARING.**

Dated: September 28, 2018  
Wilmington, Delaware

/s/ Betsy L. Feldman  
YOUNG CONAWAY STARGATT & TAYLOR, LLP  
Sean M. Beach (No. 4070)  
Edmon L. Morton (No. 3856)  
Ian J. Bambrick (No. 5455)  
Betsy L. Feldman (No. 6410)  
Rodney Square, 1000 North King Street  
Wilmington, Delaware 19801  
Tel: (302) 571-6600  
Fax: (302) 571-1253

-and-

KLEE, TUCHIN, BOGDANOFF & STERN LLP  
Kenneth N. Klee (*pro hac vice*)  
Michael L. Tuchin (*pro hac vice*)  
David A. Fidler (*pro hac vice*)  
Jonathan M. Weiss (*pro hac vice*)  
1999 Avenue of the Stars, 39th Floor  
Los Angeles, California 90067

*Counsel to the Debtors and Debtors in Possession*

**EXHIBIT A**

**PROPOSED ORDER**

**IN THE UNITED STATES BANKRUPTCY COURT  
FOR THE DISTRICT OF DELAWARE**

In re:

WOODBRIIDGE GROUP OF COMPANIES,  
LLC, et al.,<sup>1</sup>

Debtors.

Chapter 11

Case No. 17-12560 (KJC)

(Jointly Administered)

Ref. Docket No. \_\_\_\_\_

**ORDER (I) AUTHORIZING THE SALE OF 110 BOWLES DRIVE, CARBONDALE, COLORADO PROPERTY OWNED BY THE DEBTORS FREE AND CLEAR OF LIENS, CLAIMS, ENCUMBRANCES, AND OTHER INTERESTS; (II) APPROVING RELATED PURCHASE AGREEMENT; AND (III) GRANTING RELATED RELIEF**

Upon the motion (the “Motion”)<sup>2</sup> filed by the above-captioned debtors and debtors in possession (collectively, the “Debtors”) in these chapter 11 cases (the “Chapter 11 Cases”) for entry of an order (i) authorizing the sale (the “Sale”) of certain real property owned by the Debtor Springvale Investments, LLC (the “Seller”) located at 110 Bowles Drive, Carbondale, Colorado (collectively, the “Land”), together with Seller’s right, title, and interest in and to the buildings located thereon and any other improvements and fixtures located thereon (collectively, the “Improvements” and together with the Land, the “Real Property”), and any and all of the Seller’s right, title, and interest in and to the tangible personal property and equipment remaining on the Real Property as of the date of the closing of the Sale (collectively, the “Personal Property” and, together with the Real Property, the “Property”) on an “as is, where is” basis, free

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<sup>1</sup> The last four digits of Woodbridge Group of Companies, LLC’s federal tax identification number are 3603. The mailing address for Woodbridge Group of Companies, LLC is 14140 Ventura Blvd #302, Sherman Oaks, California 91423. Due to the large number of debtors in these cases, which are being jointly administered for procedural purposes only, a complete list of the Debtors, the last four digits of their federal tax identification numbers, and their addresses are not provided herein. A complete list of this information may be obtained on the website of the Debtors’ noticing and claims agent at [www.gardencitygroup.com/cases/WGC](http://www.gardencitygroup.com/cases/WGC), or by contacting the undersigned counsel for the Debtors.

<sup>2</sup> Capitalized terms used but not defined herein have the meaning assigned to such terms in the Motion.



and clear of any and all liens, claims, encumbrances, and other interests to Steven E. Wafer and Mariann Wafer (together with any assignee, the “Purchaser”) pursuant to the terms and conditions of that certain Contract to Buy and Sell Real Estate dated as of August 9, 2018 (as may be amended, supplemented, or otherwise modified from time to time, the “Purchase Agreement”) by and between the Seller and the Purchaser, a copy of which is attached as Exhibit 1 hereto; (ii) authorizing and approving the terms of the Purchase Agreement, and (iii) granting certain related relief; and the Court having jurisdiction to consider the Motion and the relief requested therein in accordance with 28 U.S.C. §§ 157 and 1334; and the Court having found that the legal and factual bases set forth in the Motion and the *Declaration of Bradley D. Sharp in Support of Debtors’ Motion to Sell 110 Bowles Drive, Carbondale, Colorado Property* establish good and sufficient cause for granting the Motion; and it appearing that the relief requested in the Motion is appropriate in the context of these Chapter 11 Cases and in the best interests of the Debtors and their respective estates, their creditors, and all other parties-in-interest; and it appearing that notice of the Motion was adequate and proper under the circumstances of these Chapter 11 Cases, and that no other or further notice need be given; and after due deliberation and sufficient cause appearing therefor,

**IT IS HEREBY ORDERED THAT:**

1. The Motion is GRANTED as set forth herein.
2. The Purchase Agreement is authorized and approved in its entirety.
3. Pursuant to sections 105 and 363 of the Bankruptcy Code, the Debtors are authorized, in their discretion and in the exercise of their business judgment, to sell the Property pursuant to the Purchase Agreement free and clear of all liens, claims, interests, and encumbrances, to perform all obligations under the Purchase Agreement (including payment of

the Broker Fees and the Other Closing Costs out of the proceeds of the Sale), and to take any other reasonable actions that may be necessary in the Debtors' good faith business judgment to effectuate closing of the Sale, and that any actions taken by the Debtors necessary or desirable to consummate such transactions prior to the entry of this Order are hereby ratified.

4. The Debtors and any intermediary financial institution, title company, and closing attorney participating in the closings of the Sale are authorized to transfer title and deed property, and take any other actions as may be necessary to transfer ownership of the Property to the Purchaser.

5. All persons and entities holding liens, claims, interests or encumbrances with respect to the Property are hereby barred from asserting such liens, claims, interests or encumbrances against the Purchaser, its successors or assigns, or the Property.

6. All proceeds of the Sale (net of the Broker Fees and Other Closing Costs) shall be paid to the Debtors into the general account of Debtor Woodbridge Group of Companies, LLC, and such net proceeds shall be disbursed and otherwise treated by the Debtors in accordance with the *Final Order on Debtors' Motion for Entry of Interim and Final Orders (I) Pursuant to 11 U.S.C. §§ 105, 361, 362, 363, 364, 507, and 552 Authorizing Debtors to (A) Obtain Postpetition Secured Financing, (B) Use Cash Collateral, (C) Grant Adequate Protection to Prepetition Secured Parties; (II) Modifying the Automatic Stay; (III) Scheduling a Final Hearing Pursuant to Bankruptcy Rules 4001(c) and 4001(c); and (IV) Granting Related Relief* [D.I. 724].

7. The Debtors are authorized and empowered to (i) pay the Purchaser's Broker Fee to the Purchaser's Broker in an amount up to 2.5% of the gross Sale proceeds, and (ii) pay the Seller's Broker Fee to Sotheby's in an amount up to 2.5% of the gross Sale proceeds.

8. The Purchase Agreement is undertaken by the Debtors and Purchaser in good faith and that, pursuant to Bankruptcy Code § 363(m), the reversal or modification on appeal of any sale consummated pursuant to the terms of this Order shall not affect the validity of such sale unless such sale was stayed pending appeal.

9. Filing of a copy of this Order in the county in which the Property is situated may be relied upon by all title insurers in order to issue title insurance policies on the Property.

10. Any title insurer, escrow agent, or other intermediary participating in a closing of the Sale of the Property is authorized to disburse all funds at the closing of the Sale pursuant to the applicable settlement statement or escrow instructions provided by the parties to such Sale.

11. The Debtors shall be authorized and empowered to take any necessary actions to implement and effectuate the terms of this Order.

12. The terms and conditions of this Order shall be immediately effective and enforceable upon its entry notwithstanding any applicability of Bankruptcy Rule 6004(h).

13. The terms and provisions of this Order and any actions taken pursuant hereto shall (i) survive entry of any order converting the Debtors' cases to chapter 7 or dismissing the Debtors' cases (or any of them), and (ii) continue in this or any superseding case under the Bankruptcy Code of any of the Debtors.

14. The provisions of this Order shall be binding upon the Debtors and their successors and assigns, including, without limitation, any trustee or other fiduciary hereafter appointed as legal representative of the Debtors or with respect to property of the estates of the Debtors, whether under chapter 11 of the Bankruptcy Code, any confirmed plan, or any subsequent chapter 7 case.

15. Notice of the Motion as provided therein shall be deemed good and sufficient notice of such motion and to have satisfied Bankruptcy Rule 6004(a).

16. This Court shall retain jurisdiction and power with respect to all matters arising from or related to the interpretation and implementation of this Order.

Dated: \_\_\_\_\_, 2018  
Wilmington, DE

---

KEVIN J. CAREY  
UNITED STATES BANKRUPTCY JUDGE

**Exhibit 1**

**Purchase Agreement**

Destination Holdings

333 River Valley Ranch Drive Carbondale, CO 81623

Brian Leasure Broker/Owner BLeasure@DestinationHoldings.com

Ph: 970.963.0400

The printed portions of this form, except differentiated additions, have been approved by the Colorado Real Estate Commission.(CBS4-6-15) (Mandatory 1-16)

THIS FORM HAS IMPORTANT LEGAL CONSEQUENCES AND THE PARTIES SHOULD CONSULT LEGAL AND TAX OR OTHER COUNSEL BEFORE SIGNING.

CONTRACT TO BUY AND SELL REAL ESTATE (LAND)

(X) Property with No Residences ( ) Property with Residences-Residential Addendum Attached

Date: 8/9/2018

AGREEMENT

1. AGREEMENT. Buyer agrees to buy and Seller agrees to sell, the Property described below on the terms and conditions set forth in this contract (Contract).

2. PARTIES AND PROPERTY.

2.1. Buyer. Buyer, Steven E. Wafer and Mariann Wafer, will take title to the Property described below as

(X) Joint Tenants ( ) Tenants In Common ( ) Other n/a.

2.2. No Assignability. This Contract Is Not assignable by Buyer unless otherwise specified in Additional Provisions.

2.3. Seller. Seller, Springvale Investments, LLC, is the current owner of the Property described below.

2.4. Property. The Property is the following legally described real estate in the County of Garfield, Colorado:

Quarter: SW Section: 3 Township: 8 Range: 88 Subdivision: THE ENCLAVE AT BOWLES GULCH Lot: 14 A RESUB OF BLOCK GG, PHASE 6, RIVER VALLEY RANCH

known as No. 110 Bowles Drive, Carbondale, CO 81623,

together with the interests, easements, rights, benefits, improvements and attached fixtures appurtenant thereto, and all interest of Seller in vacated streets and alleys adjacent thereto, except as herein excluded (Property).

2.5. Inclusions. The Purchase Price includes the following items (Inclusions):

2.5.1. Inclusions. The following items, whether fixtures or personal property, are included in the Purchase Price unless excluded under Exclusions:

n/a If any additional items are attached to the Property after the date of this Contract, such additional items are also included in the Purchase Price.

2.5.2. Personal Property - Conveyance. Any personal property must be conveyed at Closing by Seller free and clear of all taxes (except personal property taxes for the year of Closing), liens and encumbrances, except n/a.

Conveyance of all personal property will be by bill of sale or other applicable legal instrument.

2.6. Exclusions. The following items are excluded (Exclusions): n/a

Initials \_\_\_\_\_

**2.7.1. Deeded Water Rights.** The following legally described water rights:

n/a

Any deeded water rights will be conveyed by a good and sufficient n/a deed at Closing.

**2.7.2. Other Rights Relating to Water.** The following rights relating to water not included in §§ 2.7.1, 2.7.3, 2.7.4 and 2.7.5, will be transferred to Buyer at Closing: n/a

**2.7.3. Well Rights.** Seller agrees to supply required information to Buyer about the well. Buyer understands that if the well to be transferred is a "Small Capacity Well" or a "Domestic Exempt Water Well," used for ordinary household purposes, Buyer must, prior to or at Closing, complete a Change in Ownership form for the well. If an existing well has not been registered with the Colorado Division of Water Resources in the Department of Natural Resources (Division), Buyer must complete a registration of existing well form for the well and pay the cost of registration. If no person will be providing a closing service in connection with the transaction, Buyer must file the form with the Division within sixty days after Closing. The Well Permit # is n/a.

**2.7.4. Water Stock Certificates.** The water stock certificates to be transferred at Closing are as follows: n/a

**2.7.5. Water and Sewer Taps.** The parties agree that water and sewer taps listed below for the Property are being conveyed as part of the Purchase Price as follows: n/a

**If any water or sewer taps are included in the sale, Buyer is advised to obtain, from the provider, written confirmation of the amount remaining to be paid, if any, time and other restrictions for transfer and use of the taps.**

**2.7.6. Conveyance.** If Buyer is to receive any rights to water pursuant to § 2.7.2 (Other Rights Relating to Water), § 2.7.3 (Well Rights), or § 2.7.4 (Water Stock Certificates), Seller agrees to convey such rights to Buyer by executing the applicable legal instrument at Closing.

**2.8. Growing Crops.** With respect to growing crops, Seller and Buyer agree as follows:

n/a

**3. DATES AND DEADLINES.**

Item No.	Reference	Event	Date or Deadline	
1	§ 4.3	Alternative Earnest Money Deadline	<b>MEC + 5 business days</b>	
		<b>Title</b>		
2	§ 8.1	Record Title Deadline	<b>8/29/2018</b>	Wednesday
3	§ 8.2	Record Title Objection Deadline	<b>9/12/2018</b>	Wednesday
4	§ 8.3	Off-Record Title Deadline	<b>8/29/2018</b>	Wednesday
5	§ 8.3	Off-Record Title Objection Deadline	<b>9/12/2018</b>	Wednesday
6	§ 8.4	Title Resolution Deadline	<b>9/19/2018</b>	Wednesday
7	§ 8.6	Right of First Refusal Deadline	<b>n/a</b>	
		<b>Owners' Association</b>		
8	§ 7.3	Association Documents Deadline	<b>8/29/2018</b>	Wednesday
9	§ 7.4	Association Documents Objection Deadline	<b>9/12/2018</b>	Wednesday
		<b>Seller's Property Disclosure</b>		
10	§ 10.1	Seller's Property Disclosure Deadline	<b>n/a</b>	
		<b>Loan and Credit</b>		
11	§ 5.1	Loan Application Deadline	<b>n/a</b>	
12	§ 5.2	Loan Objection Deadline	<b>n/a</b>	
13	§ 5.3	Buyer's Credit Information Deadline	<b>n/a</b>	
14	§ 5.3	Disapproval of Buyer's Credit Information Deadline	<b>n/a</b>	

Initials \_\_\_\_\_

15	§ 5.4	Existing Loan Documents Deadline	<i>n/a</i>	
16	§ 5.4	Existing Loan Documents Objection Deadline	<i>n/a</i>	
17	§ 5.4	Loan Transfer Approval Deadline	<i>n/a</i>	
18	§ 4.7	Seller or Private Financing Deadline	<i>n/a</i>	
		<b>Appraisal</b>		
19	§ 6.2	Appraisal Deadline	<i>n/a</i>	
20	§ 6.2	Appraisal Objection Deadline	<i>n/a</i>	
21	§ 6.2	Appraisal Resolution Deadline	<i>n/a</i>	
		<b>Survey</b>		
22	§ 9.1	New ILC or New Survey Deadline	<b>8/29/2018</b>	Wednesday
23	§ 9.3	New ILC or New Survey Objection Deadline	<b>9/12/2018</b>	Wednesday
24	§ 9.4	New ILC or New Survey Resolution Deadline	<b>9/19/2018</b>	Wednesday
		<b>Inspection and Due Diligence</b>		
25	§ 10.3	Inspection Objection Deadline	<b>9/12/2018</b>	Wednesday
26	§ 10.3	Inspection Resolution Deadline	<b>9/19/2018</b>	Wednesday
27	§ 10.5	Property Insurance Objection Deadline	<b>9/12/2018</b>	Wednesday
28	§ 10.6	Due Diligence Documents Delivery Deadline	<b>8/29/2018</b>	Wednesday
29	§ 10.6	Due Diligence Documents Objection Deadline	<b>9/12/2018</b>	Wednesday
30	§ 10.6	Due Diligence Documents Resolution Deadline	<b>9/19/2018</b>	Wednesday
31	§ 10.6	Environmental Inspection Objection Deadline	<b>09/12/2018</b>	Wednesday
32	§ 10.6	ADA Evaluation Objection Deadline	<b>09/12/2018</b>	Wednesday
33	§ 10.7	Conditional Sale Deadline	<i>n/a</i>	
34	§ 11.1	Tenant Estoppel Statements Deadline	<i>n/a</i>	
35	§ 11.2	Tenant Estoppel Statements Objection Deadline	<b>09/12/2018</b>	Wednesday
		<b>Closing and Possession</b>		
36	§ 12.3	Closing Date	<b>10/24/2018</b>	Wednesday
37	§ 17	Possession Date	<b>Same as Closing</b>	
38	§ 17	Possession Time	<b>Upon DOD</b>	
39	§ 28	<b>Acceptance Deadline Date</b>	<b>8/17/2018</b>	Friday
40	§ 28	<b>Acceptance Deadline Time</b>	<b>2:00 pm mtn</b>	
41	<i>n/a</i>	<i>n/a</i>	<i>n/a</i>	
42	<i>n/a</i>	<i>n/a</i>	<i>n/a</i>	

**3.1. Applicability of Terms.** Any box checked in this Contract means the corresponding provision applies. Any box, blank or line in this Contract left blank or completed with the abbreviation "N/A", or the word "Deleted" means such provision, including any deadline, is not applicable and the corresponding provision of this Contract to which reference is made is deleted. If no box is checked in a provision that contains a selection of "None", such provision means that "None" applies.

