

Initial Application Date: 11/3/2008

Application # 08 500 21197

CU# _____

COUNTY OF HARNETT RESIDENTIAL LAND USE APPLICATION

Central Permitting 108 E. Front Street, Lillington, NC 27546 Phone: (910) 893-7525 Fax: (910) 893-2793 www.harnett.org/permits

LANDOWNER: WILLIAM/CAROL MCKAY Mailing Address: P.O. BOX 502, BROADWAY NC 27505

City: BROADWAY State: NC Zip: 27505 Home #: (919) 777-6060 Contact #: -

APPLICANT: ADVANTAGE PLUS HOUSING C/O JOE/ISABELL Mailing Address: 5395 US 1 HWY

City: VASS State: NC Zip: 28394 Home #: (910) 692-3334 Contact #: (910) 639-1761

*Please fill out applicant information if different than landowner

CONTACT NAME APPLYING IN OFFICE: MELVIN BURKHOLDER Phone #: (910) 639-1761

PROPERTY LOCATION: Subdivision w/phase or section: WOODHAVEN ACRES Lot #: 15 Lot Acreage: 1.19

State Road #: 1228 State Road Name: McNeill Mill Rd Map Book & Page: 2000/288

Parcel: 139691015606 PIN: 9691-11-3525.000

Zoning: RA-30 Flood Zone: X Watershed: N/A Deed Book & Page: 0TP Power Company*: U/K

*New homes with Progress Energy as service provider need to supply premise number _____ from Progress Energy.

SPECIFIC DIRECTIONS TO THE PROPERTY FROM LILLINGTON: TAKE 421 WEST OUT OF LILLINGTON TURN LEFT ONTO MCNEILL RD, THEN TURN RIGHT ONTO KNOLLWOOD LANE LOT IS 500 YARDS ON RIGHT.

PROPOSED USE:

Circle:

- SFD (Size _____ x _____) # Bedrooms _____ # Baths _____ Basement (w/wo bath) _____ Garage _____ Deck _____ Crawl Space / Slab _____
(Is the bonus room finished? _____ w/ a closet _____ if so add in with # bedrooms)
- Mod (Size 28 x 60) # Bedrooms 3 # Baths 2 Basement (w/wo bath) _____ Garage _____ Site Built Deck _____ **ON Frame** OFF _____
(Is the second floor finished? _____ Any other site built additions? _____)
- Manufactured Home: _____ SW _____ DW _____ TW (Size _____ x _____) # Bedrooms _____ Garage _____ (site built? _____) Deck _____ (site built? _____)
- Duplex (Size _____ x _____) No. Buildings _____ No. Bedrooms/Unit _____
- Home Occupation # Rooms _____ Use _____ Hours of Operation: _____ #Employees _____
- Addition/Accessory/Other (Size _____ x _____) Use _____ Closets in addition () yes () no

Water Supply: County () Well (No. dwellings _____) **MUST** have operable water before final

Sewage Supply: New Septic Tank (Complete Checklist) () Existing Septic Tank (Complete Checklist) () County Sewer

Property owner of this tract of land own land that contains a manufactured home w/in five hundred feet (500') of tract listed above? () YES NO

Structures (existing & proposed): Stick Built Modular Manufactured Homes _____ Other (specify) _____

Required Residential Property Line Setbacks:

Comments: _____

Front	Minimum	<u>35'</u>	Actual	<u>38'</u>	_____
Rear		<u>45'</u>		<u>228</u>	_____
Closest Side		<u>10</u>		<u>21</u>	_____
Sidestreet/corner lot		<u>-</u>		<u>-</u>	_____
Nearest Building on same lot		<u>-</u>		<u>-</u>	_____

If permits are granted I agree to conform to all ordinances and laws of the State of North Carolina regulating such work and the specifications of plans submitted.

I hereby state that foregoing statements are accurate and correct to the best of my knowledge. Permit subject to revocation if false information is provided.

