

Recording Requested by:  
Commerce Title Company



**OFFICIAL RECORDS OF  
PINAL COUNTY RECORDER  
LAURA DEAN-LYTTLE**

When recorded mail to:  
Mary Lewis Smith  
28663 N Spur Drive  
Queen Creek, AZ 85243

DATE/TIME: 10/02/06 1522  
FEE: \$18.00  
PAGES: 7  
FEE NUMBER: 2006-138355

**SPECIAL WARRANTY DEED**

Escrow No. **512543 (DM)**  
A.P.N.: 210-70-59608

For the consideration of TEN AND NO/100 DOLLARS, and other valuable considerations, I or we,

**Centex Homes, a Nevada General Partnership**, the GRANTOR does hereby convey to

**Mary Lewis Smith, an unmarried woman**, the GRANTEE

the following described property situated in **Pinal County, Arizona**, with the title being conveyed to the grantee as set forth in the attached acceptance by the grantee:

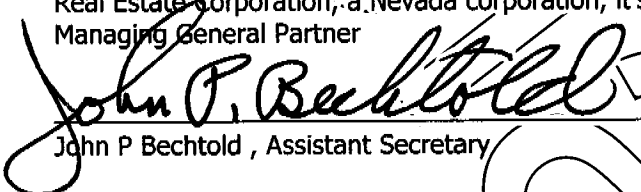
**Lot 57, of Final Plat of JOHNSON RANCH UNIT 29, according to the plat of record in the office of the County Recorder of Pinal County, Arizona recorded in Cabinet E, Slide 23, and thereafter Affidavit of Correction recorded in Document No. 06-075272 .**

**Subject To:** Current taxes, and other assessments, reservations in patent, covenants, conditions, restrictions, rights of way and easements, encumbrances, liens, obligations, and liabilities as may appear of record. Subject also to Declaration of CC&R's and deed restrictions attached hereto as Exhibits A and B respectively and made a part hereof.

And the GRANTOR binds itself and its successors to warrant the title as against its acts and none other, subject to the matters set forth.

DATED: **September 27, 2006**

Centex Homes, a Nevada general partnership, by Centex  
Real Estate Corporation, a Nevada corporation, it's  
Managing General Partner

  
John P Bechtold , Assistant Secretary

SEE ACCEPTANCE ATTACHED HERETO

AND REFERENCE MADE A PART HEREOF

A.P.N.:

Special Warranty Deed - continued

File No.: 512543 (DM)

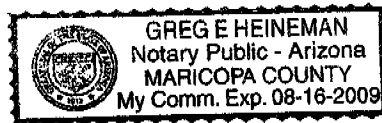
STATE OF AZ )  
County of Maricopa ) SS.

This instrument was acknowledged and executed before me this 28 day of September 2006 by John P Bechtold who acknowledge to be the Assistant Secretary of Centex Homes, a Nevada general partnership, by Centex Real Estate Corporation, a Nevada corporation, it's Managing General Partner.

WITNESS my hand and official seal.

Signature: Greg E Heineman

My Commission Expires: 08-16-09



This area for official notarial seal

OFFICIALS

**EXHIBIT "A"**

The property conveyed pursuant to this instrument is subject to that certain Declaration of Covenants, Conditions and Restrictions recorded at Document No. 98-041265, Pinal County, Arizona, which instrument (together with any and all amendments thereto) impose upon this property and other property, under general plan of development, certain covenants, conditions, restrictions, easements, servitudes and other provisions running with the land and binding title to the land and all owners of any portion or interest therein.

HOFFMAN

**EXHIBIT "B "****DEED RESTRICTION****OCCUPANCY PERIOD AND USE OF THE PROPERTY**

As a material consideration inducing the grantor under the attached deed ("Seller") to sell to the grantee under such deed ("Buyer") that certain real property described in this Deed (the "Property"), Buyer has represented to Seller that Buyer intends to and will occupy the Property as Buyer's primary residence or secondary residence for a period of at least twelve (12) months after Buyer's acquisition of the Property (the "Occupancy Period"). Seller and Buyer have entered into a separate unrecorded agreement (the "Agreement") pursuant to which Buyer has agreed to occupy the Property as provided herein, and Buyer has agreed not to sell, lease or otherwise transfer the Property for the duration of the Occupancy Period, subject only to certain exceptions described herein. This Deed Restriction is to put third parties on notice of such commitments by Buyer, and Seller's rights upon a breach of such commitments by Buyer, as provided in the Agreement and nothing contained in this Deed Restriction shall, or shall be deemed to, modify or amend the Agreement in any respect. In the event of any conflict between the provisions of the Agreement and the provisions of this Deed Restriction, the provisions of the Agreement shall prevail. Notwithstanding the foregoing, this Deed Restriction includes certain mortgagee protections, which shall be in addition to, and shall not be superseded by, the mortgagee protections in the Agreement.