The abbreviation "MEC" (mutual execution of this Contract) means the date upon which both parties have signed this Contract.

#### 4. PURCHASE PRICE AND TERMS.

**4.1. Price and Terms.** The Purchase Price set forth below is payable in U.S. Dollars by Buyer as follows:

Initials \_\_\_\_\_



Item No.	Reference	Item	Amount	Amount
1	§ 4.1	Purchase Price	\$110,000.00	
2	§ 4.3	Earnest Money		\$5,000.00
3	§ 4.5	New Loan		
4	§ 4.6	Assumption Balance		
5	§ 4.7	Private Financing		
6	§ 4.7	Seller Financing		
7	n/a	n/a		
8	n/a	n/a		
9	§ 4.4	Cash at Closing		\$105,000.00
10		<b>TOTAL</b>	\$110,000.00	\$110,000.00

**4.2. Seller Concession.** At Closing, Seller will credit to Buyer \$ n/a (Seller Concession). The Seller Concession may be used for any Buyer fee, cost, charge or expenditure to the extent the amount is allowed by the Buyer's lender and is included in the Closing Statement or Closing Disclosure, at Closing. Examples of allowable items to be paid for by the Seller Concession include, but are not limited to: Buyer's closing costs, loan discount points, loan origination fees, prepaid items and any other fee, cost, charge, expense or expenditure. Seller Concession is in addition to any sum Seller has agreed to pay or credit Buyer elsewhere in this Contract.

**4.3. Earnest Money.** The Earnest Money set forth in this section, in the form of a check or wire, will be payable to and held by Title Company of the Rockies (Earnest Money Holder), in its trust account, on behalf of both Seller and Buyer. The Earnest Money deposit must be tendered, by Buyer, with this Contract unless the parties mutually agree to an **Alternative Earnest Money Deadline** for its payment. The parties authorize delivery of the Earnest Money deposit to the company conducting the Closing (Closing Company), if any, at or before Closing. In the event Earnest Money Holder has agreed to have interest on Earnest Money deposits transferred to a fund established for the purpose of providing affordable housing to Colorado residents, Seller and Buyer acknowledge and agree that any interest accruing on the Earnest Money deposited with the Earnest Money Holder in this transaction will be transferred to such fund.

**4.3.1. Alternative Earnest Money Deadline.** The deadline for delivering the Earnest Money, if other than at the time of tender of this Contract, is as set forth as the **Alternative Earnest Money Deadline**.

**4.3.2. Return of Earnest Money.** If Buyer has a Right to Terminate and timely terminates, Buyer is entitled to the return of Earnest Money as provided in this Contract. If this Contract is terminated as set forth in § 25 and, except as provided in § 24, if the Earnest Money has not already been returned following receipt of a Notice to Terminate, Seller agrees to execute and return to Buyer or Broker working with Buyer, written mutual instructions (e.g., Earnest Money Release form), within three days of Seller's receipt of such form.

**4.4. Form of Funds; Time of Payment; Available Funds.**

**4.4.1. Good Funds.** All amounts payable by the parties at Closing, including any loan proceeds, Cash at Closing and closing costs, must be in funds that comply with all applicable Colorado laws, including electronic transfer funds, certified check, savings and loan teller's check and cashier's check (Good Funds).

**4.4.2. Time of Payment; Available Funds.** All funds, including the Purchase Price to be paid by Buyer, must be paid before or at Closing or as otherwise agreed in writing between the parties to allow disbursement by Closing Company at Closing **OR SUCH NONPAYING PARTY WILL BE IN DEFAULT**. Buyer represents that Buyer, as of the date of this Contract,  **Does**  **Does Not** have funds that are immediately verifiable and available in an amount not less than the amount stated as Cash at Closing in § 4.1.

**4.5. New Loan.** (Omitted as inapplicable)

**4.6. Assumption.** (Omitted as inapplicable)

4.7. **Seller or Private Financing.** (Omitted as inapplicable)

## TRANSACTION PROVISIONS

5. **FINANCING CONDITIONS AND OBLIGATIONS.** (Omitted as inapplicable)5.3. **Credit Information and Buyer's New Senior Loan.** (Omitted as inapplicable)5.4. **Existing Loan Review.** (Omitted as inapplicable)6. **APPRAISAL PROVISIONS.**

**6.1. Appraisal Definition.** An "Appraisal" is an opinion of value prepared by a licensed or certified appraiser, engaged on behalf of Buyer or Buyer's lender, to determine the Property's market value (Appraised Value). The Appraisal may also set forth certain lender requirements, replacements, removals or repairs necessary on or to the Property as a condition for the Property to be valued at the Appraised Value.

**6.2. Appraisal Condition.** The applicable appraisal provision set forth below applies to the respective loan type set forth in § 4.5.3, or if a cash transaction (i.e. no financing), § 6.2.1 applies.

**6.2.1. Conventional/Other.** Buyer has the right to obtain an Appraisal. If the Appraised Value is less than the Purchase Price, or if the Appraisal is not received by Buyer on or before **Appraisal Deadline** Buyer may, on or before **Appraisal Objection Deadline**, notwithstanding § 8.3 or § 13:

**6.2.1.1. Notice to Terminate.** Notify Seller in writing that this Contract is terminated; or

**6.2.1.2. Appraisal Objection.** Deliver to Seller a written objection accompanied by either a copy of the Appraisal or written notice from lender that confirms the Appraisal Value is less than the Purchase Price.

**6.2.1.3. Appraisal Resolution.** If an Appraisal Objection is received by Seller, on or before **Appraisal Objection Deadline**, and if Buyer and Seller have not agreed in writing to a settlement thereof on or before **Appraisal Resolution Deadline** (§ 3), this Contract will terminate on the **Appraisal Resolution Deadline**, unless Seller receives Buyer's written withdrawal of the Appraisal Objection before such termination, i.e., on or before expiration of **Appraisal Resolution Deadline**.

**6.3. Lender Property Requirements.** If the lender imposes any requirements, replacements, removals or repairs, including any specified in the Appraisal (Lender Requirements) to be made to the Property (e.g., roof repair, repainting), beyond those matters already agreed to by Seller in this Contract, Seller has the Right to Terminate under § 25.1, (notwithstanding § 10 of this Contract), on or before three days following Seller's receipt of the Lender Requirements, in Seller's sole subjective discretion. Seller's Right to Terminate in this § 6.3 does not apply if, on or before any termination by Seller pursuant to this § 6.3: (1) the parties enter into a written agreement regarding the Lender Requirements; or (2) the Lender Requirements have been completed; or (3) the satisfaction of the Lender Requirements is waived in writing by Buyer.

**6.4. Cost of Appraisal.** Cost of the Appraisal to be obtained after the date of this Contract must be timely paid by  Buyer  Seller. The cost of the Appraisal may include any and all fees paid to the appraiser, appraisal management company, lender's agent or all three.

7. **OWNERS' ASSOCIATION.** This Section is applicable if the Property is located within a Common Interest Community and subject to such declaration.

**7.1. Common Interest Community Disclosure. THE PROPERTY IS LOCATED WITHIN A COMMON INTEREST COMMUNITY AND IS SUBJECT TO THE DECLARATION FOR THE COMMUNITY. THE OWNER OF THE PROPERTY WILL BE REQUIRED TO BE A MEMBER OF THE OWNERS' ASSOCIATION FOR THE COMMUNITY AND WILL BE SUBJECT TO THE BYLAWS AND RULES AND REGULATIONS OF THE ASSOCIATION. THE DECLARATION, BYLAWS, AND RULES AND REGULATIONS WILL IMPOSE FINANCIAL OBLIGATIONS UPON THE OWNER OF THE PROPERTY, INCLUDING AN OBLIGATION TO PAY ASSESSMENTS OF THE ASSOCIATION. IF THE OWNER DOES NOT PAY THESE ASSESSMENTS, THE ASSOCIATION COULD PLACE A LIEN ON THE PROPERTY AND POSSIBLY SELL IT TO PAY THE DEBT. THE DECLARATION, BYLAWS, AND RULES AND REGULATIONS**

351 OF THE COMMUNITY MAY PROHIBIT THE OWNER FROM MAKING CHANGES TO THE PROPERTY  
 352 WITHOUT AN ARCHITECTURAL REVIEW BY THE ASSOCIATION (OR A COMMITTEE OF THE  
 353 ASSOCIATION) AND THE APPROVAL OF THE ASSOCIATION. PURCHASERS OF PROPERTY WITHIN  
 354 THE COMMON INTEREST COMMUNITY SHOULD INVESTIGATE THE FINANCIAL OBLIGATIONS OF  
 355 MEMBERS OF THE ASSOCIATION. PURCHASERS SHOULD CAREFULLY READ THE DECLARATION  
 356 FOR THE COMMUNITY AND THE BYLAWS AND RULES AND REGULATIONS OF THE ASSOCIATION.  
 357

358 **7.2. Owners' Association Documents.** Owners' Association Documents (Association  
 359 Documents) consist of the following:

360 **7.2.1.** All Owners' Association declarations, articles of incorporation, bylaws, articles of  
 361 organization, operating agreements, rules and regulations, party wall agreements;  
 362

363 **7.2.2.** Minutes of most recent annual owners' meeting;  
 364

365 **7.2.3.** Minutes of any directors' or managers' meetings during the six-month period  
 366 immediately preceding the date of this Contract. If none of the preceding minutes exist, then the most recent  
 367 minutes, if any (§§ 7.2.1, 7.2.2 and 7.2.3, collectively, Governing Documents); and  
 368

369 **7.2.4.** The most recent financial documents which consist of: (1) annual and most recent  
 370 balance sheet, (2) annual and most recent income and expenditures statement, (3) annual budget, (4) reserve  
 371 study, and (5) notice of unpaid assessments, if any (collectively, Financial Documents).  
 372

373 **7.3. Association Documents to Buyer.**

374 **7.3.1. Seller to Provide Association Documents.** Seller is obligated to provide to Buyer the  
 375 Association Documents, at Seller's expense, on or before **Association Documents Deadline**. Seller  
 376 authorizes the Association to provide the Association Documents to Buyer, at Seller's expense. Seller's  
 377 obligation to provide the Association Documents is fulfilled upon Buyer's receipt of the Association Documents,  
 378 regardless of who provides such documents.  
 379

380 **7.4. Conditional on Buyer's Review.** Buyer has the right to review the Association Documents.  
 381 Buyer has the Right to Terminate under § 25.1, on or before **Association Documents Objection Deadline**,  
 382 based on any unsatisfactory provision in any of the Association Documents, in Buyer's sole subjective  
 383 discretion. Should Buyer receive the Association Documents after **Association Documents Deadline**, Buyer,  
 384 at Buyer's option, has the Right to Terminate under § 25.1 by Buyer's Notice to Terminate received by Seller on  
 385 or before ten days after Buyer's receipt of the Association Documents. If Buyer does not receive the  
 386 Association Documents, or if Buyer's Notice to Terminate would otherwise be required to be received by Seller  
 387 after **Closing Date**, Buyer's Notice to Terminate must be received by Seller on or before Closing. If Seller does  
 388 not receive Buyer's Notice to Terminate within such time, Buyer accepts the provisions of the Association  
 389 Documents as satisfactory, and Buyer waives any Right to Terminate under this provision, notwithstanding the  
 390 provisions of § 8.6 (Right of First Refusal or Contract Approval).  
 391

392 **8. TITLE INSURANCE, RECORD TITLE AND OFF-RECORD TITLE.**

393 **8.1. Evidence of Record Title.**

394  **8.1.1. Seller Selects Title Insurance Company.** If this box is checked, Seller will select the  
 395 title insurance company to furnish the owner's title insurance policy at Seller's expense. On or before **Record**  
 396 **Title Deadline**, Seller must furnish to Buyer, a current commitment for an owner's title insurance policy (Title  
 397 Commitment), in an amount equal to the Purchase Price, or if this box is checked,  an **Abstract of Title**  
 398 certified to a current date. Seller will cause the title insurance policy to be issued and delivered to Buyer as  
 399 soon as practicable at or after Closing.  
 400

401  **8.1.2. Buyer Selects Title Insurance Company.** If this box is checked, Buyer will select the  
 402 title insurance company to furnish the owner's title insurance policy at Buyer's expense. On or before **Record**  
 403 **Title Deadline**, Buyer must furnish to Seller, a current commitment for owner's title insurance policy (Title  
 404 Commitment), in an amount equal to the Purchase Price.  
 405

406 If neither box in § 8.1.1 or § 8.1.2 is checked, § 8.1.1 applies.  
 407

408 **8.1.3. Owner's Extended Coverage (OEC).** The Title Commitment  **Will**  **Will Not**  
 409 contain Owner's Extended Coverage (OEC). If the Title Commitment is to contain OEC, it will commit to delete  
 410 or insure over the standard exceptions which relate to: (1) parties in possession, (2) unrecorded easements,  
 411 (3) survey matters, (4) unrecorded mechanics' liens, (5) gap period (period between the effective date and time  
 412 of commitment to the date and time the deed is recorded), and (6) unpaid taxes, assessments and  
 413  
 414  
 415  
 416  
 417  
 418  
 419  
 420

421 unredeemed tax sales prior to the year of Closing. Any additional premium expense to obtain OEC will be paid  
 422 by  Buyer  Seller  One-Half by Buyer and One-Half by Seller  Other n/a.