Melvin Burkholder
Signature of Owner or Owner's Agent

11/3/2008
Date

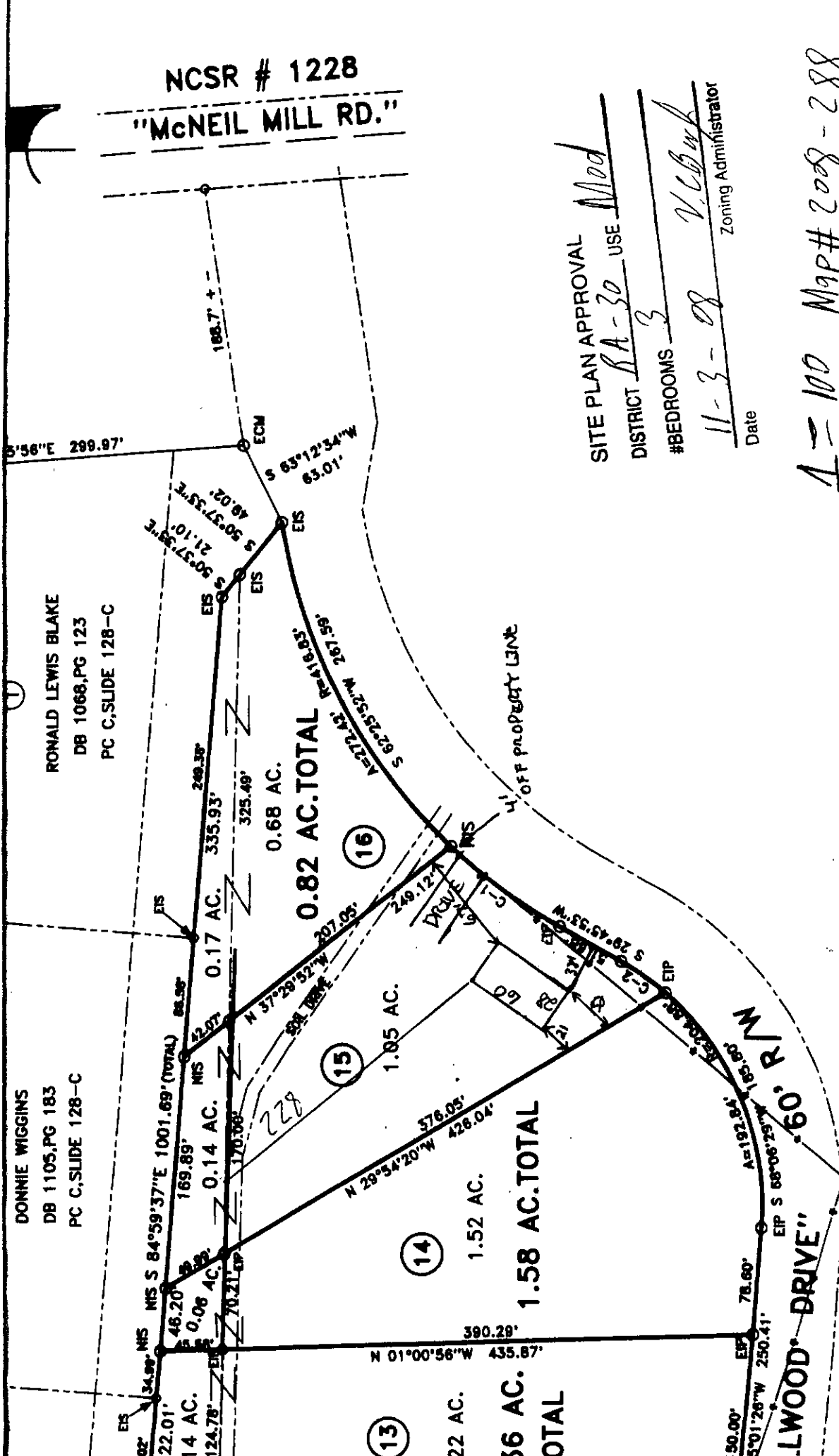
This application expires 6 months from the initial date if no permits have been issued

A RECORDED SURVEY MAP, RECORDED DEED (OR OFFER TO PURCHASE) AND PLAT ARE REQUIRED WHEN APPLYING FOR LAND USE APPLICATION

Please use Blue or Black Ink ONLY

NCSR # 1228

"MCNEIL MILL RD."



SITE PLAN APPROVAL
 DISTRICT RA-30 USE Mod
 #BEDROOMS 3
 11-3-08 V.C.B.M.K.
 Zoning Administrator
 Date

A = 100 Map # 2008-288

NAME: _____

APPLICATION #: 08 5 00 211 97

This application to be filled out when applying for a septic system inspection.

County Health Department Application for Improvement Permit and/or Authorization to Construct

IF THE INFORMATION IN THIS APPLICATION IS FALSIFIED, CHANGED, OR THE SITE IS ALTERED, THEN THE IMPROVEMENT PERMIT OR AUTHORIZATION TO CONSTRUCT SHALL BECOME INVALID. The permit is valid for either 60 months or without expiration depending upon documentation submitted. (complete site plan = 60 months; complete plat = without expiration)

910-893-7525 option 1

CONFIRMATION # 096020

Environmental Health New Septic System Code 800

- Place "pink property flags" on each corner iron of lot. All property lines must be clearly flagged approximately every 50 feet between corners.
- Place "orange house corner flags" at each corner of the proposed structure. Also flag driveways, garages, decks, out buildings, swimming pools, etc. Place flags per site plan developed at/for Central Permitting.
- Place orange Environmental Health card in location that is easily viewed from road to assist in locating property.
- If property is thickly wooded, Environmental Health requires that you clean out the undergrowth to allow the soil evaluation to be performed. Inspectors should be able to walk freely around site. **Do not grade property.**
- Call No Cuts to locate utility lines prior to scheduling inspection. 800-632-4949 (This is a free service)
- After preparing proposed site call the voice permitting system at 910-893-7525 option 1 to schedule and use code **800** (after selecting notification permit if multiple permits exist) for Environmental Health inspection. **Please note confirmation number given at end of recording for proof of request.**
- Use Click2Gov or IVR to verify results. Once approved, proceed to Central Permitting for permits.

Environmental Health Existing Tank Inspections Code 800

- Follow above instructions for placing flags and card on property.
- Prepare for inspection by removing soil over door as diagram indicates. Loosen trap door cover. (Unless inspection is for a septic tank in a mobile home park)
- After preparing trapdoor call the voice permitting system at 910-893-7525 option 1 & select notification permit if multiple permits, then use code **800** for Environmental Health inspection. **Please note confirmation number given at end of recording for proof of request.**
- Use Click2Gov or IVR to hear results. Once approved, proceed to Central Permitting for remaining permits.

SEPTIC

If applying for authorization to construct please indicate desired system type(s): can be ranked in order of preference, must choose one.

- Accepted Innovative Conventional Any
 Alternative Other _____

The applicant shall notify the local health department upon submittal of this application if any of the following apply to the property in question. If the answer is "yes", applicant must attach supporting documentation.

- YES NO Does the site contain any Jurisdictional Wetlands?
 YES NO Do you plan to have an irrigation system now or in the future?
 YES NO Does or will the building contain any drains? Please explain. _____
 YES NO Are there any existing wells, springs, waterlines or Wastewater Systems on this property?
 YES NO Is any wastewater going to be generated on the site other than domestic sewage?
 YES NO Is the site subject to approval by any other Public Agency?
 YES NO Are there any easements or Right of Ways on this property?
 YES NO Does the site contain any existing water, cable, phone or underground electric lines?