Buyer acknowledges that Seller, as a developer and builder of single family and multi-family residences, has an interest in ensuring that such residences, and the communities in which they are built, including the Property and the community which the Property is a part (such community being referred to herein as the "Community" or the "Benefited Property") are purchased and occupied only by persons who will actually occupy them as a primary residence or secondary residence.

**1. Occupancy Covenants. Buyer, on behalf of itself and its successors and assigns, hereby covenants to and for the benefit of Seller that, during the Occupancy Period: (a) Buyer will occupy the Property as Buyer's primary residence or secondary residence after closing; and (b) Buyer shall not enter into any agreement for the sale, lease or other transfer of the Property which would result in Buyer's failure to hold title thereto in fee simple for the duration of the Occupancy Period as provided in this Restriction or the Agreement.**

**2. Permitted Transfers; Hardship Exceptions.**

**(a) Permitted Transfers. The following transfers ("Permitted Transfers") of title to the Property, or any estate or interest therein shall not constitute a breach of the foregoing covenants; provided, however, as a condition to being deemed a "Permitted Transfer," the transferee must sign a written acknowledgement agreeing to be bound by the terms of the Agreement and this Deed Restriction, and this Deed Restriction and the Agreement shall continue to burden the Property following such conveyance: (a) a good-faith transfer by devise or inheritance to Buyer's spouse or issue, (b) a taking of title by a surviving joint tenant, (c) a court-ordered transfer of title to a spouse as part of a divorce or dissolution proceeding, (d) a transfer by Buyer to an inter vivos trust in which Buyer is a beneficiary, or (e) an acquisition of title, or of any interest therein, in conjunction with marriage.**

**(b) Hardship Exceptions. Notwithstanding the restrictions on transfers referenced above, Seller recognizes that a transfer of the Property may be desirable in certain circumstances and Seller may, in its sole and absolute discretion decided on a case-by-case basis, consent to a transfer of the Property during the Occupancy Period. Furthermore, Seller shall not unreasonably withhold its consent to a transfer in the following instances:**

- (i) A transfer necessitated by the death of Buyer or Buyer's spouse;**
- (ii) A transfer, conveyance, pledge, assignment or other hypothecation to secure the performance of an obligation, which transfer, conveyance, pledge, assignment, or hypothecation will be released or reconveyed upon the completion of such performance;**
- (iii) A transfer in connection with a significant negative change in the financial circumstances of Buyer from Buyer's financial circumstances when Buyer acquired the Property, as evidenced by documentation reasonably acceptable to Seller;**
- (iv) A transfer necessitated by a medical condition of Buyer or another person living with Buyer (or dependent on Buyer) for whom Buyer is the primary caretaker, as evidenced by documentation reasonably acceptable to Seller;**

- (v) A transfer in connection with a temporary (more than 6 months) or permanent employment related relocation of Buyer or Buyer's spouse, as evidenced by documentation reasonably acceptable to Seller;
- (vi) A transfer in connection with military activation or otherwise arising in connection with military service; or
- (vii) A transfer which, in Seller's sole judgment, constitutes a "hardship" situation consistent with the intent of this Deed Restriction.

3. **Automatic Termination of Deed Restriction.** The covenants set forth above, and the restrictions on transfer of the Property set forth herein, shall automatically terminate and be of no further force and effect, without the need to record any further instruments, on the date which is twelve (12) months after the date of recordation of this Deed; provided, however, that the termination of the Restrictions shall not cause the termination of any similar or related restrictions in the recorded CC&Rs affecting the Property and any similar restrictions therein.

4. **Remedies for Breach.** If Buyer or Buyer's successors assigns, breaches, violates or fails to perform or satisfy any of the covenants set forth in the Agreement, Seller, and Seller's successors and assigns, may enforce the remedies set forth in the Agreement including, without limitation, the right and option to recover all "Appreciation" in value of the Property upon a sale of the Property in violation of the Agreement, determined as provided in the Agreement, and Buyer's obligation

5. to pay the Appreciation shall constitute a lien on the Property which shall run with the land and shall be binding on successors and assigns and Seller may foreclose such obligations as a mortgage, consistent with A.R.S. § 33-700, *et seq.* In the event the breach is a result of the lease of the Property, Seller may elect to re-purchase the Property for the Purchase Price (as defined in the Agreement), which shall be free and clear of liens and encumbrances, shall be thirty (30) days after Seller's written notice of its election to repurchase the Property, and shall be specifically enforceable by Seller. In the event of any lease, the lessee shall take subject to the rights of Seller, and upon any foreclosure, Seller may elect to terminate the lease.