423 Regardless of whether the Contract requires OEC, the Title Insurance Commitment may not provide OEC or  
 424 delete or insure over any or all of the standard exceptions for OEC. The Title Insurance Company may require  
 425 a New Survey or New ILC, defined below, among other requirements for OEC. If the Title Insurance  
 426 Commitment is not satisfactory to Buyer, Buyer has a right to object under § 8.4 (Right to Object to Title,  
 427 Resolution).  
 428  
 429

430  
 431 **8.1.4. Title Documents.** Title Documents consist of the following: (1) copies of any plats,  
 432 declarations, covenants, conditions and restrictions burdening the Property, and (2) copies of any other  
 433 documents (or, if illegible, summaries of such documents) listed in the schedule of exceptions (Exceptions) in  
 434 the Title Commitment furnished to Buyer (collectively, Title Documents).  
 435

436 **8.1.5. Copies of Title Documents.** Buyer must receive, on or before **Record Title Deadline**,  
 437 copies of all Title Documents. This requirement pertains only to documents as shown of record in the office of  
 438 the clerk and recorder in the county where the Property is located. The cost of furnishing copies of the  
 439 documents required in this Section will be at the expense of the party or parties obligated to pay for the  
 440 owner's title insurance policy.  
 441

442 **8.1.6. Existing Abstracts of Title.** Seller must deliver to Buyer copies of any abstracts of title  
 443 covering all or any portion of the Property (Abstract of Title) in Seller's possession on or before **Record Title**  
 444 **Deadline**.  
 445

446 **8.2. Record Title.** Buyer has the right to review and object to the Abstract of Title or Title  
 447 Commitment and any of the Title Documents as set forth in § 8.4 (Right to Object to Title, Resolution) on or  
 448 before **Record Title Objection Deadline**. Buyer's objection may be based on any unsatisfactory form or  
 449 content of Title Commitment or Abstract of Title, notwithstanding § 13, or any other unsatisfactory title  
 450 condition, in Buyer's sole subjective discretion. If the Abstract of Title, Title Commitment or Title Documents are  
 451 not received by Buyer on or before the **Record Title Deadline**, or if there is an endorsement to the Title  
 452 Commitment that adds a new Exception to title, a copy of the new Exception to title and the modified Title  
 453 Commitment will be delivered to Buyer. Buyer has until the earlier of Closing or ten days after receipt of such  
 454 documents by Buyer to review and object to: (1) any required Title Document not timely received by Buyer, (2)  
 455 any change to the Abstract of Title, Title Commitment or Title Documents, or (3) any endorsement to the Title  
 456 Commitment. If Seller receives Buyer's Notice to Terminate or Notice of Title Objection, pursuant to this § 8.2  
 457 (Record Title), any title objection by Buyer is governed by the provisions set forth in § 8.4 (Right to Object to  
 458 Title, Resolution). If Seller has fulfilled all Seller's obligations, if any, to deliver to Buyer all documents required  
 459 by § 8.1 (Evidence of Record Title) and Seller does not receive Buyer's Notice to Terminate or Notice of Title  
 460 Objection by the applicable deadline specified above, Buyer accepts the condition of title as disclosed by the  
 461 Abstract of Title, Title Commitment and Title Documents as satisfactory.  
 462

463 **8.3. Off-Record Title.** Seller must deliver to Buyer, on or before **Off-Record Title Deadline**, true  
 464 copies of all existing surveys in Seller's possession pertaining to the Property and must disclose to Buyer all  
 465 easements, liens (including, without limitation, governmental improvements approved, but not yet installed) or  
 466 other title matters (including, without limitation, rights of first refusal and options) not shown by public records,  
 467 of which Seller has actual knowledge (Off-Record Matters). Buyer has the right to inspect the Property to  
 468 investigate if any third party has any right in the Property not shown by public records (e.g., unrecorded  
 469 easement, boundary line discrepancy or water rights). Buyer's Notice to Terminate or Notice of Title Objection  
 470 of any unsatisfactory condition (whether disclosed by Seller or revealed by such inspection, notwithstanding §  
 471 8.2 and § 13), in Buyer's sole subjective discretion, must be received by Seller on or before **Off-Record Title**  
 472 **Objection Deadline**. If an Off-Record Matter is received by Buyer after the **Off-Record Title Deadline**, Buyer  
 473 has until the earlier of Closing or ten days after receipt by Buyer to review and object to such Off-Record  
 474 Matter. If Seller receives Buyer's Notice to Terminate or Notice of Title Objection pursuant to this § 8.3  
 475 (Off-Record Title), any title objection by Buyer and this Contract are governed by the provisions set forth in §  
 476 8.4 (Right to Object to Title, Resolution). If Seller does not receive Buyer's Notice to Terminate or Notice of Title  
 477 Objection by the applicable deadline specified above, Buyer accepts title subject to such rights, if any, of third  
 478 parties of which Buyer has actual knowledge.  
 479

480 **8.4. Right to Object to Title, Resolution.** Buyer's right to object to any title matters includes, but is  
 481 not limited to those matters set forth in §§ 8.2 (Record Title), 8.3 (Off-Record Title) and 13 (Transfer of Title), in  
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Buyer's sole subjective discretion. If Buyer objects to any title matter, on or before the applicable deadline, Buyer has the following options:

**8.4.1. Title Objection, Resolution.** If Seller receives Buyer's written notice objecting to any title matter (Notice of Title Objection) on or before the applicable deadline, and if Buyer and Seller have not agreed to a written settlement thereof on or before **Title Resolution Deadline**, this Contract will terminate on the expiration of **Title Resolution Deadline**, unless Seller receives Buyer's written withdrawal of Buyer's Notice of Title Objection (i.e., Buyer's written notice to waive objection to such items and waives the Right to Terminate for that reason), on or before expiration of **Title Resolution Deadline**. If either the Record Title Deadline or the Off-Record Title Deadline, or both, are extended to the earlier of Closing or ten days after receipt of the applicable documents by Buyer, pursuant to § 8.2 (Record Title) or § 8.3 (Off-Record Title), the Title Resolution Deadline also will be automatically extended to the earlier of Closing or fifteen days after Buyer's receipt of the applicable documents; or

**8.4.2. Title Objection, Right to Terminate.** Buyer may exercise the Right to Terminate under § 25.1, on or before the applicable deadline, based on any unsatisfactory title matter, in Buyer's sole subjective discretion.

**8.5. Special Taxing Districts. SPECIAL TAXING DISTRICTS MAY BE SUBJECT TO GENERAL OBLIGATION INDEBTEDNESS THAT IS PAID BY REVENUES PRODUCED FROM ANNUAL TAX LEVIES ON THE TAXABLE PROPERTY WITHIN SUCH DISTRICTS. PROPERTY OWNERS IN SUCH DISTRICTS MAY BE PLACED AT RISK FOR INCREASED MILL LEVIES AND TAX TO SUPPORT THE SERVICING OF SUCH DEBT WHERE CIRCUMSTANCES ARISE RESULTING IN THE INABILITY OF SUCH A DISTRICT TO DISCHARGE SUCH INDEBTEDNESS WITHOUT SUCH AN INCREASE IN MILL LEVIES. BUYERS SHOULD INVESTIGATE THE SPECIAL TAXING DISTRICTS IN WHICH THE PROPERTY IS LOCATED BY CONTACTING THE COUNTY TREASURER, BY REVIEWING THE CERTIFICATE OF TAXES DUE FOR THE PROPERTY, AND BY OBTAINING FURTHER INFORMATION FROM THE BOARD OF COUNTY COMMISSIONERS, THE COUNTY CLERK AND RECORDER, OR THE COUNTY ASSESSOR.**

Buyer has the Right to Terminate under § 25.1, on or before **Off-Record Title Objection Deadline**, based on any unsatisfactory effect of the Property being located within a special taxing district, in Buyer's sole subjective discretion.

**8.6. Right of First Refusal or Contract Approval.** If there is a right of first refusal on the Property or a right to approve this Contract, Seller must promptly submit this Contract according to the terms and conditions of such right. If the holder of the right of first refusal exercises such right or the holder of a right to approve disapproves this Contract, this Contract will terminate. If the right of first refusal is waived explicitly or expires, or the Contract is approved, this Contract will remain in full force and effect. Seller must promptly notify Buyer in writing of the foregoing. If expiration or waiver of the right of first refusal or approval of this Contract has not occurred on or before **Right of First Refusal Deadline**, this Contract will then terminate.

**8.7. Title Advisory.** The Title Documents affect the title, ownership and use of the Property and should be reviewed carefully. Additionally, other matters not reflected in the Title Documents may affect the title, ownership and use of the Property, including, without limitation, boundary lines and encroachments, set-back requirements, area, zoning, building code violations, unrecorded easements and claims of easements, leases and other unrecorded agreements, water on or under the Property, and various laws and governmental regulations concerning land use, development and environmental matters.

**8.7.1. OIL, GAS, WATER AND MINERAL DISCLOSURE. THE SURFACE ESTATE OF THE PROPERTY MAY BE OWNED SEPARATELY FROM THE UNDERLYING MINERAL ESTATE, AND TRANSFER OF THE SURFACE ESTATE MAY NOT NECESSARILY INCLUDE TRANSFER OF THE MINERAL ESTATE OR WATER RIGHTS. THIRD PARTIES MAY OWN OR LEASE INTERESTS IN OIL, GAS, OTHER MINERALS, GEOTHERMAL ENERGY OR WATER ON OR UNDER THE SURFACE OF THE PROPERTY, WHICH INTERESTS MAY GIVE THEM RIGHTS TO ENTER AND USE THE SURFACE OF THE PROPERTY TO ACCESS THE MINERAL ESTATE, OIL, GAS OR WATER.**

**8.7.2. SURFACE USE AGREEMENT. THE USE OF THE SURFACE ESTATE OF THE PROPERTY TO ACCESS THE OIL, GAS OR MINERALS MAY BE GOVERNED BY A SURFACE USE AGREEMENT, A MEMORANDUM OR OTHER NOTICE OF WHICH MAY BE RECORDED WITH THE COUNTY CLERK AND RECORDER.**

**8.7.3. OIL AND GAS ACTIVITY. OIL AND GAS ACTIVITY THAT MAY OCCUR ON OR**

561 ADJACENT TO THE PROPERTY MAY INCLUDE, BUT IS NOT LIMITED TO, SURVEYING, DRILLING,  
562 WELL COMPLETION OPERATIONS, STORAGE, OIL AND GAS, OR PRODUCTION FACILITIES,  
563 PRODUCING WELLS, REWORKING OF CURRENT WELLS, AND GAS GATHERING AND PROCESSING  
564 FACILITIES.  
565

566 8.7.4. ADDITIONAL INFORMATION. BUYER IS ENCOURAGED TO SEEK ADDITIONAL  
567 INFORMATION REGARDING OIL AND GAS ACTIVITY ON OR ADJACENT TO THE PROPERTY,  
568 INCLUDING DRILLING PERMIT APPLICATIONS. THIS INFORMATION MAY BE AVAILABLE FROM THE  
569 COLORADO OIL AND GAS CONSERVATION COMMISSION.  
570

571 8.7.5. Title Insurance Exclusions. Matters set forth in this Section, and others, may be  
572 excepted, excluded from, or not covered by the owner's title insurance policy.  
573

574 8.8. Consult an Attorney. Buyer is advised to timely consult legal counsel with respect to all such  
575 matters as there are strict time limits provided in this Contract (e.g., Record Title Objection Deadline and  
576 Off-Record Title Objection Deadline).  
577

578  
579 9. NEW ILC, NEW SURVEY.

580 9.1. New ILC or New Survey. If the box is checked, a  New Improvement Location Certificate  
581 (New ILC)  New Survey in the form of n/a is required and the following will apply:  
582

583 9.1.1. Ordering of New ILC or New Survey.  Seller  Buyer will order the New ILC or New  
584 Survey. The New ILC or New Survey may also be a previous ILC or survey that is in the above-required form,  
585 certified and updated as of a date after the date of this Contract.  
586

587 9.1.2. Payment for New ILC or New Survey. The cost of the New ILC or New Survey will be  
588 paid, on or before Closing, by:  Seller  Buyer or: n/a  
589

590 9.1.3. Delivery of New ILC or New Survey. Buyer, Seller, the issuer of the Title Commitment (or  
591 the provider of the opinion of title if an Abstract of Title), and Buyers attorney if requested will receive a  
592 New ILC or New Survey on or before **New ILC or New Survey Deadline**.  
593

594 9.1.4. Certification of New ILC or New Survey. The New ILC or New Survey will be certified by  
595 the surveyor to all those who are to receive the New ILC or New Survey.  
596

597 9.2. Buyer's Right to Waive or Change New ILC or New Survey Selection. Buyer may select a  
598 New ILC or New Survey different than initially specified in this Contract if there is no additional cost to Seller or  
599 change to the **New ILC or New Survey Objection Deadline**. Buyer may, in Buyer's sole subjective discretion,  
600 waive a New ILC or New Survey if done prior to Seller incurring any cost for the same.  
601

602 9.3. New ILC or New Survey Objection. Buyer has the right to review and object to the **New ILC or**  
603 **New Survey**. If the New ILC or New Survey is not timely received by Buyer or is unsatisfactory to Buyer, in  
604 Buyer's sole subjective discretion, Buyer may, on or before **New ILC or New Survey Objection Deadline**,  
605 notwithstanding § 8.3 or § 13:  
606

607 9.3.1. Notice to Terminate. Notify Seller in writing that this Contract is terminated; or

608 9.3.2. New ILC or New Survey Objection. Deliver to Seller a written description of any matter that  
609 was to be shown or is shown in the New ILC or New Survey that is unsatisfactory and that Buyer requires  
610 Seller to correct.  
611

612 9.3.3. New ILC or New Survey Resolution. If a **New ILC or New Survey Objection** is received  
613 by Seller, on or before **New ILC or New Survey Objection Deadline**, and if Buyer and Seller have not agreed  
614 in writing to a settlement thereof on or before **New ILC or New Survey Resolution Deadline**, this Contract will  
615 terminate on expiration of the **New ILC or New Survey Resolution Deadline**, unless Seller receives Buyer's  
616 written withdrawal of the New ILC or New Survey Objection before such termination, i.e., on or before  
617 expiration of **New ILC or New Survey Resolution Deadline**.  
618  
619  
620

621 **DISCLOSURE, INSPECTION AND DUE DILIGENCE**  
622

623 10. PROPERTY DISCLOSURE, INSPECTION, INDEMNITY, INSURABILITY, DUE DILIGENCE AND  
624 SOURCE OF WATER.  
625

626 10.1. Seller's Property Disclosure. On or before **Seller's Property Disclosure Deadline**, Seller  
627 agrees to deliver to Buyer the most current version of the applicable Colorado Real Estate Commission's  
628 Seller's Property Disclosure form completed by Seller to Seller's actual knowledge, current as of the date of  
629  
630

631 this Contract.

632 **10.2. Disclosure of Latent Defects; Present Condition.** Seller must disclose to Buyer any latent  
 633 defects actually known by Seller. Seller agrees that disclosure of latent defects will be in writing. Except as  
 634 otherwise provided in this Contract, Buyer acknowledges that Seller is conveying the Property to Buyer in an  
 635 "As Is" condition, "Where Is" and "With All Faults."  
 636

637 **10.3. Inspection.** Unless otherwise provided in this Contract, Buyer, acting in good faith, has the right  
 638 to have inspections (by one or more third parties, personally or both) of the Property and Inclusions  
 639 (Inspection), at Buyer's expense. If (1) the physical condition of the Property, including, but not limited to, the  
 640 roof, walls, structural integrity of the Property, the electrical, plumbing, HVAC and other mechanical systems of  
 641 the Property, (2) the physical condition of the Inclusions, (3) service to the Property (including utilities and  
 642 communication services), systems and components of the Property (e.g., heating and plumbing), (4) any  
 643 proposed or existing transportation project, road, street or highway, or (5) any other activity, odor or noise  
 644 (whether on or off the Property) and its effect or expected effect on the Property or its occupants is  
 645 unsatisfactory, in Buyer's sole subjective discretion, Buyer may, on or before **Inspection Objection Deadline:**  
 646

647 **10.3.1. Notice to Terminate.** Notify Seller in writing that this Contract is terminated; or

648 **10.3.2. Inspection Objection.** Deliver to Seller a written description of any unsatisfactory  
 649 physical condition that Buyer requires Seller to correct.