If yes please call No Cuts at 800-632-4949 to locate the lines. This is a free service.

I Have Read This Application And Certify That The Information Provided Herein Is True, Complete And Correct. Authorized County And State Officials Are Granted Right Of Entry To Conduct Necessary Inspections To Determine Compliance With Applicable Laws And Rules.

I Understand That I Am Solely Responsible For The Proper Identification And Labeling Of All Property Lines And Corners And Making The Site Accessible So That A Complete Site Evaluation Can Be Performed.

Melvin R. Brubaker
PROPERTY OWNERS OR OWNERS LEGAL REPRESENTATIVE SIGNATURE (REQUIRED)

11/3/2008
DATE

Johnson Real Estate
PO Box 922
Broadway, NC, 27505
Phone: 919-777-6060, Fax: 919-258-0439

OFFER TO PURCHASE AND CONTRACT - VACANT LOT/LAND

NOTE: This contract is intended for unimproved real property that Buyer will purchase only for personal use and will not subdivide. It should not be used to sell subdivided property that has not been platted, properly approved and recorded with the register of deeds as of the date of the contract.

Joseph Reed Ball
Lisa Salmon Ball

as Buyer, hereby offers to purchase and

William R. McKay
Carol R. McKay

as Seller, upon acceptance of said offer, agrees to sell and convey, all of that plot, piece or parcel of land described below (hereafter referred to as the "Property"), upon the following terms and conditions:

1. REAL PROPERTY: Located in the City of Broadway, County of Harnett, State of North Carolina, being known as and more particularly described as: Street Address Lot 15 Knollwood Dr., Zip 27505

NOTE: Governmental authority over taxes, zoning, school districts, utilities and mail delivery may differ from address shown. Subdivision Name Wood Haven Acres Plat Reference: Lot 15, Block or Section n/a as shown on Plat Book or Slide Map # 2000-288 at Page(s) n/a (Property acquired by Seller in Deed Book 1740 at Page 200).

All A portion of the property in Deed Reference: Book 1740 Page No. 200 Harnett County

NOTE: Prior to signing this Offer to Purchase and Contract - Vacant Lot/Land, Buyer is advised to review Restrictive Covenants, if any, which may limit the use of the Property. and to read the Declaration of Restrictive Covenants, By-Laws, Articles of Incorporation, Rules and Regulations, and other governing documents of the owners' association and/or the subdivision, if applicable.

2. PURCHASE PRICE: The purchase price is \$ 20,000.00 and shall be paid in U.S. Dollars. Should any check or other funds paid by Buyer be dishonored, for any reason, by the institution upon which the payment is drawn. Buyer shall have one (1) banking day after written notice to deliver good funds to the payee.

(a) \$ 100.00, EARNEST MONEY DEPOSIT with this offer by cash personal check bank check certified check other: n/a and held in escrow by (closing attorney) ("Escrow Agent"); until the sale is closed, at which time it will be credited to Buyer, or until this contract is otherwise terminated.

NOTE: In the event of a dispute between Seller and Buyer over the return or forfeiture of earnest money held in escrow, a licensed real estate broker ("Broker") is required by state law (and Escrow Agent, if not a Broker, hereby agrees) to retain said earnest money in the Escrow Agent's trust or escrow account until Escrow Agent has obtained a written release from the parties consenting to its disposition or until disbursement is ordered by a court of competent jurisdiction.

(CHECK IF APPLICABLE) THE PARTIES AGREE THAT A REAL ESTATE BROKERAGE FIRM ACTING AS ESCROW AGENT MAY PLACE ANY EARNEST MONIES DEPOSITED BY BUYER IN AN INTEREST BEARING TRUST ACCOUNT, AND THAT ANY INTEREST EARNED THEREON SHALL BELONG TO THE ESCROW AGENT IN CONSIDERATION OF THE EXPENSES INCURRED BY MAINTAINING SUCH ACCOUNT AND RECORDS ASSOCIATED THEREWITH.

- (b) \$ n/a , (ADDITIONAL) EARNEST MONEY DEPOSIT to be paid to Escrow Agent no later than n/a , **TIME BEING OF THE ESSENCE** WITH REGARD TO SAID DATE.
- (c) \$ n/a , OPTION FEE in accordance with paragraph 13, Alternative 2, to be paid to Seller on the Effective Date as set forth in paragraph 22. (NOTE: If Alternative 2 applies, then do not insert \$0, N/A, or leave blank).
- (d) \$ n/a , BY ASSUMPTION of the unpaid principal balance and all obligations of Seller on the existing loan(s) secured by a deed of trust on the Property in accordance with the attached Loan Assumption Addendum.
- (e) \$ n/a , BY SELLER FINANCING in accordance with the attached Seller Financing Addendum.
- (f) \$ 19,900.00 , BALANCE of the purchase price in cash at Closing.

3. LOAN CONDITION:

(a) Loan. Buyer must be able to obtain a Conventional Other: n/a
loan at a Fixed Rate Adjustable Rate in the principal amount of 20,000.00 for a term of 30 year(s), at an initial interest rate not to exceed n/a % per annum, with mortgage loan discount points not to exceed 1 % of the loan amount. ("Loan").

(b) Loan Obligations: The Buyer agrees to:

- (i) Make written application for the Loan, authorize any required appraisal and pay any necessary fees within 3 days after the Effective Date;
- (ii) Promptly furnish Seller written confirmation from the lender of having applied for the Loan.