650 **10.3.3. Inspection Resolution.** If an Inspection Objection is received by Seller, on or before  
 651 **Inspection Objection Deadline**, and if Buyer and Seller have not agreed in writing to a settlement thereof on  
 652 or before **Inspection Resolution Deadline**, this Contract will terminate on **Inspection Resolution Deadline**  
 653 unless Seller receives Buyer's written withdrawal of the Inspection Objection before such termination, i.e., on or  
 654 before expiration of **Inspection Resolution Deadline**.  
 655

656 **10.4. Damage, Liens and Indemnity.** Buyer, except as otherwise provided in this Contract or other  
 657 written agreement between the parties, is responsible for payment for all inspections, tests, surveys,  
 658 engineering reports, or other reports performed at Buyer's request (Work) and must pay for any damage that  
 659 occurs to the Property and Inclusions as a result of such Work. Buyer must not permit claims or liens of any  
 660 kind against the Property for Work performed on the Property. Buyer agrees to indemnify, protect and hold  
 661 Seller harmless from and against any liability, damage, cost or expense incurred by Seller and caused by any  
 662 such Work, claim, or lien. This indemnity includes Seller's right to recover all costs and expenses incurred by  
 663 Seller to defend against any such liability, damage, cost or expense, or to enforce this section, including  
 664 Seller's reasonable attorney fees, legal fees and expenses. The provisions of this section survive the  
 665 termination of this Contract. This § 10.4 does not apply to items performed pursuant to an Inspection  
 666 Resolution.  
 667

668 **10.5. Insurability.** Buyer has the right to review and object to the availability, terms and conditions of  
 669 and premium for property insurance (Property Insurance). Buyer has the Right to Terminate under § 25.1, on or  
 670 before **Property Insurance Objection Deadline**, based on any unsatisfactory provision of the Property  
 671 Insurance, in Buyer's sole subjective discretion.  
 672

673 **10.6. Due Diligence.**

674 **10.6.1. Due Diligence Documents.** If the respective box is checked, Seller agrees to deliver  
 675 copies of the following documents and information pertaining to the Property (Due Diligence Documents) to  
 676 Buyer on or before **Due Diligence Documents Delivery Deadline:**  
 677

678  **10.6.1.1.** All contracts relating to the operation, maintenance and management of the  
 679 Property;

680  **10.6.1.2.** Property tax bills for the last n/ years;

681  **10.6.1.3.** As-built construction plans to the Property and the tenant improvements,  
 682 including architectural, electrical, mechanical, and structural systems, engineering reports, and permanent  
 683 Certificates of Occupancy, to the extent now available;

684  **10.6.1.4.** A list of all Inclusions to be conveyed to Buyer;

685  **10.6.1.5.** Operating statements for the past n/a years;

686  **10.6.1.6.** A rent roll accurate and correct to the date of this Contract;

687  **10.6.1.7.** All current leases, including any amendments or other occupancy  
 688 agreements, pertaining to the Property. Those leases or other occupancy agreements pertaining to the  
 689 Property that survive Closing are as follows (Leases): n/a  
 690

691

Initials \_\_\_\_\_

**10.6.1.8.** A schedule of any tenant improvement work Seller is obligated to complete but has not yet been completed and capital improvement work either scheduled or in process on the date of this Contract;

**10.6.1.9.** All insurance policies pertaining to the Property and copies of any claims which have been made for the past n/a years;

**10.6.1.10.** Soils reports, surveys and engineering reports or data pertaining to the Property (if not delivered earlier under § 8.3);

**10.6.1.11.** Any and all existing documentation and reports regarding Phase I and II environmental reports, letters, test results, advisories, and similar documents respective to the existence or nonexistence of asbestos, PCB transformers, or other toxic, hazardous or contaminated substances, and/or underground storage tanks and/or radon gas. If no reports are in Seller's possession or known to Seller, Seller warrants that no such reports are in Seller's possession or known to Seller;

**10.6.1.12.** Any *Americans with Disabilities Act* reports, studies or surveys concerning the compliance of the Property with said Act;

**10.6.1.13.** All permits, licenses and other building or use authorizations issued by any governmental authority with jurisdiction over the Property and written notice of any violation of any such permits, licenses or use authorizations, if any; and

**10.6.1.14.** Other documents and information:

n/a

**10.6.2. Due Diligence Documents Review and Objection.** Buyer has the right to review and object to Due Diligence Documents. If the Due Diligence Documents are not supplied to Buyer or are unsatisfactory in Buyer's sole subjective discretion, Buyer may, on or before **Due Diligence Documents Objection Deadline**:

**10.6.2.1. Notice to Terminate.** Notify Seller in writing that this Contract is terminated; or

**10.6.2.2. Due Diligence Documents Objection.** Deliver to Seller a written description of any unsatisfactory Due Diligence Documents that Buyer requires Seller to correct.

**10.6.2.3. Due Diligence Documents Resolution.** If a Due Diligence Documents Objection is received by Seller, on or before **Due Diligence Documents Objection Deadline**, and if Buyer and Seller have not agreed in writing to a settlement thereof on or before **Due Diligence Documents Resolution Deadline**, this Contract will terminate on **Due Diligence Documents Resolution Deadline** unless Seller receives Buyer's written withdrawal of the Due Diligence Documents Objection before such termination, i.e., on or before expiration of **Due Diligence Documents Resolution Deadline**.

**10.6.3. Zoning.** Buyer has the Right to Terminate under § 25.1, on or before **Due Diligence Documents Objection Deadline**, based on any unsatisfactory zoning and any use restrictions imposed by any governmental agency with jurisdiction over the Property, in Buyer's sole subjective discretion.

**10.6.4. Due Diligence – Environmental, ADA.** Buyer has the right to obtain environmental inspections of the Property including Phase I and Phase II Environmental Site Assessments, as applicable.  Seller  Buyer will order or provide **Phase I Environmental Site Assessment, Phase II Environmental Site Assessment** (compliant with most current version of the applicable ASTM E1527 standard practices for Environmental Site Assessments) and/or  n/a, at the expense of  Seller  Buyer (Environmental Inspection). In addition, Buyer, at Buyer's expense, may also conduct an evaluation whether the Property complies with the *Americans with Disabilities Act* (ADA Evaluation). All such inspections and evaluations must be conducted at such times as are mutually agreeable to minimize the interruption of Seller's and any Seller's tenants' business uses of the Property, if any.

If Buyer's Phase I Environmental Site Assessment recommends a Phase II Environmental Site Assessment, the **Environmental Inspection Objection Deadline** will be extended by n/ days (Extended Environmental Inspection Objection Deadline) and if such Extended Environmental Inspection Objection Deadline extends beyond the **Closing Date**, the **Closing Date** will be extended a like period of time. In such event,  Seller  Buyer must pay the cost for such Phase II Environmental Site Assessment.

Notwithstanding Buyer's right to obtain additional environmental inspections of the Property in this § 10.6.5, Buyer has the Right to Terminate under § 25.1, on or before **Environmental Inspection Objection**



771 **Deadline**, or if applicable, the Extended Environmental Inspection Objection Deadline, based on any  
 772 unsatisfactory results of Environmental Inspection, in Buyer's sole subjective discretion.

773 Buyer has the Right to Terminate under § 25.1, on or before **ADA Evaluation Objection Deadline**,  
 774 based on any unsatisfactory ADA Evaluation, in Buyer's sole subjective discretion.

775 **10.7. Conditional Upon Sale of Property.** This Contract is conditional upon the sale and closing of  
 776 that certain property owned by Buyer and commonly known as n/a. Buyer has the Right to Terminate under §  
 777 25.1 effective upon Seller's receipt of Buyer's Notice to Terminate on or before **Conditional Sale Deadline** if  
 778 such property is not sold and closed by such deadline. This § 10.7 is for the sole benefit of Buyer. If Seller  
 779 does not receive Buyer's Notice to Terminate on or before **Conditional Sale Deadline**, Buyer waives any Right  
 780 to Terminate under this provision.

781 **10.8. Source of Potable Water (Residential Land and Residential Improvements Only).**  
 782 Buyer  **Does**  **Does Not** acknowledge receipt of a copy of Seller's Property Disclosure or Source of  
 783 Water Addendum disclosing the source of potable water for the Property.  There is **No Well**. Buyer  **Does**  
 784  **Does Not** acknowledge receipt of a copy of the current well permit.

785 **Note to Buyer: SOME WATER PROVIDERS RELY, TO VARYING DEGREES, ON NONRENEWABLE**  
 786 **GROUND WATER. YOU MAY WISH TO CONTACT YOUR PROVIDER (OR INVESTIGATE THE DESCRIBED**  
 787 **SOURCE) TO DETERMINE THE LONG-TERM SUFFICIENCY OF THE PROVIDER'S WATER SUPPLIES.**

788 **10.9. Existing Leases; Modification of Existing Leases; New Leases.** Seller states that none  
 789 of the Leases to be assigned to the Buyer at the time of Closing contain any rent concessions, rent reductions  
 790 or rent abatements except as disclosed in the Lease or other writing received by Buyer. Seller will not amend,  
 791 alter, modify, extend or cancel any of the Leases nor will Seller enter into any new leases affecting the Property  
 792 without the prior written consent of Buyer, which consent will not be unreasonably withheld or delayed.

## 800 11. TENANT ESTOPPEL STATEMENTS.

801 **11.1. Tenant Estoppel Statements Conditions.** Buyer has the right to review and object to any  
 802 Estoppel Statements. Seller must obtain and deliver to Buyer on or before **Tenant Estoppel Statements**  
 803 **Deadline**, statements in a form and substance reasonably acceptable to Buyer, from each occupant or tenant  
 804 at the Property (Estoppel Statement) attached to a copy of the Lease stating:

805 **11.1.1.** The commencement date of the Lease and scheduled termination date of the Lease;

806 **11.1.2.** That said Lease is in full force and effect and that there have been no subsequent  
 807 modifications or amendments;

808 **11.1.3.** The amount of any advance rentals paid, rent concessions given, and deposits paid to  
 809 Seller;

810 **11.1.4.** The amount of monthly (or other applicable period) rental paid to Seller;

811 **11.1.5.** That there is no default under the terms of said Lease by landlord or occupant; and

812 **11.1.6.** That the Lease to which the Estoppel is attached is a true, correct and complete copy  
 813 of the Lease demising the premises it describes.

814 **11.2. Tenant Estoppel Statements Objection.** Buyer has the Right to Terminate under § 25.1, on  
 815 or before **Tenant Estoppel Statements Objection Deadline**, based on any unsatisfactory Estoppel  
 816 Statement, in Buyer's sole subjective discretion, or if Seller fails to deliver the Estoppel Statements on or  
 817 before **Tenant Estoppel Statements Deadline**. Buyer also has the unilateral right to waive any unsatisfactory  
 818 Estoppel Statement.

## 819 CLOSING PROVISIONS

## 820 12. CLOSING DOCUMENTS, INSTRUCTIONS AND CLOSING.

821 **12.1. Closing Documents and Closing Information.** Seller and Buyer will cooperate with the Closing  
 822 Company to enable the Closing Company to prepare and deliver documents required for Closing to Buyer and  
 823 Seller and their designees. If Buyer is obtaining a new loan to purchase the Property, Buyer acknowledges  
 824 Buyer's lender is required to provide the Closing Company, in a timely manner, all required loan documents  
 825 and financial information concerning Buyer's new loan. Buyer and Seller will furnish any additional information  
 826 and documents required by Closing Company that will be necessary to complete this transaction. Buyer and  
 827 Seller will sign and complete all customary or reasonably required documents at or before Closing.

Initials \_\_\_\_\_

841  
842 Not executed with this Contract.

843  
844 12.3. Closing. Delivery of deed from Seller to Buyer will be at closing (Closing). Closing will be on the  
845 date specified as the Closing Date or by mutual agreement at an earlier date. The hour and place of Closing  
846 will be as designated by mutual agreement.

847  
848 12.4. Disclosure of Settlement Costs. Buyer and Seller acknowledge that costs, quality, and extent  
849 of service vary between different settlement service providers (e.g., attorneys, lenders, inspectors and title  
850 companies).

851  
852  
853 13. TRANSFER OF TITLE. Subject to tender of payment at Closing as required herein and compliance by  
854 Buyer with the other terms and provisions hereof, Seller must execute and deliver a good and sufficient  
855 Special Warranty deed to Buyer, at Closing, conveying the Property free and clear of all taxes except the  
856 general taxes for the year of Closing. Except as provided herein, title will be conveyed free and clear of all  
857 liens, including any governmental liens for special improvements installed as of the date of Buyer's signature  
858 hereon, whether assessed or not. Title will be conveyed subject to:

859  
860 13.1. Those specific Exceptions described by reference to recorded documents as reflected in the  
861 Title Documents accepted by Buyer in accordance with **Record Title**,

862 13.2. Distribution utility easements (including cable TV),

863 13.3. Those specifically described rights of third parties not shown by the public records of which  
864 Buyer has actual knowledge and which were accepted by Buyer in accordance with **Off-Record Title and New**  
865 **ILC or New Survey**,

866 13.4. Inclusion of the Property within any special taxing district, and

867 13.5. Any special assessment if the improvements were not installed as of the date of Buyer's  
868 signature hereon, whether assessed prior to or after Closing, and

869 13.6. Other n/a.

870  
871 14. PAYMENT OF ENCUMBRANCES. Any encumbrance required to be paid will be paid at or before  
872 Closing from the proceeds of this transaction or from any other source.

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874  
875 15. CLOSING COSTS, CLOSING FEE, ASSOCIATION FEES AND TAXES.

876 15.1. Closing Costs. Buyer and Seller must pay, in Good Funds, their respective closing costs  
877 and all other items required to be paid at Closing, except as otherwise provided herein.

878 15.2. Closing Services Fee. The fee for real estate closing services must be paid at Closing  
879 by  Buyer  Seller  One-Half by Buyer and One-Half by Seller  
880  Other n/a.

881 15.3. Status Letter and Record Change Fees. Any fees incident to the issuance of  
882 Association's statement of assessments (Status Letter) must be paid by None Buyer Seller  
883 One-Half by Buyer and One-Half by Seller. Any record change fee assessed by the Association including,  
884 but not limited to, ownership record transfer fees regardless of name or title of such fee (Association's Record  
885 Change Fee) must be paid by None  Buyer  Seller  One-Half by Buyer and One-Half by  
886 Seller.

887 15.4. Local Transfer Tax.  The Local Transfer Tax of n/a % of the Purchase Price must be  
888 paid at Closing by None  Buyer  Seller  One-Half by Buyer and One-Half by Seller.

889 15.5. Private Transfer Fee. Private transfer fees and other fees due to a transfer of the Property,  
890 payable at Closing, such as community association fees, developer fees and foundation fees, must be paid at  
891 Closing by None Buyer Seller One-Half by Buyer and One-Half by Seller. The Private Transfer  
892 fee, whether one or more, is for the following association(s): n/a in the total amount of na% of the Purchase  
893 Price or \$ n/a.

894 15.6. Water Transfer Fees. The Water Transfer Fees can change. The fees, as of the date of  
895 this Contract, do not exceed \$ n/a for:

896  Water Stock/Certificates  Water District

897  Augmentation Membership  Small Domestic Water Company  n/a and must be paid at Closing by

898  None  Buyer  Seller  One-Half by Buyer and One-Half by Seller  
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911 15.7. **Sales and Use Tax.** Any sales and use tax that may accrue because of this transaction  
 912 must be paid when due by  **None**  **Buyer**  **Seller**  **One-Half by Buyer and One-Half by Seller.**  
 913  
 914

915 **16. PRORATIONS.** The following will be prorated to the **Closing Date**, except as otherwise provided:

916 **16.1. Taxes.** Personal property taxes, if any, special taxing district assessments, if any, and  
 917 general real estate taxes for the year of Closing, based on  **Taxes for the Calendar Year Immediately**  
 918 **Preceding Closing**  **Most Recent Mill Levy and Most Recent Assessed Valuation**,  **Other** *n/a*.

919 **16.2. Rents.** Rents based on  **Rents Actually Received**  **Accrued**. At Closing, Seller will  
 920 transfer or credit to Buyer the security deposits for all Leases assigned, or any remainder after lawful  
 921 deductions, and notify all tenants in writing of such transfer and of the transferee's name and address. Seller  
 922 must assign to Buyer all Leases in effect at Closing and Buyer must assume Seller's obligations under such  
 923 Leases.  
 924  
 925  
 926

927 **16.3. Association Assessments.** Current regular Association assessments and dues  
 928 (Association Assessments) paid in advance will be credited to Seller at Closing. Cash reserves held out of the  
 929 regular Association Assessments for deferred maintenance by the Association will not be credited to Seller  
 930 except as may be otherwise provided by the Governing Documents. Buyer acknowledges that Buyer may be  
 931 obligated to pay the Association, at Closing, an amount for reserves or working capital. Any special  
 932 assessment assessed prior to **Closing Date** by the Association will be the obligation of  **Buyer**  **Seller**.  
 933 Except however, any special assessment by the Association for improvements that have been installed as of  
 934 the date of Buyer's signature hereon, whether assessed prior to or after Closing, will be the obligation of Seller.  
 935 Seller represents that the Association Assessments are currently payable at approximately \$ 277 per  
 936 month and that there are no unpaid regular or special assessments against the Property except the current  
 937 regular assessments and *n/a*. Such assessments are subject to change as provided in the Governing  
 938 Documents. Seller agrees to promptly request the Association to deliver to Buyer before **Closing Date** a  
 939 current Status Letter.  
 940  
 941  
 942  
 943

944 **16.4. Other Prorations.** Water and sewer charges, propane, interest on continuing loan, and *n/a*.

945 **16.5. Final Settlement.** Unless otherwise agreed in writing, these prorations are final.  
 946  
 947

948 **17. POSSESSION.** Possession of the Property will be delivered to Buyer on **Possession Date** at  
 949 **Possession Time**, subject to the Leases as set forth in § 10.6.1.7.  
 950

951 If Seller, after Closing, fails to deliver possession as specified, Seller will be subject to eviction and  
 952 will be additionally liable to Buyer for payment of \$ 100 per day (or any part of a day notwithstanding § 18.1)  
 953 from **Possession Date** and **Possession Time** until possession is delivered.  
 954  
 955  
 956

#### GENERAL PROVISIONS

957  
 958  
 959 **18. DAY; COMPUTATION OF PERIOD OF DAYS, DEADLINE.**

960 **18.1. Day.** As used in this Contract, the term "day" means the entire day ending at 11:59 p.m., United  
 961 States Mountain Time (Standard or Daylight Savings as applicable).  
 962

963 **18.2. Computation of Period of Days, Deadline.** In computing a period of days, when the ending  
 964 date is not specified, the first day is excluded and the last day is included (e.g., three days after MEC). If any  
 965 deadline falls on a Saturday, Sunday or federal or Colorado state holiday (Holiday), such deadline  **Will**   
 966 **Will Not** be extended to the next day that is not a Saturday, Sunday or Holiday. Should neither box be  
 967 checked, the deadline will not be extended.  
 968  
 969  
 970

971 **19. CAUSES OF LOSS, INSURANCE; DAMAGE TO INCLUSIONS AND SERVICES; CONDEMNATION;**  
 972 **AND WALK-THROUGH.** Except as otherwise provided in this Contract, the Property, Inclusions or both will be  
 973 delivered in the condition existing as of the date of this Contract, ordinary wear and tear excepted.  
 974

975 **19.1. Causes of Loss, Insurance.** In the event the Property or Inclusions are damaged by fire, other  
 976 perils or causes of loss prior to Closing in an amount of not more than ten percent of the total Purchase Price  
 977 (Property Damage), and if the repair of the damage will be paid by insurance (other than the deductible to be  
 978 paid by Seller), then Seller, upon receipt of the insurance proceeds, will use Seller's reasonable efforts to  
 979  
 980

Initials \_\_\_\_\_

981 repair the Property before **Closing Date**. Buyer has the Right to Terminate under § 25.1, on or before **Closing**  
 982 **Date** if the Property is not repaired before **Closing Date** or if the damage exceeds such sum. Should Buyer  
 983 elect to carry out this Contract despite such Property Damage, Buyer is entitled to a credit at Closing for all  
 984 insurance proceeds that were received by Seller (but not the Association, if any) resulting from damage to the  
 985 Property and Inclusions, plus the amount of any deductible provided for in the insurance policy. This credit may  
 986 not exceed the Purchase Price. In the event Seller has not received the insurance proceeds prior to Closing,  
 987 the parties may agree to extend the **Closing Date** to have the Property repaired prior to Closing or, at the  
 988 option of Buyer, (1) Seller must assign to Buyer the right to the proceeds at Closing, if acceptable to Seller's  
 989 insurance company and Buyer's lender; or (2) the parties may enter into a written agreement prepared by the  
 990 parties or their attorney requiring the Seller to escrow at Closing from Seller's sale proceeds the amount Seller  
 991 has received and will receive due to such damage, not exceeding the total Purchase Price, plus the amount of  
 992 any deductible that applies to the insurance claim.

993 **19.2. Damage, Inclusions and Services.** Should any Inclusion or service (including utilities and  
 994 communication services), system, component or fixture of the Property (collectively Service) (e.g., heating or  
 995 plumbing), fail or be damaged between the date of this Contract and Closing or possession, whichever is  
 996 earlier, then Seller is liable for the repair or replacement of such Inclusion or Service with a unit of similar size,  
 997 age and quality, or an equivalent credit, but only to the extent that the maintenance or replacement of such  
 998 Inclusion or Service is not the responsibility of the Association, if any, less any insurance proceeds received by  
 999 Buyer covering such repair or replacement. If the failed or damaged Inclusion or Service is not repaired or  
 1000 replaced on or before Closing or possession, whichever is earlier, Buyer has the Right to Terminate under §  
 1001 25.1, on or before **Closing Date**, or, at the option of Buyer, Buyer is entitled to a credit at Closing for the repair  
 1002 or replacement of such Inclusion or Service. Such credit must not exceed the Purchase Price. If Buyer receives  
 1003 such a credit, Seller's right for any claim against the Association, if any, will survive Closing. Seller and Buyer  
 1004 are aware of the existence of pre-owned home warranty programs that may be purchased and may cover the  
 1005 repair or replacement of such Inclusions.

1006 **19.3. Condemnation.** In the event Seller receives actual notice prior to Closing that a pending  
 1007 condemnation action may result in a taking of all or part of the Property or Inclusions, Seller must promptly  
 1008 notify Buyer, in writing, of such condemnation action. Buyer has the Right to Terminate under § 25.1, on or  
 1009 before **Closing Date**, based on such condemnation action, in Buyer's sole subjective discretion. Should Buyer  
 1010 elect to consummate this Contract despite such diminution of value to the Property and Inclusions, Buyer is  
 1011 entitled to a credit at Closing for all condemnation proceeds awarded to Seller for the diminution in the value of  
 1012 the Property or Inclusions but such credit will not include relocation benefits or expenses, or exceed the  
 1013 Purchase Price.

1014 **19.4. Walk-Through and Verification of Condition.** Buyer, upon reasonable notice, has the right to  
 1015 walk through the Property prior to Closing to verify that the physical condition of the Property and Inclusions  
 1016 complies with this Contract.

1017 **19.5. Risk of Loss - Growing Crops.** The risk of loss for damage to growing crops by fire or other  
 1018 casualty will be borne by the party entitled to the growing crops as provided in § 2.8 and such party is entitled  
 1019 to such insurance proceeds or benefits for the growing crops.

1020 **20. RECOMMENDATION OF LEGAL AND TAX COUNSEL.** By signing this Contract, Buyer and Seller  
 1021 acknowledge that the respective broker has advised that this Contract has important legal consequences and  
 1022 has recommended the examination of title and consultation with legal and tax or other counsel before signing  
 1023 this Contract.

1024 **21. TIME OF ESSENCE, DEFAULT AND REMEDIES.** Time is of the essence for all dates and deadlines  
 1025 in this Contract. This means that all dates and deadlines are strict and absolute. If any payment due, including  
 1026 Earnest Money, is not paid, honored or tendered when due, or if any obligation is not performed timely as  
 1027 provided in this Contract or waived, the non-defaulting party has the following remedies:

1028 **21.1. If Buyer is in Default:**

1029  **21.1.1. Specific Performance.** Seller may elect to cancel this Contract and all Earnest  
 1030 Money (whether or not paid by Buyer) will be paid to Seller and retained by Seller. It is agreed that the Earnest  
 1031 Money is not a penalty, and the Parties agree the amount is fair and reasonable. Seller may recover such  
 1032

additional damages as may be proper. Alternatively, Seller may elect to treat this Contract as being in full force and effect and Seller has the right to specific performance or damages, or both.

**21.1.2. Liquidated Damages, Applicable. This § 21.1.2 applies unless the box in § 21.1.1. is checked.** Seller may cancel this Contract. All Earnest Money (whether or not paid by Buyer) will be paid to Seller, and retained by Seller. It is agreed that the Earnest Money specified in § 4.1 is LIQUIDATED DAMAGES, and not a penalty, which amount the parties agree is fair and reasonable and (except as provided in §§ 10.4, 22, 23 and 24), said payment of Earnest Money is SELLER'S ONLY REMEDY for Buyer's failure to perform the obligations of this Contract. Seller expressly waives the remedies of specific performance and additional damages.

**21.2. If Seller is in Default:** Buyer may elect to treat this Contract as canceled, in which case all Earnest Money received hereunder will be returned and Buyer may recover such damages as may be proper. Alternatively, Buyer may elect to treat this Contract as being in full force and effect and Buyer has the right to specific performance or damages, or both.

**22. LEGAL FEES, COST AND EXPENSES.** Anything to the contrary herein notwithstanding, in the event of any arbitration or litigation relating to this Contract, prior to or after **Closing Date**, the arbitrator or court must award to the prevailing party all reasonable costs and expenses, including attorney fees, legal fees and expenses.

**23. MEDIATION.** If a dispute arises relating to this Contract, (whether prior to or after Closing) and is not resolved, the parties must first proceed, in good faith, to mediation. Mediation is a process in which the parties meet with an impartial person who helps to resolve the dispute informally and confidentially. Mediators cannot impose binding decisions. Before any mediated settlement is binding, the parties to the dispute must agree to the settlement, in writing. The parties will jointly appoint an acceptable mediator and will share equally in the cost of such mediation. The obligation to mediate, unless otherwise agreed, will terminate if the entire dispute is not resolved within thirty days of the date written notice requesting mediation is delivered by one party to the other at that party's last known address (physical or electronic as provided in § 27). Nothing in this Section prohibits either party from filing a lawsuit and recording a *lis pendens* affecting the Property, before or after the date of written notice requesting mediation. This section will not alter any date in this Contract, unless otherwise agreed.

**24. EARNEST MONEY DISPUTE.** Except as otherwise provided herein, Earnest Money Holder must release the Earnest Money following receipt of written mutual instructions, signed by both Buyer and Seller. In the event of any controversy regarding the Earnest Money, Earnest Money Holder is not required to release the Earnest Money. Earnest Money Holder, in its sole subjective discretion, has several options: (1) wait for any proceeding between Buyer and Seller; (2) interplead all parties and deposit Earnest Money into a court of competent jurisdiction, (Earnest Money Holder is entitled to recover court costs and reasonable attorney and legal fees incurred with such action); or (3) provide notice to Buyer and Seller that unless Earnest Money Holder receives a copy of the Summons and Complaint or Claim (between Buyer and Seller) containing the case number of the lawsuit (Lawsuit) within one hundred twenty days of Earnest Money Holder's notice to the parties, Earnest Money Holder is authorized to return the Earnest Money to Buyer. In the event Earnest Money Holder does receive a copy of the Lawsuit, and has not interpleaded the monies at the time of any Order, Earnest Money Holder must disburse the Earnest Money pursuant to the Order of the Court. The parties reaffirm the obligation of **Mediation**. This Section will survive cancellation or termination of this Contract.

**25. TERMINATION.**

**25.1. Right to Terminate.** If a party has a right to terminate, as provided in this Contract (Right to Terminate), the termination is effective upon the other party's receipt of a written notice to terminate (Notice to Terminate), provided such written notice was received on or before the applicable deadline specified in this Contract. If the Notice to Terminate is not received on or before the specified deadline, the party with the Right to Terminate accepts the specified matter, document or condition as satisfactory and waives the Right to Terminate under such provision.

**25.2. Effect of Termination.** In the event this Contract is terminated, all Earnest Money received

Initials \_\_\_\_\_

hereunder will be returned and the parties are relieved of all obligations hereunder, subject to §§ 10.4, 22, 23 and 24.

**26. ENTIRE AGREEMENT, MODIFICATION, SURVIVAL; SUCCESSORS.** This Contract, its exhibits and specified addenda, constitute the entire agreement between the parties relating to the subject hereof, and any prior agreements pertaining thereto, whether oral or written, have been merged and integrated into this Contract. No subsequent modification of any of the terms of this Contract is valid, binding upon the parties, or enforceable unless made in writing and signed by the parties. Any right or obligation in this Contract that, by its terms, exists or is intended to be performed after termination or Closing survives the same. Any successor to a Party receives the predecessor's benefits and obligations of this Contract.

**27. NOTICE, DELIVERY, AND CHOICE OF LAW.**

**27.1. Physical Delivery and Notice.** Any document, or notice to Buyer or Seller must be in writing, except as provided in § 27.2, and is effective when physically received by such party, any individual named in this Contract to receive documents or notices for such party, the Broker, or Brokerage Firm of Broker working with such party (except any notice or delivery after Closing must be received by the party, not Broker or Brokerage Firm).

**27.2. Electronic Notice.** As an alternative to physical delivery, any notice, may be delivered in electronic form to Buyer or Seller, any individual named in this Contract to receive documents or notices for such party, the Broker or Brokerage Firm of Broker working with such party (except any notice or delivery after Closing must be received by the party; not Broker or Brokerage Firm) at the electronic address of the recipient by facsimile, email or [CTM EContracts](#).

**27.3. Electronic Delivery.** Electronic Delivery of documents and notice may be delivered by: (1) email at the email address of the recipient, (2) a link or access to a website or server provided the recipient receives the information necessary to access the documents, or (3) facsimile at the Fax No. of the recipient.

**27.4. Choice of Law.** This Contract and all disputes arising hereunder are governed by and construed in accordance with the laws of the State of Colorado that would be applicable to Colorado residents who sign a contract in Colorado for real property located in Colorado.

**28. NOTICE OF ACCEPTANCE, COUNTERPARTS.** This proposal will expire unless accepted in writing, by Buyer and Seller, as evidenced by their signatures below, and the offering party receives notice of such acceptance pursuant to § 27 on or before **Acceptance Deadline Date** and **Acceptance Deadline Time**. If accepted, this document will become a contract between Seller and Buyer. A copy of this Contract may be executed by each party, separately, and when each party has executed a copy thereof, such copies taken together are deemed to be a full and complete contract between the parties.

**29. GOOD FAITH.** Buyer and Seller acknowledge that each party has an obligation to act in good faith including, but not limited to, exercising the rights and obligations set forth in the provisions of **Financing Conditions and Obligations, Title Insurance, Record Title and Off-Record Title, New ILC, New Survey and Property Disclosure, Inspection, Indemnity, Insurability, Due Diligence, Buyer Disclosure and Source of Water.**

**ADDITIONAL PROVISIONS AND ATTACHMENTS**

**30. ADDITIONAL PROVISIONS.** (The following additional provisions have not been approved by the Colorado Real Estate Commission.)

***OPEN SPACE TRUST FUND FEE. As defined in Section 10.14 of the Amended and Restated Master Declaration of Protective Covenants for River Valley Ranch. At the time of closing, Purchaser shall pay to the River Valley Ranch Master Association a fee in the amount of one-quarter of one percent (.0025) of the Purchase Price for the purposes of acquisition, leasing, or planning for the acquisition or leasing of public open space, conservation easements, development rights, or other similar measures to protect land in perpetuity from development.***

**HOA FEES.** In addition to the foregoing budgeted monthly dues Purchaser hereunder shall pay at the closing hereof: (1) a Reserve Fund Deposit in the amount of \$100.00 for each lot to the Master Association in accordance with paragraph 10.8 of the Master Declaration, and (2) an initial \$150.00 Master Association Account Set Up Fee. The Seller shall pay at closing a Master Association Statement Prep Fee of \$150.00.

**SOILS REPORT** Seller states that they do not have any Soils Reports. Brian Leasure, working with the Buyer, found a Preliminary Geotechnical Study by HP Geotech dated December 30, 2018 and shared the report with both the Buyer and Seller. This report was not created for either party to this agreement or Brian Leasure and the parties including Brian Leasure make no representations about if said study can be used for anything.

**31. ATTACHMENTS.**

**31.1.** The following attachments are a part of this Contract:

**Addendum A to Contract to Buy and Sell Real Estate created by the Seller**

**31.2.** The following disclosure forms are attached but are not a part of this Contract:

n/a

**SIGNATURES**

*Steven E. Wafer*

Date: 8/10/2018

Buyer: **Steven E. Wafer**

Address:

Phone: Fax:

Email Address:

*Mariann Wafer*

Date: 8/10/2018

Buyer: **Mariann Wafer**

Address:

Phone: Fax:

Email Address: **The3OfUs@TheWafers.org**

**[NOTE: If this offer is being countered or rejected, do not sign this document. Refer to § 32]**

Date: \_\_\_\_\_

Seller: **Springvale Investments, LLC**

**By: Frederick Chin, Chief Executive Officer**

Address:

Phone: Fax:

Email Address:

Initials \_\_\_\_\_

32. COUNTER; REJECTION. This offer is  Countered  Rejected.  
Initials only of party (Buyer or Seller) who countered or rejected offer

\_\_\_\_\_  
*Springvale Investments, LLC*  
*By: Frederick Chin , Chief Executive Officer*

**END OF CONTRACT TO BUY AND SELL REAL ESTATE**

33. BROKER'S ACKNOWLEDGMENTS AND COMPENSATION DISCLOSURE.

(To be completed by Broker working with Buyer)

Broker  Does  Does Not acknowledge receipt of Earnest Money deposit and, while not a party to the Contract, agrees to cooperate upon request with any mediation concluded under § 23. Broker agrees that if Brokerage Firm is the Earnest Money Holder and, except as provided in § 24, if the Earnest Money has not already been returned following receipt of a Notice to Terminate or other written notice of termination, Earnest Money Holder will release the Earnest Money as directed by the written mutual instructions. Such release of Earnest Money will be made within five days of Earnest Money Holder's receipt of the executed written mutual instructions, provided the Earnest Money check has cleared.