If Buyer fails to furnish Seller written confirmation from the lender of having applied for the Loan, Seller may make written demand for compliance. If Buyer does not furnish Seller written confirmation from the lender of application within five (5) days after such demand, then Seller may terminate this contract by written notice to Buyer at any time thereafter, provided Seller has not received either written evidence of the application or a waiver of the Loan Condition, and all Earnest Money shall be forfeited to Seller as liquidated damages and as Seller's sole and exclusive remedy for Buyer's failure to close, but without limiting Seller's rights under paragraph 14 for damage to the Property. Buyer further agrees to:

- (iii) Pursue qualification for and approval of the Loan diligently and in good faith;
- (iv) Continually and promptly provide requested documentation to lender.

(c) Inability to Obtain Loan Approval: If Buyer has complied with Buyer's Loan Obligations (iii) and (iv) above, then within 7 days after the Effective Date (or any agreed-upon written extension of this deadline) **TIME BEING OF THE ESSENCE**, Buyer shall have the right to terminate this contract for inability to obtain Loan approval by delivering to Seller written notice of termination. If Buyer has timely delivered such notice, this contract shall be null and void and all Earnest Money shall be refunded to Buyer. If Buyer fails to deliver such notice, then Buyer will be deemed to have waived this condition. Thereafter, if Buyer fails to close based upon inability to obtain the Loan, then all Earnest Money shall be forfeited to Seller as liquidated damages and as Seller's sole and exclusive remedy for Buyer's failure to close, but without limiting Seller's rights under paragraph 14 for damage to the Property. (WARNING: Buyer is advised to consult with Buyer's lender to assure that the number of days allowed for Buyer to obtain the Loan is sufficient to allow Buyer's lender time to take all reasonable steps necessary to provide reliable loan approval.)

4. FLOOD HAZARD DISCLOSURE/CONDITION (Choose ONE of the following alternatives):

- To the best of Seller's knowledge, the Property IS located partly or entirely within a designated Special Flood Hazard Area. Buyer understands that it may be necessary to purchase flood insurance in order to obtain any loan secured by the Property from any federally regulated institution or a loan insured or guaranteed by an agency of the U.S. Government.
- To the best of Seller's knowledge, the Property IS NOT located partly or entirely within a designated Special Flood Hazard Area. If, following the Effective Date of this contract, it is determined that the Property is located partly or entirely within a designated Special Flood Hazard Area according to the current FEMA flood map, or if this contract is subject to a Loan Condition and Buyer's lender requires Buyer to obtain flood insurance as a condition of making the Loan, then in either event Buyer shall have the right to terminate this contract upon written notice to Seller, and all earnest monies shall be refunded to Buyer.

5. OTHER CONDITIONS:

- (a) There must be no restriction, easement, zoning or other governmental regulation that would prevent the reasonable use of the Property for residential purposes ("Intended Use").
- (b) The Property must be in substantially the same or better condition at Closing as on the date of this offer, reasonable wear and tear excepted.
- (c) The Property must appraise at a value equal to or exceeding the purchase price or, at the option of Buyer, this contract may be terminated and all earnest monies shall be refunded to Buyer, even if the Loan Condition has been waived as provided in paragraph 3.

If this contract is NOT subject to a financing contingency requiring an appraisal, Buyer shall arrange to have the appraisal completed on or before n/a.

(d) All deeds of trust, liens and other charges against the Property, not assumed by Buyer, must be paid and satisfied by Seller prior to or at Closing such that cancellation may be promptly obtained following Closing. Seller shall remain obligated to obtain any such cancellations following Closing.

(e) Title must be delivered at Closing by GENERAL WARRANTY DEED unless otherwise stated herein, and must be fee simple marketable and insurable title, free of all encumbrances except: ad valorem taxes for the current year (prorated through the date of Closing); utility easements and unviolated restrictive covenants that do not materially affect the value of the Property; and such other encumbrances as may be assumed or specifically approved by Buyer. The Property must have legal access to a public right of way.

6. SPECIAL ASSESSMENTS: NOTE: For purposes of this agreement, a "confirmed" special assessment is defined as an assessment that has been approved by a governmental agency or an owners' association for the purpose(s) stated, whether or not it is fully payable at time of closing. A "pending" special assessment is defined as an assessment that is under formal consideration by a governing body. Seller warrants that there are no pending or confirmed governmental special assessments for sidewalk, paving, water, sewer, or other improvements on or adjoining the Property, and no pending or confirmed owners' association special assessments, except as follows: (Insert "None" or the identification of such assessments, if any):

none

Unless otherwise agreed, Seller shall pay all owners' association assessments and all governmental assessments confirmed through the time of Closing, if any, and Buyer shall take title subject to all pending assessments disclosed by Seller herein, if any.

7. PRORATIONS AND ADJUSTMENTS: Unless otherwise provided, the following items shall be prorated and either adjusted between the parties or paid at Closing: (a) Ad valorem taxes on real property shall be prorated on a calendar year basis through the date of Closing; (b) All late listing penalties, if any, shall be paid by Seller; (c) Rents, if any, for the Property shall be prorated through the date of Closing; (d) Owners' association dues and other like charges shall be prorated through the date of Closing. Seller represents that the regular owners' association dues, if any, are \$ n/a per n/a. Unless otherwise agreed, Buyer shall pay any fees required for obtaining account payment information on owners' association dues or assessments for payment or proration and any charge made by the owners' association in connection with the disposition of the Property to Buyer, including any transfer and/or document fee imposed by the owners' association.

8. EXPENSES: Unless otherwise agreed, Buyer shall be responsible for all costs with respect to any loan obtained by Buyer, appraisal, title search, title insurance, recording the deed and for preparation and recording of all instruments required to secure the balance of the purchase price unpaid at Closing. Seller shall pay for preparation of a deed and all other documents necessary to perform Seller's obligations under this agreement, and for excise tax (revenue stamps) required by law. Seller shall pay at Closing \$ n/a toward any of Buyer's expenses associated with the purchase of the Property, including any FHA/VA lender and inspection costs that Buyer is not permitted to pay, but excluding any portion disapproved by Buyer's lender.