Broker is working with Buyer as a  Buyer's Agent  Seller's Agent  Transaction-Broker in this transaction.  This is a Change of Status.

Brokerage Firm's compensation or commission is to be paid by  Listing Brokerage Firm  Buyer  Other *n/a*.

Brokerage Firm's Name: *Destination Holdings*

Date: \_\_\_\_\_

Broker's Name: *Brian Leasure*

Address: *333 River Valley Ranch Drive Carbondale, CO 81623*

Ph: *970.963.0400* Fax: Email: *BLeasure@DestinationHoldings.com*

34. BROKER'S ACKNOWLEDGMENTS AND COMPENSATION DISCLOSURE.

(To be completed by Broker working with Seller)

Broker  Does  Does Not acknowledge receipt of Earnest Money deposit and, while not a party to the Contract, agrees to cooperate upon request with any mediation concluded under § 23. Broker agrees that if Brokerage Firm is the Earnest Money Holder and, except as provided in § 24, if the Earnest Money has not already been returned following receipt of a Notice to Terminate or other written notice of termination, Earnest Money Holder will release the Earnest Money as directed by the written mutual instructions. Such release of Earnest Money will be made within five days of Earnest Money Holder's receipt of the executed written mutual instructions, provided the Earnest Money check has cleared.

Broker is working with Seller as a  Seller's Agent  Buyer's Agent  Transaction-Broker in this transaction.  This is a Change of Status.

Brokerage Firm's compensation or commission is to be paid by  Seller  Buyer  Other *n/a*.

Brokerage Firm's Name: *Aspen Snowmass Sotheby's*

Initials \_\_\_\_\_



Date: \_\_\_\_\_

Broker's Name: **Laura Gee**

Address: **201 Midland Avenue Basalt, CO 81621**

Ph: n/a Fax: n/a Email: [Laura.Gee@SothebysRealty.com](mailto:Laura.Gee@SothebysRealty.com)

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CBS4-6-15. CONTRACT TO BUY AND SELL REAL ESTATE (LAND)

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The printed portions of this form, except differentiated additions, have been approved by the Colorado Real Estate Commission. (CP40-6-15) (Mandatory 1-16)

**THIS FORM HAS IMPORTANT LEGAL CONSEQUENCES AND THE PARTIES SHOULD CONSULT LEGAL AND TAX OR OTHER COUNSEL BEFORE SIGNING.**

### COUNTERPROPOSAL

Date: 8/17/2018

1. This Counterproposal supersedes and replaces any previous counterproposal. This Counterproposal amends the proposed contract dated 8/9/2018 (Contract), between **Springvale Investments, LLC** (Seller), and **Steven E. Wafer and Mariann Wafer** (Buyer), relating to the sale and purchase of the following legally described real estate in the County of **Garfield**, Colorado: **Subdivision: THE ENCLAVE AT BOWLES GULCH Lot: 14 A RESUB OF BLOCK GG, PHASE 6, RIVER VALLEY RANCH Quarter: SW Section: 3 Township: 8 Range: 88** known as No. **110 Bowles Drive, Carbondale, CO 81623** (Property).

**NOTE: If the table is omitted, or if any item is left blank or is marked in the "No Change" column, it means no change to the corresponding provision of the Contract. If any item is marked in the "Deleted" column, it means that the corresponding provision of the Contract to which reference is made is deleted.**

2. **§3. DATES AND DEADLINES.** [Note: This table may be omitted if inapplicable.]

Item No.	Reference	Event	Date or Deadline	No Change	Deleted
1	§ 4.3	Alternative Earnest Money Deadline	<i>no change</i>		
<b>Title</b>					
2	§ 8.1	Record Title Deadline	<i>no change</i>		
3	§ 8.2	Record Title Objection Deadline	<i>no change</i>		
4	§ 8.3	Off-Record Title Deadline	<i>no change</i>		
5	§ 8.3	Off-Record Title Objection Deadline	<i>no change</i>		
6	§ 8.4	Title Resolution Deadline	<i>no change</i>		
7	§ 8.6	Right of First Refusal Deadline	<i>no change</i>		
<b>Owners' Association</b>					
8	§ 7.3	Association Documents Deadline	<i>no change</i>		
9	§ 7.4	Association Documents Objection Deadline	<i>no change</i>		
<b>Seller's Property Disclosure</b>					
10	§ 10.1	Seller's Property Disclosure Deadline	<i>no change</i>		
<b>Loan and Credit</b>					
11	§ 5.1	Loan Application Deadline	<i>no change</i>		
12	§ 5.2	Loan Objection Deadline	<i>no change</i>		
13	§ 5.3	Buyer's Credit Information Deadline	<i>no change</i>		
14	§ 5.3	Disapproval of Buyer's Credit Information Deadline	<i>no change</i>		
15	§ 5.4	Existing Loan Documents Deadline	<i>no change</i>		
16	§ 5.4	Existing Loan Documents Objection Deadline	<i>no change</i>		
17	§ 5.4	Loan Transfer Approval Deadline	<i>no change</i>		
18	§ 4.7	Seller or Private Financing Deadline	<i>no change</i>		

		Appraisal				
19	§ 6.2	Appraisal Deadline	<i>no change</i>			
20	§ 6.2	Appraisal Objection Deadline	<i>no change</i>			
21	§ 6.2	Appraisal Resolution Deadline	<i>no change</i>			
		<b>Survey</b>				
22	§ 9.1	New ILC or New Survey Deadline	<i>no change</i>			
23	§ 9.3	New ILC or New Survey Objection Deadline	<i>no change</i>			
24	§ 9.4	New ILC or New Survey Resolution Deadline	<i>no change</i>			
		<b>Inspection and Due Diligence</b>				
25	§ 10.3	Inspection Objection Deadline	<i>no change</i>			
26	§ 10.3	Inspection Resolution Deadline	<i>no change</i>			
27	§ 10.5	Property Insurance Objection Deadline	<i>no change</i>			
28	§ 10.6	Due Diligence Documents Delivery Deadline	<i>no change</i>			
29	§ 10.6	Due Diligence Documents Objection Deadline	<i>no change</i>			
30	§ 10.6	Due Diligence Documents Resolution Deadline	<i>no change</i>			
31	§ 10.6	Environmental Inspection Objection Deadline CBS2, 3, 4	<i>no change</i>			
32	§ 10.6	ADA Evaluation Objection Deadline CBS2, 3, 4	<i>no change</i>			
33	§ 10.7	Conditional Sale Deadline	<i>no change</i>			
34	§ 11.1	Tenant Estoppel Statements Deadline CBS2, 3, 4	<i>no change</i>			
35	§ 11.2	Tenant Estoppel Statements Objection Deadline CBS2,3,4	<i>not applicable</i>			<input checked="" type="checkbox"/>
		<b>Closing and Possession</b>				
36	§ 12.3	<b>Closing Date</b>	<i>See Addendum A 30.4</i>			
37	§ 17	Possession Date	<i>no change</i>			
38	§ 17	Possession Time	<i>no change</i>			
39	<i>n/a</i>	<i>n/a</i>	<i>no change</i>			
40	<i>n/a</i>	<i>n/a</i>	<i>no change</i>			

19

20 **3. § 4. PURCHASE PRICE AND TERMS. [Omitted as inapplicable]**

21

22 **4. ATTACHMENTS.** The following are a part of this Counterproposal:

23

*no change*24 **Note:** The following disclosure forms **are attached** but are **not** a part of this Counterproposal:

25

*no change*

26

27

**5. OTHER CHANGES.**

*a. 9.1.1. Ordering of New ILC or New Survey. The box for Seller shall be unchecked and the box for Buyer shall be checked. Buyer will order the New ILC or New Survey.*

*b. 9.1.2 Payment for New ILC or New Survey. The box for Seller shall be unchecked and the box for Buyer shall be checked. The cost of the New ILC or New Survey will be paid, on or before Closing, by Buyer.*

28

*c. The boxes for the following subsections of 10.6.1 shall be unchecked: 10.6.1.4. and 10.6.1.10*

29

6. **ACCEPTANCE DEADLINE.** This Counterproposal expires unless accepted in writing by Seller and Buyer as evidenced by their signatures below and the offering party to this document receives notice of such acceptance on or before August 21, 2018 5:00 pm MT.

Date Time

If accepted, the Contract, as amended by this Counterproposal, will become a contract between Seller and Buyer. All other terms and conditions of the Contract remain the same.

*Frederick Chin, CEO*

Date: 8/17/2018

Seller: **Springvale Investments, LLC**  
**By: Frederick Chin, CEO**

Address:

Seller: \_\_\_\_\_ Date: \_\_\_\_\_

Address:

*Steven E. Wafer*

Date: 8/17/2018

Buyer: **Steven E. Wafer**

Address:

*Mariann Wafer*

Date: 8/17/2018

Buyer: **Mariann Wafer**

Address:

**Note:** When this Counterproposal form is used, the Contract is **not** to be signed by the party initiating this Counterproposal. Brokers must complete and sign the Broker's Acknowledgments and Compensation Disclosure portion of the Contract.

**CP40-6-15. COUNTERPROPOSAL**

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## ADDENDUM A

### To Contract to Buy and Sell Real Estate

This Addendum A to that certain Contract to Buy and Sell Real Estate dated 8/9/18, 2018, between Steven E. Water and Harlann Water Buyer, and Springvale Investments, LLC, Seller, for the property known as River Valley Ranch Lot 14, Block 66, and commonly known as 110 Bowles Dr. Carbondale, CO, 81623 ("Contract") is hereby made a part of the Contract, as referenced in Section 31.1 of the Contract. In the event of a conflict between this Addendum and the Contract, this Addendum shall prevail. The Sections indicated below clarify or amend, as appropriate, the corresponding Section in the Contract.

The following provisions are hereby added as Additional Provisions to Section 30 of the Contract:

**§30.1. Proof of Funds.** Buyer shall provide verified proof of funds on or before the Alternative Earnest Money Deadline in an amount not less than the amount stated as Cash at Closing in Paragraph 4.1.

**§30.2. Pending Litigation.** Seller is a limited-liability company wholly owned by Woodbridge Group of Companies, LLC ("Woodbridge"). Seller and Woodbridge have each filed petitions under chapter 11 of the Bankruptcy Code and there is pending litigation against and/or involving Seller and Woodbridge, which could affect the Property or Seller's ability to convey title to the Property or obtain a release of any deeds of trust encumbering the Property prior to Closing, including Case No. 17-12560-KJC in the United States Bankruptcy Court for the District of Delaware, as well as Case No. 17-24624-CIV, in the United States District Court, Southern District of Florida.

**§30.3. Approval of Bankruptcy Court.** Seller is a Debtor in jointly-administered bankruptcy Case No. 17-12560-KJC in the United States Bankruptcy Court for the District of Delaware (the "Bankruptcy Court"). This Agreement, including Seller's obligation to transfer title free and clear of all liens in Paragraph 13, is expressly contingent upon the Bankruptcy Court's entry of a final, non-appealable order approving this Agreement ("Sale Order") on or prior to Closing, and any transaction(s) contained herein, including payment or escrow of the brokerage commission as well as the conveyance of the Property free and clear of all monetary liens and encumbrances. Seller will use reasonable efforts to file a motion for approval of this Agreement with the Bankruptcy Court promptly after Buyer has confirmed in writing that all Buyer objection and resolution deadlines or any other contingency periods have lapsed or have been waived consistent with Paragraph \_\_\_ below. If the Sale Order has not been approved by the Bankruptcy Court on or before 180 days after MEC (the "Sale Order Deadline"), then Buyer may elect to terminate the Contract upon written notice to Seller at any time after the Sale Order Deadline, with all Earnest Money refunded to Buyer. Unless and until Buyer exercises the right to terminate as set forth in this Paragraph, the Sale Order Deadline will be deemed extended, until the earlier of (i) Buyer's written notice of termination to Seller or (ii) receipt by Buyer of the Sale Order. Notwithstanding foregoing, if the Bankruptcy Court issues an order denying the sale of the Property, or if the Sale Order is appealed after approval by any party in the Bankruptcy Court, then this Contract will automatically terminate upon Seller's written notice to Buyer of the same and all Earnest Money will be returned to Buyer.

**§30.4. Parties' Approval of Sale Order.** Upon issuance of the Sale Order by the Bankruptcy Court, Seller will deliver the Sale Order to Buyer. Buyer and Seller will have 3 business days from delivery of the Sale Order to Buyer to review and approve the Sale Order ("Sale Order Approval Deadline"). Either party, in its reasonable discretion, may elect to terminate the Contract by written notice to the

other party by the Sale Order Approval Deadline if the Sale Order amends or alters any material term or condition of the Contract (e.g., purchase price, or any Schedule B-1 requirement of the Title Commitment issued by the Title Company) and such amended term or condition imposes an undue burden on either party as a requirement of closing. If neither party provides the other party with a notice to terminate by the Sale Order Approval Deadline, the Sale Order will be deemed approved by both parties. Closing shall occur within five (5) days after the Sale Order becomes final and non-appealable.

**§30.5. Buyer's Remedies.** Paragraph 21.2 shall be deleted and replaced with the following: 21.2. If Seller is in Default: Buyer may elect to treat this Contract as canceled, in which case all Earnest Money received hereunder will be returned. Said payment of Earnest Money is Buyer's Only Remedy for Seller's failure to perform the obligations of this Contract. Buyer expressly waives all additional remedies, including the remedies of specific performance and additional damages.

**§30.6. Property and Inclusions Sold "As Is."** Buyer is hereby notified that the property is being sold "As Is" and "With All Faults" based upon Buyer's own investigation(s). Seller shall neither undertake any repairs to the property nor make any financial concessions in consideration of any objections Buyer may have to the physical condition of the property. This provision does not limit Buyer's rights under Paragraph 10 of the Contract.

**§30.7. Property Disclosures; Reliance.** Notwithstanding anything to the contrary in the Contract, Buyer acknowledges and agrees that Seller will not provide and is under no obligation or duty to provide any information or disclosures regarding the Property. If any information is provided by Seller ("Information"), then it is provided by Seller to Buyer "as-is", without recourse, and with no representations or warranties of any kind, including without limitation as to the accuracy or completeness of such documents or information. Buyer cannot rely on the Information unless Buyer obtains, at Buyer's expense, reliance letters from any third-party preparers of such information. Not in limitation of the foregoing, Buyer acknowledges and agrees that Seller shall have no liability, and is hereby released from all liability, to Buyer and any third party, with respect to the Information, including without limitation any liability for misrepresentations, misstatements, mistakes, errors, or other inaccuracies contained in any Information. This Paragraph shall survive Closing and any termination of this Contract, any other provision hereof to the contrary notwithstanding.

**§30.8. Buyer's Diligence.** Buyer warrants and represents to Seller that Buyer is relying solely on Buyer's own investigation of the Property and Inclusions and not on any information provided or to be provided by Seller; Buyer will review and investigate the property and any improvements on it and Inclusions as Buyer deems necessary and appropriate and will consult such records, outside resources, consultants and engineers as Buyer deems appropriate; and Buyer's decision to purchase the Property and Inclusions will be based solely on that review, investigation, and consultation. If Buyer acquires the Property and Inclusions, Buyer will be doing so in its then present condition.

**§30.9. Buyer's Confirmation of Completed Diligence.** Within 3 days after the expiration of the final objection and/or resolution deadline, or earlier in Buyer's discretion, Buyer shall confirm in writing that all contingencies have expired by providing the following notice to Seller in writing: "Buyer has conducted its due diligence of all aspects of the Property and Inclusions and is satisfied with the condition of the same in all respects, and hereby expressly waives any right Buyer currently has, or in the future may have, to object under any objection deadline or other contingency under the Contract, including pursuant to Paragraphs 5.2, 5.4, 6.2, 7.4, 8.2, 8.3, 8.4, 9.3, 10.3, 10.5, or 10.6, or any other Right to Terminate contained within the Contract, except for Buyer's Right to Terminate pursuant to Additional Provisions, Paragraphs 30.3 and 30.4 related to the Bankruptcy Court's approval of Sale Order. Buyer's Earnest Money is nonrefundable in all other respects. All other terms of the Contract

*MW*  
*SU*

*will not*

are hereby ratified." Seller ~~has no obligation to~~ file a motion for the Sale Order until Buyer has delivered this confirmation to Seller.