9. EVIDENCE OF TITLE: Seller agrees to use his best efforts to deliver to Buyer as soon as reasonably possible after the Effective Date of this contract, copies of all title information in possession of or available to Seller, including but not limited to: title insurance policies, attorney's opinions on title, surveys, covenants, deeds, notes and deeds of trust and easements relating to the Property. Seller authorizes (1) any attorney presently or previously representing Seller to release and disclose any title insurance policy in such attorney's file to Buyer and both Buyer's and Seller's agents and attorneys; and (2) the Property's title insurer or its agent to release and disclose all materials in the Property's title insurer's (or title insurer's agent's) file to Buyer and both Buyer's and Seller's agents and attorneys.

10. LABOR AND MATERIAL: Seller shall furnish at Closing an affidavit and indemnification agreement in form satisfactory to Buyer showing that all labor and materials, if any, furnished to the Property within 120 days prior to the date of Closing have been paid for and agreeing to indemnify Buyer against all loss from any cause or claim arising therefrom.

11. CLOSING: Closing shall be defined as the date and time of recording of the deed and shall be on or before 11/27/08 (the "Closing Date"). All parties agree to execute any and all documents and papers necessary in connection with Closing and transfer of title on or before the Closing Date at a place and time designated by Buyer. The deed is to be made to Joseph Reed Bell, and wife Lisa Salmon Bell.

Absent agreement to the contrary in this contract or any subsequent modification thereto, the following terms shall apply: If either party is unable to close by the Closing Date, then provided that the party is acting in good faith and with reasonable diligence to proceed to closing, such party shall be entitled to reasonable delay of the Closing Date and shall give as much notice as possible to the non-delaying party and closing agent. In such event, however, either party for whom the Closing Date is delayed shall have a

maximum of ten (10) days from the Closing Date, or any extension of the Closing Date agreed-upon in writing, in which to close without payment of interest. Following expiration of the ten-day period, the party not ready to close shall be responsible for paying to the other party (if ready, willing and able to close) interest on the purchase price at the rate of eight percent (8%) per annum accruing from the end of the ten-day period until closing occurs or the contract is terminated. Should the delay in closing continue for more than thirty (30) days from the last agreed-upon extension of the Closing Date, however, then the non-delaying party shall have the unilateral right to terminate the contract and receive the earnest money, but the right to such receipt shall not affect any other remedies available to the non-delaying party for such breach.

CLOSING SHALL CONSTITUTE ACCEPTANCE OF THE PROPERTY IN ITS THEN EXISTING CONDITION UNLESS PROVISION IS OTHERWISE MADE IN WRITING.

12. POSSESSION: Unless otherwise provided herein, possession shall be delivered at Closing. No alterations, excavations, tree removal or other activities may be done before possession is delivered. Seller shall remove, by the date possession is made available to the Buyer, all personal property which is not a part of the purchase and all garbage and debris from the Property.

13. PROPERTY INSPECTION/INVESTIGATION (Choose ONLY ONE of the following Alternatives):

ALTERNATIVE 1:

(a) Soil, Water, Utilities And Environmental Contingency: This contract is contingent upon Buyer obtaining report(s) that (i) the soil is suitable for Buyer's Intended Use, (ii) utilities and water are available to the Property, (iii) there is no environmental contamination, law, rule or regulation that prohibits, restricts or limits Buyer's Intended Use, and (iv) there is no flood hazard that prohibits, restricts or limits Buyer's Intended Use (collectively the "Reports"). All costs and expenses of obtaining the Reports shall be borne by Buyer. Buyer shall use Buyer's best efforts to obtain such Reports. If the Reports cannot be obtained, Buyer may terminate this contract and the Earnest Money Deposit shall be refunded to Buyer. Buyer waives this condition unless Buyer provides written notice to Seller by November 11, 2008 2008 that this condition cannot be satisfied, **TIME BEING OF THE ESSENCE.**

(b) Sewer System (check only ONE):

Buyer has investigated the costs and expenses to install the sewer system approved by the Improvement Permit attached hereto as Exhibit A and hereby approves and accepts said Improvement Permit.

Seller represents that the system has been installed, which representation survives Closing, but makes no further representations as to the system. Buyer acknowledges receipt of the Improvement Permit attached hereto as Exhibit A. Buyer shall have the option of inspecting or obtaining, at Buyer's expense, inspection(s) to determine the condition of the system. If the system is not performing the function for which intended and is in need of immediate repair, Buyer may terminate this Contract and the Earnest Money Deposit shall be refunded to Buyer. Buyer waives this condition unless Buyer provides written notice to Seller by n/a that this condition cannot be satisfied, **TIME BEING OF THE ESSENCE.**

This contract is contingent upon Buyer Seller ("Responsible Party") obtaining an Improvement Permit or written evaluation from the County Health Department ("County") for a (check only ONE) conventional or other n/a ground absorption sewage system for a 4 bedroom home. All costs and expenses of obtaining such Permit or written evaluation shall be borne by Responsible Party unless otherwise agreed. In any event, JRB SA shall be responsible for clearing that portion of the Property required by the County to perform its tests and/or inspections. Responsible Party shall use best efforts to obtain such Permit or written evaluation. If the Improvement Permit or written evaluation from the County cannot be obtained by November 15, 2008 2008 (date), either party may terminate this Contract and the Earnest Money Deposit shall be refunded to Buyer.

Buyer has investigated and approved the availability, costs and expenses to connect to a public or community sewer system.

CLOSING SHALL CONSTITUTE ACCEPTANCE OF THE PROPERTY IN ITS THEN EXISTING CONDITION UNLESS PROVISION IS OTHERWISE MADE IN WRITING.

ALTERNATIVE 2: This Alternative applies ONLY if Alternative 2 is checked AND Buyer has paid the Option Fee.)

(a) Property Investigation with Option to Terminate: In consideration of the sum set forth in paragraph 2(c) paid by Buyer to Seller (not Escrow Agent) and other valuable consideration, the sufficiency of which is hereby acknowledged (the "Option Fee"), Buyer shall have the right to terminate this contract for any reason or no reason, whether related to the physical condition of the Property or otherwise, by delivering to Seller written notice of termination (the "Termination Notice") by 5:00 p.m. on n/a, **TIME BEING OF THE ESSENCE** (the "Option Termination Date"). At any time prior to Closing, Buyer shall have the right to inspect the Property at Buyer's expense (Buyer is advised to have all inspections of the Property, including but not limited to those matters set forth in Alternative 1, performed prior to the Option Termination Date).

(b) Exercise of Option: If Buyer delivers the Termination Notice prior to the Option Termination Date, **TIME BEING OF THE ESSENCE**, this contract shall become null and void and all earnest monies received in connection herewith shall be refunded to Buyer; however, the Option Fee will not be refunded and shall be retained by Seller. If Buyer fails to deliver the Termination Notice to Seller prior to the Option Termination Date, then Buyer will be deemed to have accepted the Property in its physical condition existing as of the Option Termination Date; provided such acceptance shall not constitute a waiver of any rights Buyer has under paragraphs 3, 4 or 5 above. The Option Fee is not refundable, is not part of any earnest monies, and will be credited to the purchase price at Closing.

(c) CLOSING SHALL CONSTITUTE ACCEPTANCE OF THE PROPERTY IN ITS THEN EXISTING CONDITION UNLESS PROVISION IS OTHERWISE MADE IN WRITING.

14. RIGHT OF ENTRY, RESTORATION AND INDEMNITY: Buyer and Buyer's agents and contractors shall have the right to enter upon the Property for the purpose of appraising and evaluating the Property, and performing the tests and inspections permitted in this contract. Buyer shall, at Buyer's expense, promptly repair any damage to the Property resulting from any activities of Buyer and Buyer's agents and contractors. Buyer will indemnify and hold Seller harmless from all loss, damage, claims, suits or costs, which shall arise out of any contract, agreement, or injury to any person or property as a result of any activities of Buyer and Buyer's agents and contractors relating to the Property. This indemnity shall survive this contract and any termination hereof. Notwithstanding the foregoing, Seller shall be responsible for any loss, damage, claim, suit or cost arising out of pre-existing conditions of the Property and/or out of Seller's negligence or willful acts or omissions.

15. OTHER PROVISIONS AND CONDITIONS: CHECK ALL STANDARD ADDENDA THAT MAY BE A PART OF THIS CONTRACT, IF ANY, AND ATTACH HERETO. ITEMIZE ALL OTHER ADDENDA TO THIS CONTRACT, IF ANY, AND ATTACH HERETO. (NOTE: UNDER NORTH CAROLINA LAW, REAL ESTATE AGENTS ARE NOT PERMITTED TO DRAFT CONDITIONS OR CONTINGENCIES TO THIS CONTRACT.)

- | | | | |
|-------------------------------------|--|--------------------------|---|
| <input type="checkbox"/> | Additional Provisions Addendum (Form 2A11-T) | <input type="checkbox"/> | Loan Assumption Addendum (Form 2A6-T) |
| <input type="checkbox"/> | Back-Up Contract Addendum (Form 2A1-T) | <input type="checkbox"/> | Owners' Association Disclosure And Addendum (Form 2A12-T) |
| <input type="checkbox"/> | Contingent Sale Addendum (Form 2A2-T) | <input type="checkbox"/> | Seller Financing Addendum (Form 2A5-T) |
| <input type="checkbox"/> | FHA/VA Financing Addendum (Form 2A4-T) | | |
| <input checked="" type="checkbox"/> | OTHER: | | |

Seller can remove any fruit trees on lot, blue berry bushes if so desired. Must be removed prior to settlement. If the County does not approve the Improvement permit for a conventional septic system, then the seller will reimburse the buyer for the permit and the cost (of clearing that portion of the property if so required by the County to perform its test.)

16. RISK OF LOSS: The risk of loss or damage by fire or other casualty prior to Closing shall be upon Seller.

17. ASSIGNMENTS: This contract may not be assigned without the written consent of all parties, but if assigned by agreement, then this contract shall be binding on the assignee and his heirs and successors.

18. TAX-DEFERRED EXCHANGE: In the event Buyer or Seller desires to effect a tax-deferred exchange in connection with the conveyance of the Property, Buyer and Seller agree to cooperate in effecting such exchange; provided, however, that the exchanging party shall be responsible for all additional costs associated with such exchange, and provided further, that a non-exchanging party shall not assume any additional liability with respect to such tax-deferred exchange. Seller and Buyer shall execute such additional documents, at no cost to the non-exchanging party, as shall be required to give effect to this provision. (NOTE: If Alternative 2 under paragraph 13 of this contract will apply, Seller should seek advice concerning the taxation of the Option Fee.)

19. PARTIES: This contract shall be binding upon and shall inure to the benefit of the parties, i.e., Buyer and Seller and their heirs, successors and assigns. As used herein, words in the singular include the plural and the masculine includes the feminine and neuter genders, as appropriate.