**§30.10. Attorney Review.** This Contract is contingent upon the satisfactory review of the Contract by the Buyer's and Seller's respective attorneys within five (5) business days of MEC. In the event any of the legal provisions of the Contract are deemed unsatisfactory by either attorney, such attorney shall provide the other party with written notice of the unsatisfactory provision within a five (5) business days of MEC. If neither party provides such written notice within such period, this contingency shall be deemed satisfied. If written notice of an unsatisfactory provision is provided within such period, and the Buyer and Seller have not executed an amendment to the Contract in mutual resolution of the unsatisfactory provision within seven (7) business days of complete execution of this Contract, then this Contract shall be deemed terminated. Upon termination, all earnest monies shall be returned to Buyer and both parties shall be relieved of all further obligations hereunder.

BUYER: *Steven E. Wafer*  
*Steven E. Wafer*

Date *8/12/2018*

*Mariann Wafer*  
*Mariann Wafer*

Date *8-12-18*

SELLER: *Frederick Chin*  
*Frederick Chin*

*08/17/2018*

Date

\_\_\_\_\_  
\_\_\_\_\_

Date

This addendum has not been approved by Colorado Real Estate Commission. It was prepared by Seller's legal counsel, Balcomb & Green, P.C. for the sole use of Woodbridge Group of Companies, LLC.

**EXHIBIT B**  
**BROKER AGREEMENT**



Aspen Snowmass | Sotheby's INTERNATIONAL REALTY  
Aspen Snowmass Sotheby's  
Laura Gee Laura.Gee@SothebysRealty.com;  
raleigh.vos@sothebysrealty.com  
Ph: 970-948-8568

The printed portions of this form, except differentiated additions, have been approved by the Colorado Real Estate Commission. (LC50-6-16) (Mandatory 1-17)

**THIS IS A BINDING CONTRACT. THIS FORM HAS IMPORTANT LEGAL CONSEQUENCES AND THE PARTIES SHOULD CONSULT LEGAL AND TAX OR OTHER COUNSEL BEFORE SIGNING.**

**Compensation charged by brokerage firms is not set by law. Such charges are established by each real estate brokerage firm.**

**DIFFERENT BROKERAGE RELATIONSHIPS ARE AVAILABLE WHICH INCLUDE BUYER AGENCY, SELLER AGENCY OR TRANSACTION-BROKERAGE.**

**EXCLUSIVE RIGHT-TO-SELL LISTING CONTRACT**

**SELLER AGENCY**       **TRANSACTION-BROKERAGE**

Date: **4/13/2018**

**1. AGREEMENT.** Seller and Brokerage Firm enter into this exclusive, irrevocable contract (Seller Listing Contract) and agree to its provisions. Broker, on behalf of Brokerage Firm, agrees to provide brokerage services to Seller. Seller agrees to pay Brokerage Firm as set forth in this Seller Listing Contract.

**2. BROKER AND BROKERAGE FIRM.**

**2.1. Multiple-Person Firm.** If this box is checked, the individual designated by Brokerage Firm to serve as the broker of Seller and to perform the services for Seller required by this Seller Listing Contract is called Broker. If more than one individual is so designated, then references in this Seller Listing Contract to Broker include all persons so designated, including substitute or additional brokers. The brokerage relationship exists only with Broker and does not extend to the employing broker, Brokerage Firm or to any other brokers employed or engaged by Brokerage Firm who are not so designated.

**2.2. One-Person Firm.** If this box is checked, Broker is a real estate brokerage firm with only one licensed natural person. References in this Seller Listing Contract to Broker or Brokerage Firm mean both the licensed natural person and brokerage firm who serve as the broker of Seller and perform the services for Seller required by this Seller Listing Contract.

**3. DEFINED TERMS.**

**3.1. Seller:** *Woodbridge Group of Companies, LLC*

**3.2. Brokerage Firm:** *Aspen Snowmass Sotheby's*

**3.3. Broker:** *Laura Gee*

**3.4. Property.** The Property is the following legally described real estate in the County of , Colorado:  
*See attached Exhibit A* ,  
known as No. , *CO* ,

together with the interests, easements, rights, benefits, improvements and attached fixtures appurtenant thereto, and all interest of Seller in vacated streets and alleys adjacent thereto, except as herein excluded.

**3.5. Sale; Lease.**

71 3.5.1. A Sale is the voluntary transfer or exchange of any interest in the Property or the voluntary  
72 creation of the obligation to convey any interest in the Property, including a contract or lease. It also includes  
73 an agreement to transfer any ownership interest in an entity which owns the Property.  
74

75  3.5.2. If this box is checked, Seller authorizes Broker to negotiate leasing the Property. Lease of the  
76 Property or Lease means any agreement between the Seller and a tenant to create a tenancy or leasehold  
77 interest in the Property.  
78

79 3.6. Listing Period. The Listing Period of this Seller Listing Contract begins on 4/13/2018, and  
80 continues through the earlier of (1) completion of the Sale of the Property or (2) 4/13/2019, and any written  
81 extensions (Listing Period). Broker must continue to assist in the completion of any Sale or Lease for which  
82 compensation is payable to Brokerage Firm under § 7 of this Seller Listing Contract.  
83

84 3.7. Applicability of Terms. A check or similar mark in a box means that such provision is applicable.  
85 The abbreviation "N/A" or the word "Deleted" means not applicable. The abbreviation "MEC" (mutual execution  
86 of this contract) means the date upon which both parties have signed this Seller Listing Contract.  
87

88 3.8. Day; Computation of Period of Days, Deadline.

89 3.8.1. Day. As used in this Seller Listing Contract, the term "day" means the entire day ending at  
90 11:59 p.m., United States Mountain Time (Standard or Daylight Savings as applicable).  
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92 3.8.2. Computation of Period of Days, Deadline. In computing a period of days, when the ending  
93 date is not specified, the first day is excluded and the last day is included, e.g., three days after MEC. If any  
94 deadline falls on a Saturday, Sunday or federal or Colorado state holiday (Holiday), such deadline  Will   
95 Will Not be extended to the next day that is not a Saturday, Sunday or Holiday. Should neither box be  
96 checked, the deadline will not be extended.  
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100 4. BROKERAGE RELATIONSHIP.

101 4.1. If the Seller Agency box at the top of page 1 is checked, Broker represents Seller as Seller's limited  
102 agent (Seller's Agent). If the Transaction-Brokerage box at the top of page 1 is checked, Broker acts as a  
103 Transaction-Broker.  
104

105 4.2. In-Company Transaction – Different Brokers. When Seller and buyer in a transaction are working  
106 with different brokers, those brokers continue to conduct themselves consistent with the brokerage  
107 relationships they have established. Seller acknowledges that Brokerage Firm is allowed to offer and pay  
108 compensation to brokers within Brokerage Firm working with a buyer.  
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110 4.3. In-Company Transaction – One Broker. If Seller and buyer are both working with the same  
111 broker, Broker must function as:  
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113 4.3.1. Seller's Agent. If the Seller Agency box at the top of page 1 is checked, the parties agree  
114 the following applies:  
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116 4.3.1.1. Seller Agency Only. Unless the box in § 4.3.1.2 (Seller Agency Unless Brokerage  
117 Relationship with Both) is checked, Broker represents Seller as Seller's Agent and must treat the buyer as a  
118 customer. A customer is a party to a transaction with whom Broker has no brokerage relationship. Broker must  
119 disclose to such customer Broker's relationship with Seller.  
120

121  4.3.1.2. Seller Agency Unless Brokerage Relationship with Both. If this box is checked,  
122 Broker represents Seller as Seller's Agent and must treat the buyer as a customer, unless Broker currently has  
123 or enters into an agency or Transaction-Brokerage relationship with the buyer, in which case Broker must act  
124 as a Transaction-Broker.  
125

126 4.3.2. Transaction-Broker. If the Transaction-Brokerage box at the top of page 1 is checked, or in  
127 the event neither box is checked, Broker must work with Seller as a Transaction-Broker. A Transaction-Broker  
128 must perform the duties described in § 5 and facilitate sales transactions without being an advocate or agent  
129 for either party. If Seller and buyer are working with the same broker, Broker must continue to function as a  
130 Transaction-Broker.  
131  
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133 5. BROKERAGE DUTIES. Brokerage Firm, acting through Broker, as either a Transaction-Broker or a  
134 Seller's Agent, must perform the following Uniform Duties when working with Seller:  
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136 5.1. Broker must exercise reasonable skill and care for Seller, including, but not limited to the following:  
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138 5.1.1. Performing the terms of any written or oral agreement with Seller;

139 5.1.2. Presenting all offers to and from Seller in a timely manner regardless of whether the  
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Property is subject to a contract for Sale;

5.1.3. Disclosing to Seller adverse material facts actually known by Broker;

5.1.4. Advising Seller regarding the transaction and advising Seller to obtain expert advice as to material matters about which Broker knows but the specifics of which are beyond the expertise of Broker;

5.1.5. Accounting in a timely manner for all money and property received; and

5.1.6. Keeping Seller fully informed regarding the transaction.

5.2. Broker must not disclose the following information without the informed consent of Seller:

5.2.1. That Seller is willing to accept less than the asking price for the Property;

5.2.2. What the motivating factors are for Seller to sell the Property;

5.2.3. That Seller will agree to financing terms other than those offered;

5.2.4. Any material information about Seller unless disclosure is required by law or failure to disclose such information would constitute fraud or dishonest dealing; or

5.2.5. Any facts or suspicions regarding circumstances that could psychologically impact or stigmatize the Property.

5.3. Seller consents to Broker's disclosure of Seller's confidential information to the supervising broker or designee for the purpose of proper supervision, provided such supervising broker or designee does not further disclose such information without consent of Seller, or use such information to the detriment of Seller.

5.4. Brokerage Firm may have agreements with other sellers to market and sell their property. Broker may show alternative properties not owned by Seller to other prospective buyers and list competing properties for sale.

5.5. Broker is not obligated to seek additional offers to purchase the Property while the Property is subject to a contract for Sale.

5.6. Broker has no duty to conduct an independent inspection of the Property for the benefit of a buyer and has no duty to independently verify the accuracy or completeness of statements made by Seller or independent inspectors. Broker has no duty to conduct an independent investigation of a buyer's financial condition or to verify the accuracy or completeness of any statement made by a buyer.

5.7. Seller understands that Seller is not liable for Broker's acts or omissions that have not been approved, directed, or ratified by Seller.

5.8. When asked, Broker  **Will**  **Will Not** disclose to prospective buyers and cooperating brokers the existence of offers on the Property and whether the offers were obtained by Broker, a broker within Brokerage Firm or by another broker.

6. **ADDITIONAL DUTIES OF SELLER'S AGENT.** If the Seller Agency box at the top of page 1 is checked, Broker is Seller's Agent, with the following additional duties:

6.1. Promoting the interests of Seller with the utmost good faith, loyalty and fidelity;

6.2. Seeking a price and terms that are set forth in this Seller Listing Contract; and

6.3. Counseling Seller as to any material benefits or risks of a transaction that are actually known by Broker.

7. **COMPENSATION TO BROKERAGE FIRM; COMPENSATION TO COOPERATIVE BROKER.** Seller agrees that any Brokerage Firm compensation that is conditioned upon the Sale of the Property will be earned by Brokerage Firm as set forth herein without any discount or allowance for any efforts made by Seller or by any other person in connection with the Sale of the Property.

7.1. **Amount.** In consideration of the services to be performed by Broker, Seller agrees to pay Brokerage Firm as follows:

7.1.1. **Sale Commission.** (1) 5% of the gross purchase price or (2) n/a, in U.S. dollars.

7.1.2. **Lease Commission.** If the box in § 3.5.2 is checked, Brokerage Firm will be paid a fee equal to (1) n/a% of the gross rent under the lease, or (2) n/a, in U.S. dollars, payable as follows: n/a.

7.1.3. **Other Compensation.** See Exhibit A for properties (5 properties) that are an exception to the 5% Sale Commission.

7.2. **Cooperative Broker Compensation.** Brokerage Firm offers compensation to outside brokerage firms, whose brokers are acting as:

**Buyer Agents:** 2.5% of the gross sales price or n/a, in U.S. dollars.

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7.3. **When Earned.** Such commission is earned upon the occurrence of any of the following:

7.3.1. Any Sale of the Property within the Listing Period by Seller, by Broker or by any other person;

7.3.2. Broker finding a buyer who is ready, willing and able to complete the Sale or Lease as specified in this Seller Listing Contract; or

7.3.3. Any Sale (or Lease if § 3.5.2 is checked) of the Property within 90 calendar days after the Listing Period expires (Holdover Period) (1) to anyone with whom Broker negotiated and (2) whose name was submitted, in writing, to Seller by Broker during the Listing Period (Submitted Prospect). Provided, however, Seller  **Will**  **Will Not** owe the commission to Brokerage Firm under this § 7.3.3 if a commission is earned by another licensed real estate brokerage firm acting pursuant to an exclusive agreement entered into during the Holdover Period and a Sale or Lease to a Submitted Prospect is consummated. If no box is checked in this § 7.3.3, then Seller does not owe the commission to Brokerage Firm.

7.4. **When Applicable and Payable.** The commission obligation applies to a Sale made during the Listing Period or any extension of such original or extended term. The commission described in § 7.1.1 is payable at the time of the closing of the Sale, or, if there is no closing (due to the refusal or neglect of Seller) then on the contracted date of closing, as contemplated by § 7.3.1 or § 7.3.3, or upon fulfillment of § 7.3.2 where the offer made by such buyer is not accepted by Seller.

8. **LIMITATION ON THIRD-PARTY COMPENSATION.** Neither Broker nor Brokerage Firm, except as set forth in § 7, will accept compensation from any other person or entity in connection with the Property without the written consent of Seller. Additionally, neither Broker nor Brokerage Firm is permitted to assess or receive mark-ups or other compensation for services performed by any third party or affiliated business entity unless Seller signs a separate written consent for such services.

9. **OTHER BROKERS' ASSISTANCE, MULTIPLE LISTING SERVICES AND MARKETING.** Seller has been advised by Broker of the advantages and disadvantages of various marketing methods, including advertising and the use of multiple listing services (MLS) and various methods of making the Property accessible by other brokerage firms (e.g., using lock boxes, by-appointment-only showings, etc.), and whether some methods may limit the ability of another broker to show the Property. After having been so advised, Seller has chosen the following:

9.1. **MLS/Information Exchange.**

9.1.1. The Property  **Will**  **Will Not** be submitted to one or more MLS and  **Will**  **Will Not** be submitted to one or more property information exchanges. If submitted, Seller authorizes Broker to provide timely notice of any status change to such MLS and information exchanges. Upon transfer of deed from Seller to buyer, Seller authorizes Broker to provide sales information to such MLS and information exchanges.

9.1.2. Seller authorizes the use of electronic and all other marketing methods except: n/a.

9.1.3. Seller further authorizes use of the data by MLS and property information exchanges, if any.

9.1.4. The Property Address  **Will**  **Will Not** be displayed on the Internet.

9.1.5. The Property Listing  **Will**  **Will Not** be displayed on the Internet.

9.2. **Property Access.** Access to the Property may be by:

Manual Lock Box  Electronic Lock Box

n/a.

Other instructions: .

9.3. **Brokerage Marketing.** The following specific marketing tasks will be performed by Broker:  
[Refer to Woodbridge CO Assets - Marketing Plan Final \(Attached\)](#)

10. **SELLER'S OBLIGATIONS TO BROKER; DISCLOSURES AND CONSENT.**

10.1. **Negotiations and Communication.** Seller agrees to conduct all negotiations for the Sale of the Property only through Broker, and to refer to Broker all communications received in any form from real estate brokers, prospective buyers, tenants or any other source during the Listing Period of this Seller Listing Contract.

281 **10.2. Advertising.** Seller agrees that any advertising of the Property by Seller (e.g., Internet, print and  
282 signage) must first be approved by Broker.

283 **10.3. No Existing Listing Agreement.** Seller represents that Seller  **Is**  **Is Not** currently a party  
284 to any listing agreement with any other broker to sell the Property.

285 **10.4. Ownership of Materials and Consent.** Seller represents that all materials (including all  
286 photographs, renderings, images or other creative items) supplied to Broker by or on behalf of Seller are  
287 owned by Seller, except as Seller has disclosed in writing to Broker. Seller is authorized to and grants to  
288 Broker, Brokerage Firm and any MLS (that Broker submits the Property to) a nonexclusive irrevocable,  
289 royalty-free license to use such material for marketing of the Property, reporting as required and the publishing,  
290 display and reproduction of such material, compilation and data. This license survives the termination of this  
291 Seller Listing Contract.