20. SURVIVAL: If any provision herein contained which by its nature and effect is required to be observed, kept or performed after the Closing, it shall survive the Closing and remain binding upon and for the benefit of the parties hereto until fully observed, kept or performed.

21. ENTIRE AGREEMENT: This contract contains the entire agreement of the parties and there are no representations, inducements or other provisions other than those expressed herein. All changes, additions or deletions hereto must be in writing and signed by all parties. Nothing contained herein shall alter any agreement between a REALTOR® or broker and Seller or Buyer as contained in any listing agreement, buyer agency agreement, or any other agency agreement between them.

22. NOTICE AND EXECUTION: Any notice or communication to be given to a party herein may be given to the party or to such party's agent. Any written notice or communication in connection with the transaction contemplated by this contract may be given to a party or a party's agent by sending or transmitting it to any mailing address, e-mail address or fax number set forth in the "Notice Address" section below. This offer shall become a binding contract (the "Effective Date") when signed by both Buyer and Seller and such signing is communicated to the offering party. This contract may be signed in multiple originals, all of which together constitute one and the same instrument, and the parties adopt the word "SEAL" beside their signatures below.

Buyer has has not made an on-site personal examination of the Property prior to the making of this offer.

THE NORTH CAROLINA ASSOCIATION OF REALTORS®, INC. AND THE NORTH CAROLINA BAR ASSOCIATION MAKE NO REPRESENTATION AS TO THE LEGAL VALIDITY OR ADEQUACY OF ANY PROVISION OF THIS FORM IN ANY SPECIFIC TRANSACTION. IF YOU DO NOT UNDERSTAND THIS FORM OR FEEL THAT IT DOES NOT PROVIDE FOR YOUR LEGAL NEEDS, YOU SHOULD CONSULT A NORTH CAROLINA REAL ESTATE ATTORNEY BEFORE YOU SIGN IT.

BUYER Joseph Reed Bell DATE 10-27-08 (SEAL)
Joseph Reed Bell

BUYER Lisa Salmon Bell DATE 10/27/08 (SEAL)
Lisa Salmon Bell

SELLER William R. McKay DATE 10-28-08 (SEAL)
William R. McKay

SELLER Carol R. McKay DATE 10-28-08 (SEAL)
Carol R. McKay

NOTE: INSERT THE ADDRESS AND/OR ELECTRONIC DELIVERY ADDRESS EACH PARTY AND AGENT APPROVES FOR THE RECEIPT OF ANY NOTICE CONTEMPLATED BY THIS CONTRACT. INSERT "N/A" FOR ANY WHICH ARE NOT APPROVED.

BUYER NOTICE ADDRESS:

Mailing Address: * _____
* _____
Buyer Fax#: * _____
Buyer E-Mail Address: * _____

SELLER NOTICE ADDRESS:

Mailing Address: * _____
* _____
Seller Fax#: * _____
Seller E-Mail Address: * _____

SELLING AGENT NOTICE ADDRESS:

Mailing Address: * _____
* _____
Selling Agent Fax#: 919-258-0439
Selling Agent E-mail Address: rjohnson10@windstream.net
Selling Agent Phone#: 919-777-6060

LISTING AGENT NOTICE ADDRESS:

Mailing Address: * _____
* _____
Listing Agent Fax#: same
Listing Agent E-mail Address: n/a
Listing Agent Phone#: n/a

Escrow Agent acknowledges receipt of the earnest money and agrees to hold and disburse the same in accordance with the terms hereof.

Date _____

Firm: * _____

By: _____
(Signature)

Individual Selling Agent/license #: David R. Johnson 191033

FirmName: JOHNSON REAL ESTATE

Acting as Buyer's Agent Seller's (sub)Agent Dual Agent

Individual Listing Agent/license #: David R. Johnson 191033

Firm Name: JOHNSON REAL ESTATE

Acting as Seller's (sub) Agent Dual Agent

This form jointly approved by: North Carolina Bar Association, North Carolina Association of REALTORS®, Inc.

PREPARED BY: Randy Johnson, broker

STANDARD FORM 12-T Revised 7/2007 © 7/2007

RealFAST® Software, ©2008, Version 6.16. Software Registered to: Office Manager, Johnson Real Estate

Buyer initials JRB [Signature]

10/27/08 21:26:07

Seller initials [Signature] Page 1 of 7

UNRECORDED

N/S Fee charged - \$25.00
Notary Seal in margin

HARNETT COUNTY TAX I.D.#
13-91091-0156-07
13-91091-0156-06
13-91091-0156-05
325.03 or SKB

FOR REGISTRATION REGISTER OF DEEDS
RITCHEY & HARROVE
HARNETT COUNTY, NC
2003 MAR 25 09:37:11 AM
BK: 1740 PG: 200-204 FEE: \$23.00
NC REVENUE STRIP: \$50.00
INSTRUMENT # 2003005460

Prepared by: Rebecca L. Davidson, Attorney at Law, P. O. Box 69, Lillington, NC 27546

PARCEL ID NO. _____

NORTH CAROLINA
HARNETT COUNTY

DEED

THIS DEED, Made and entered into this 22nd day of February, 2003, by and between MARY McKAY RITTER, EXECUTRIX OF THE ESTATE OF MARTHA CALDWELL McKAY; MARY McKAY RITTER, Individually, and husband, WAYNE BRAXTON RITTER; WILLIAM R. McKAY and wife, CAROL RAKES McKAY; NANCY W. McKAY, Unmarried; SAMUEL L. McKAY, III, and wife, VIRGINIA LAWRENCE McKAY; ELIZABETH McKAY GOODWIN and husband, ANTHONY WAYNE GOODWIN, Post Office Box 261, Broadway, North Carolina, 27505, grantors, and WILLIAM R. McKAY, Post Office Box 502, Broadway, North Carolina, 27505, grantee;

WITNESSETH:

That for and in consideration of the sum of ONE HUNDRED DOLLARS and other good and valuable consideration to them in hand paid by the grantee, the receipt of which is hereby acknowledged, the said grantors have bargained and sold and by these presents do hereby give, grant, bargain, sell and convey unto the grantee, his heirs and assigns, that certain tract or parcel of land situate and being in Upper Little River Township, Harnett County, North Carolina, and described as follows:

BEING ALL of lots 14, 15 and 16, as shown on map entitled "Lot Recombination, Survey for Woodhaven Acres Subdivision Lots 11, 12, 13, 14, 15 & 16, prepared by Bennett Survey, Inc., dated December 23, 1999, and recorded at Map Book 2000-288, Harnett County Registry. Reference to said map is hereby made for greater certainty of description.

This property is conveyed subject the restrictive covenants as recorded in Deed Book 1204 at Page 930, Harnett County Registry.

TO HAVE AND TO HOLD said lands and premises, together with all privileges and appurtenances thereunto belonging, unto the grantee, his heirs and assigns, to his only use and behoof forever.

And the grantors, for themselves, their heirs, executors and administrators covenant with the grantee, his heirs and assigns, that they are seized of said premises in fee and have the right to convey the same in fee simple, that the same are free and clear from all encumbrances and that they do hereby forever warrant and will forever defend the title to the same against the claims of all persons whomsoever.

IN WITNESS WHEREOF, the grantors have hereunto set their hands and seals the day and year first above written.

Mary McKay Ritter, Executrix (SEAL)
Mary McKay Ritter, Executrix of the
Estate of Martha Caldwell McKay

Mary McKay Ritter (SEAL)
Mary McKay Ritter, Individually

Wayne Braxton McKay, Jr. (SEAL)
Wayne Braxton McKay, Jr.

William R. McKay (SEAL)
William R. McKay

Carol Rakes McKay (SEAL)
Carol Rakes McKay

Nancy W. McKay, Unmarried (SEAL)
Nancy W. McKay, Unmarried

Samuel L. McKay, III (SEAL)
Samuel L. McKay, III

Virginia Lawrence McKay (SEAL)
Virginia Lawrence McKay

Elizabeth McKay Goodwin (SEAL)
Elizabeth McKay Goodwin

Anthony Wayne Goodwin (SEAL)
Anthony Wayne Goodwin

NORTH CAROLINA,
Harnett COUNTY.

I, a Notary Public in and for the aforesaid State and County, do hereby certify that MARY MCKAY RITTER, EXECUTRIX OF THE ESTATE OF MARTHA CALDWELL MCKAY, personally appeared before me this day and acknowledged the due execution of the foregoing instrument.

Witness my hand and notarial seal this 12 day of ^{March}~~February~~, 2003.

Judy S. Buchanan
Notary Public

My Commission Expires: 6/18/05
(N. P. Seal) JUDY S. BUCHANAN
NOTARY PUBLIC
HARNETT COUNTY, N. C.

NORTH CAROLINA,
Harnett COUNTY.

I, a Notary Public in and for the aforesaid State and County, do hereby certify that MARY MCKAY RITTER and husband, WAYNE BRAXTON RITTER, personally appeared before me this day and acknowledged the due execution of the foregoing instrument.

Witness my hand and notarial seal this 12 day of ^{March}~~February~~, 2003.

Judy S. Buchanan
Notary Public

My Commission Expires: 6/18/05
(N. P. Seal) JUDY S. BUCHANAN
NOTARY PUBLIC
HARNETT COUNTY, N. C.

NORTH CAROLINA,
Harnett COUNTY.

I, a Notary Public in and for the aforesaid State and County, do hereby certify that WILLIAM R. MCKAY and wife, CAROL RAKES MCKAY, personally appeared before me this day and acknowledged the due execution of the foregoing instrument.

Witness my hand and notarial seal this 12 day of ^{March}~~February~~, 2003.

Judy S. Buchanan
Notary Public

My Commission Expires: 6/18/05
(N. P. Seal) JUDY S. BUCHANAN
NOTARY PUBLIC
HARNETT COUNTY, N. C.

DUPLICATE INSTRUMENT

STATE OF Virginia
COUNTY OF Stafford



I, a Notary Public in and for the aforesaid State and County, do hereby certify that Samuel L. McKAY, Unmarried, personally appeared before me this day and acknowledged the due execution of the foregoing instrument.

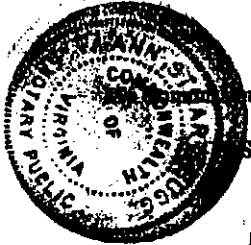
Witness my hand and notarial seal this 27th day of February, 2003.

[Signature]
Notary Public

My Commission Expires: October 31, 2005

(N. P. Seal)

STATE OF Virginia
COUNTY OF Stafford
city



I, a Notary Public in and for the aforesaid State and County, do hereby certify that SAMUEL L. McKAY and wife, VIRGINIA LAWRENCE McKAY, personally appeared before me this day and acknowledged the due execution of the foregoing instrument.

Witness my hand and notarial seal this 27th day of March February, 2003.

[Signature]
Notary Public

My Commission Expires: 12-31-2003

(Seal)

STATE OF Virginia
COUNTY OF Stafford



I, a Notary Public in and for the aforesaid State and County, do hereby certify that ELIZABETH McKAY GOODWIN and husband, ANTHONY WAYNE GOODWIN, personally appeared before me this day and acknowledged the due execution of the foregoing instrument.

Witness my hand and notarial seal this 27th day of February, 2003.

[Signature]
Notary Public

My Commission Expires: October 31, 2005

(N. P. Seal)