292 **10.5. Colorado Foreclosure Protection Act.** The Colorado Foreclosure Protection Act (Act) generally  
293 applies if (1) the Property is residential (2) Seller resides in the Property as Seller's principal residence (3)  
294 Buyer's purpose in purchase of the Property is not to use the Property as Buyer's personal residence and (4)  
295 the Property is in foreclosure or Buyer has notice that any loan secured by the Property is at least thirty days  
296 delinquent or in default. If all requirements 1, 2, 3 and 4 are met and the Act otherwise applies, then a contract,  
297 between Buyer and Seller for the sale of the Property, that complies with the provisions of the Act is required. If  
298 the transaction is a Short Sale transaction and a Short Sale Addendum is part of the Contract between Seller  
299 and Buyer, the Act does not apply. It is recommended that Seller consult with an attorney.

300 **11. PRICE AND TERMS.** The following Price and Terms are acceptable to Seller:

301 **11.1 Price.** U.S. \$ see Exhibit A

302 **11.2. Terms.**  **Cash**  **Conventional**  **FHA**  **VA**  Other: n/a

303 **11.3. Loan Discount Points.** n/a

304 **11.4. Buyer's Closing Costs (FHA/VA).** Seller must pay closing costs and fees, not to exceed \$ n/a,  
305 that Buyer is not allowed by law to pay, for tax service and n/a.

306 **11.5. Earnest Money.** Minimum amount of earnest money deposit U.S. \$ 3-5% of purchase price in  
307 the form of check or wire transfer

308 **11.6. Seller Proceeds.** Seller will receive net proceeds of closing as indicated:

309  **Cashier's Check** at Seller's expense;  **Funds Electronically Transferred (Wire Transfer)** to  
310 an account specified by Seller, at Seller's expense; or  **Closing Company's Trust Account Check**

311 **11.7. Advisory: Tax Withholding.** The Internal Revenue Service and the Colorado Department of  
312 Revenue may require closing company to withhold a substantial portion of the proceeds of this Sale when  
313 Seller either (1) is a foreign person or (2) will not be a Colorado resident after closing. Seller should inquire of  
314 Seller's tax advisor to determine if withholding applies or if an exemption exists.

315 **12. DEPOSITS.** Brokerage Firm is authorized to accept earnest money deposits received by Broker  
316 pursuant to a proposed Sale contract. Brokerage Firm is authorized to deliver the earnest money deposit to the  
317 closing agent, if any, at or before the closing of the Sale contract.

318 **13. INCLUSIONS AND EXCLUSIONS.**

319 **13.1. Inclusions.** The Purchase Price includes the following items (Inclusions):

320 **13.1.1. Fixtures.** The following items are included if attached to the Property on the date of this  
321 Seller Listing Contract, unless excluded under Exclusions (§ 13.2): lighting, heating, plumbing, ventilating, and  
322 air conditioning fixtures, TV antennas, inside telephone, network and coaxial (cable) wiring and connecting  
323 blocks/jacks, plants, mirrors, floor coverings, intercom systems, built-in kitchen appliances, sprinkler systems  
324 and controls, built-in vacuum systems (including accessories), garage door openers including any/all remote  
325 controls.

326 **Other Fixtures:**

327 If any fixtures are attached to the Property after the date of this Seller Listing Contract, such additional fixtures  
328 are also included in the Purchase Price.

329 **13.1.2. Personal Property.** The following items are included if on the Property, whether attached  
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or not, on the date of this Seller Listing Contract, unless excluded under Exclusions (§ 13.2): storm windows, storm doors, window and porch shades, awnings, blinds, screens, window coverings, curtain rods, drapery rods, fireplace inserts, fireplace screens, fireplace grates, heating stoves, storage sheds, and all keys. If checked, the following are included:  **Water Softeners**  **Smoke/Fire Detectors**  **Carbon Monoxide Alarms**  **Security Systems**  **Satellite Systems** (including satellite dishes); and n/a

The Personal Property to be conveyed at closing must be conveyed by Seller free and clear of all taxes (except personal property taxes for the year of closing), liens and encumbrances, except n/a. Conveyance will be by bill of sale or other applicable legal instrument.

**13.1.3. Trade Fixtures.** The following trade fixtures are included: n/a

The Trade Fixtures to be conveyed at closing must be conveyed by Seller, free and clear of all taxes (except personal property taxes for the year of closing), liens and encumbrances, except n/a. Conveyance will be by bill of sale or other applicable legal instrument.

**13.1.4. Parking and Storage Facilities.**  **Use Only**  **Ownership** of the following parking facilities: n/a; and  **Use Only**  **Ownership** of the following storage facilities: n/a.

**13.1.5. Water Rights.** The following legally described water rights: n/a. Any water rights must be conveyed by n/a deed or other applicable legal instrument. The Well Permit # is n/a.

**13.1.6. Growing Crops.** The following growing crops: n/a.

**13.2. Exclusions.** The following are excluded (Exclusions): n/a

**14. TITLE AND ENCUMBRANCES.** Seller represents to Broker that title to the Property is solely in Seller's name. Seller must deliver to Broker true copies of all relevant title materials, leases, improvement location certificates and surveys in Seller's possession and must disclose to Broker all easements, liens and other encumbrances, if any, on the Property, of which Seller has knowledge. Seller authorizes the holder of any obligation secured by an encumbrance on the Property to disclose to Broker the amount owing on said encumbrance and the terms thereof. In case of Sale, Seller agrees to convey, by a Special Warranty deed, only that title Seller has in the Property. Property must be conveyed free and clear of all taxes, except the general taxes for the year of closing.

All monetary encumbrances (such as mortgages, deeds of trust, liens, financing statements) must be paid by Seller and released except as Seller and buyer may otherwise agree. Existing monetary encumbrances are as follows: n/a.

The Property is subject to the following leases and tenancies: none.

If the Property has been or will be subject to any governmental liens for special improvements installed at the time of signing a Sale contract, Seller is responsible for payment of same, unless otherwise agreed.

**15. EVIDENCE OF TITLE.** Seller agrees to furnish buyer, at Seller's expense, unless the parties agree in writing to a different arrangement, a current commitment and an owner's title insurance policy in an amount equal to the Purchase Price as specified in the Sale contract, or if this box is checked,  **An Abstract of Title** certified to a current date.

**16. ASSOCIATION ASSESSMENTS.** Seller represents that the amount of the regular owners' association assessment is currently payable at approximately \$ per and that there are no unpaid regular or special assessments against the Property except the current regular assessments and except . Seller agrees to promptly request the owners' association to deliver to buyer before date of closing a current statement of assessments against the Property.

**17. POSSESSION.** Possession of the Property will be delivered to buyer as follows: Delivery of deed, subject to leases and tenancies as described in § 14.

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## 18. MATERIAL DEFECTS, DISCLOSURES AND INSPECTION.

**18.1. Broker's Obligations.** Colorado law requires a broker to disclose to any prospective buyer all adverse material facts actually known by such broker including but not limited to adverse material facts pertaining to the title to the Property and the physical condition of the Property, any material defects in the Property, and any environmental hazards affecting the Property which are required by law to be disclosed. These types of disclosures may include such matters as structural defects, soil conditions, violations of health, zoning or building laws, and nonconforming uses and zoning variances. Seller agrees that any buyer may have the Property and Inclusions inspected and authorizes Broker to disclose any facts actually known by Broker about the Property.

### 18.2. Seller's Obligations.

**18.2.1. Seller's Property Disclosure Form.** Disclosure of known material latent (not obvious) defects is required by law. Seller  Agrees  Does Not Agree to provide a Seller's Property Disclosure form completed to Seller's current, actual knowledge.

**18.2.2. Lead-Based Paint.** Unless exempt, if the improvements on the Property include one or more residential dwellings for which a building permit was issued prior to January 1, 1978, a completed Lead-Based Paint Disclosure (Sales) form must be signed by Seller and the real estate licensees, and given to any potential buyer in a timely manner.

**18.2.3. Carbon Monoxide Alarms.** Note: If the improvements on the Property have a fuel-fired heater or appliance, a fireplace, or an attached garage and one or more rooms lawfully used for sleeping purposes (Bedroom), Seller understands that Colorado law requires that Seller assure the Property has an operational carbon monoxide alarm installed within fifteen feet of the entrance to each Bedroom or in a location as required by the applicable building code, prior to offering the Property for sale or lease.

**18.2.4. Condition of Property.** The Property will be conveyed in the condition existing as of the date of the sales contract or lease, ordinary wear and tear excepted, unless Seller, at Seller's sole option, agrees in writing to any repairs or other work to be performed by Seller.

## 19. RIGHT OF PARTIES TO CANCEL.

**19.1. Right of Seller to Cancel.** In the event Broker defaults under this Seller Listing Contract, Seller has the right to cancel this Seller Listing Contract, including all rights of Brokerage Firm to any compensation if the Seller Agency box is checked. Examples of a Broker default include, but are not limited to (1) abandonment of Seller, (2) failure to fulfill all material obligations of Broker and (3) failure to fulfill all material Uniform Duties (§ 5) or, if the Seller Agency box at the top of page 1 is checked, the failure to fulfill all material Additional Duties Of Seller's Agent (§ 6). Any rights of Seller that accrued prior to cancellation will survive such cancellation.

**19.2. Right of Broker to Cancel.** Brokerage Firm may cancel this Seller Listing Contract upon written notice to Seller that title is not satisfactory to Brokerage Firm. Although Broker has no obligation to investigate or inspect the Property, and no duty to verify statements made, Brokerage Firm has the right to cancel this Seller Listing Contract if any of the following are unsatisfactory (1) the physical condition of the Property or Inclusions, (2) any proposed or existing transportation project, road, street or highway, (3) any other activity, odor or noise (whether on or off the Property) and its effect or expected effect on the Property or its occupants, or (4) any facts or suspicions regarding circumstances that could psychologically impact or stigmatize the Property. Additionally, Brokerage Firm has the right to cancel this Seller Listing Contract if Seller or occupant of the Property fails to reasonably cooperate with Broker or Seller defaults under this Seller Listing Contract. Any rights of Brokerage Firm that accrued prior to cancellation will survive such cancellation.

**20. FORFEITURE OF PAYMENTS.** In the event of a forfeiture of payments made by a buyer, the sums received will be: (1)  100% will be paid to Seller; (2)  divided between Brokerage Firm and Seller, one-half to Brokerage Firm but not to exceed the Brokerage Firm compensation agreed upon herein, and the balance to Seller; (3)  Other: . If no box is checked in this Section, choice (1), 100 % paid to Seller, applies. Any forfeiture of payment under this section will not reduce any Brokerage Firm compensation owed, earned and payable under § 7.

491 **21. COST OF SERVICES AND REIMBURSEMENT.** Unless otherwise agreed upon in writing, Brokerage  
 492 Firm must bear all expenses incurred by Brokerage Firm, if any, to market the Property and to compensate  
 493 cooperating brokerage firms, if any. Neither Broker nor Brokerage Firm will obtain or order any other products  
 494 or services unless Seller agrees in writing to pay for them promptly when due (examples: surveys, radon tests,  
 495 soil tests, title reports, engineering studies, property inspections). Unless otherwise agreed, neither Broker nor  
 496 Brokerage Firm is obligated to advance funds for Seller. Seller must reimburse Brokerage Firm for payments  
 497 made by Brokerage Firm for such products or services authorized by Seller.  
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 501 **22. DISCLOSURE OF SETTLEMENT COSTS.** Seller acknowledges that costs, quality, and extent of service  
 502 vary between different settlement service providers (e.g., attorneys, lenders, inspectors and title companies).  
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 505 **23. MAINTENANCE OF THE PROPERTY.** Neither Broker nor Brokerage Firm is responsible for  
 506 maintenance of the Property nor are they liable for damage of any kind occurring to the Property, unless such  
 507 damage is caused by their negligence or intentional misconduct.  
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 510 **24. NONDISCRIMINATION.** The parties agree not to discriminate unlawfully against any prospective buyer  
 511 because of the race, creed, color, sex, sexual orientation, marital status, familial status, physical or mental  
 512 disability, handicap, religion, national origin or ancestry of such person.  
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 515 **25. RECOMMENDATION OF LEGAL AND TAX COUNSEL.** By signing this document, Seller acknowledges  
 516 that Broker has advised that this document has important legal consequences and has recommended  
 517 consultation with legal and tax or other counsel before signing this Seller Listing Contract.  
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 520 **26. MEDIATION.** If a dispute arises relating to this Seller Listing Contract, prior to or after closing, and is not  
 521 resolved, the parties must first proceed in good faith to submit the matter to mediation. Mediation is a process  
 522 in which the parties meet with an impartial person who helps to resolve the dispute informally and  
 523 confidentially. Mediators cannot impose binding decisions. The parties to the dispute must agree, in writing,  
 524 before any settlement is binding. The parties will jointly appoint an acceptable mediator and will share equally  
 525 in the cost of such mediation. The mediation, unless otherwise agreed, will terminate in the event the entire  
 526 dispute is not resolved within 30 calendar days of the date written notice requesting mediation is delivered by  
 527 one party to the other at the other party's last known address.  
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 531 **27. ATTORNEY FEES.** In the event of any arbitration or litigation relating to this Seller Listing Contract, the  
 532 arbitrator or court must award to the prevailing party all reasonable costs and expenses, including attorney and  
 533 legal fees.  
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 536 **28. ADDITIONAL PROVISIONS.** (The following additional provisions have not been approved by the  
 537 Colorado Real Estate Commission.)  
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539 *Listing prices are listed on Exhibit A. In the event list price is TBD Seller and Listing Agent*  
 540 *shall agree to a List Price in writing prior to listing property in the MLS.*  
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 544 **29. ATTACHMENTS.** The following are a part of this Seller Listing Contract:  
 545 *n/a*  
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 548 **30. NO OTHER PARTY OR INTENDED BENEFICIARIES.** Nothing in this Seller Listing Contract is deemed  
 549 to inure to the benefit of any person other than Seller, Broker and Brokerage Firm.  
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 552 **31. NOTICE, DELIVERY AND CHOICE OF LAW.**

553 **31.1. Physical Delivery.** All notices must be in writing, except as provided in § 31.2. Any document,  
 554 including a signed document or notice, delivered to the other party to this Seller Listing Contract, is effective  
 555 upon physical receipt. Delivery to Seller is effective when physically received by Seller, any signator on behalf  
 556 of Seller, any named individual of Seller or representative of Seller.  
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558 **31.2. Electronic Delivery.** As an alternative to physical delivery, any document, including a signed  
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document or written notice, may be delivered in electronic form only by the following indicated methods:  
 **Facsimile**    **E-mail**    **Internet**. If no box is checked, this § 31.2 is not applicable and § 31.1 governs notice and delivery. Documents with original signatures will be provided upon request of any party.

**31.3. Choice of Law.** This Seller Listing Contract and all disputes arising hereunder are governed by and construed in accordance with the laws of the State of Colorado that would be applicable to Colorado residents who sign a contract in this state for property located in Colorado.

**32. MODIFICATION OF THIS LISTING CONTRACT.** No subsequent modification of any of the terms of this Seller Listing Contract is valid, binding upon the parties, or enforceable unless made in writing and signed by the parties.

**33. COUNTERPARTS.** This Seller Listing Contract may be executed by each of the parties, separately, and when so executed by all the parties, such copies taken together are deemed to be a full and complete contract between the parties.

**34. ENTIRE AGREEMENT.** This agreement constitutes the entire contract between the parties, and any prior agreements, whether oral or written, have been merged and integrated into this Seller Listing Contract.

**35. COPY OF CONTRACT.** Seller acknowledges receipt of a copy of this Seller Listing Contract signed by Broker, including all attachments.

Brokerage Firm authorizes Broker to execute this Seller Listing Contract on behalf of Brokerage Firm.

*Frederick Chin, CEO*

Date: 4/26/2018

Seller: **Woodbridge Group of Companies, LLC**  
**By: Frederick Chin, CEO**

Address:  
Phone: Fax:  
Electronic Address:

*Laura J. Gee*

Date: 4/13/2018

Broker: **Laura Gee**  
Brokerage Firm's Name: **Aspen Snowmass Sotheby's**  
Address: **201 Midland Avenue Basalt, CO 81621**  
Ph: **970-948-8568** Fax:    Electronic Address: **Laura.Gee@SothebysRealty.com;**  
**raleigh.vos@sothebysrealty.com**