6. **No Duty to Enforce.** Seller makes no representation or warranty to Buyer that Seller will impose these requirements on other buyers of homes in the Community and/or that, if Seller has imposed or in the future imposes these requirements on another buyer, that Seller will enforce the requirements set forth in this Deed Restriction against other owners in the Community. Buyer specifically acknowledges and agrees that Seller is not guaranteeing Buyer or assuring Buyer in any way that the Community will now or in the future be occupied only or primarily by owner occupants and/or that there will not be buyers in the Community who are purchasing homes in the Community for rentals or as an investment, with no intention of living in the home. Buyer further acknowledges that Seller has not represented or warranted that the Property will increase in value over time.

7. **Survival of Covenant on Transfer.** Except as provided in Paragraph 9, below, Buyer's obligations, and Seller's rights hereunder and under the Agreement shall survive any transfer of the Property by Buyer.

8. **No Unreasonable Restraint.** Buyer agrees that the provisions and restrictions set forth in this Deed Restriction do not constitute an unreasonable restraint upon alienation of the Property.

9. **Survival; Severability.** All of the covenants contained herein shall survive the delivery and recordation of the deed conveying the Property from Seller to Buyer. The provisions of this Deed Restriction shall be independent and severable, and a determination of invalidity or partial invalidity or enforceability of any one provision or portion hereof shall not affect the validity or enforceability of any other provision of this Deed Restriction or the Agreement.

10. **Mortgagee Protection Provisions.**

- a) **Permitted Financing.** Notwithstanding anything to the contrary in this Deed Restriction or in the Agreement, Buyer may encumber the Property as security for a loan made by an institutional lender, the proceeds of which are used only to purchase the Property, improve the Property or both.

b) **Subordination.** Seller hereby acknowledges and agrees that a violation of this Deed Restriction by Buyer shall not defeat or render invalid the lien of any first or second purchase money mortgage or deed of trust in favor of an institutional lender and made in good faith and for value by Buyer, and that the covenants and provisions of this Deed Restriction shall be inferior and subordinate to the lien of any such first or second purchase money mortgage or deed of trust made by an institutional lender, whether recorded concurrently with or subsequent to the deed conveying the Property to Buyer.

c) **Termination on Foreclosure.** This Deed Restriction and the Agreement are subject and subordinate to any first or second priority purchase money deed of trust or mortgage on the Property made by or held by an institutional lender. Any party and its successors and assigns, receiving title to the Property pursuant to a judicial or non-judicial foreclosure, or by any conveyance in lieu of such foreclosure, under a power of sale contained in such a first or second priority purchase money mortgage or deed of trust recorded against the Property in the Office of the Recorder of the County in which the Property is located shall take title free and clear of the provisions of this Deed Restriction and the Agreement.

d) **HUD or VA Insured or Guaranteed Mortgages.** If Buyer has acquired the Property by a mortgage insured by the Secretary of the United States Department of Housing and Urban Development, or guaranteed by the United States Department of Veteran's Affairs, then this Deed Restriction and the Agreement, shall automatically terminate if title to the Property is transferred by foreclosure or deed-in-lieu of foreclosure, or if the insured or guaranteed mortgage is assigned to the Secretary or the VA.

e) **Insurance Proceeds and Condemnation Award.** In the event the Property is damaged or destroyed, or in the event of condemnation, Seller shall have no claim or right to any proceeds thereof and such proceeds shall be held and distributed in accordance with the terms of any lien on the Property, in their order of priority.

11. **Covenant Running with the Land.** The Property shall be held and conveyed subject to the terms set forth in this Deed Restriction. The covenants contained herein are intended and shall be construed as covenants and conditions running with and binding the Property and equitable servitudes upon the Property and every part thereof; and subject to the next paragraph in this Paragraph 10, are for the benefit of the Benefited Property. Furthermore, all and each of the terms hereunder shall be binding upon and burden all persons having or acquiring any right, title or interest in the Property (during their ownership of such interest), or any part thereof, and their successors and assigns; and subject to the next paragraph in this Paragraph 10, shall inure to the benefit of the Benefited Property and all persons having or acquiring any right, title or interest in the Benefited Property, or any part thereof, which shall be deemed the dominant tenement for purposes of this Instrument. This Instrument is intended to bind and benefit said persons only and is not intended to be, nor shall it be construed as being, for the benefit of adjoining property owners or any other third party.

**RESERVED**

A.P.N.:

Special Warranty Deed - continued

File No.: 512543 (DM)

In the event that fee title to any portion of the Benefited Property is or has been conveyed by Seller to a third party (a "Transferred Parcel"), the terms of this Instrument shall cease to benefit said Transferred Parcel. Any merger of Seller or Seller's parent company with or into another entity or any acquisition of all or a portion of the stock or equity of Seller or Seller's parent company by a third party will not be deemed a conveyance of the Benefited Property triggering the applicability of this paragraph.

In witness whereof, Buyer has entered into this Deed Restriction as of the day and year this Deed is recorded.

Mary L. Smith  
Buyer

08-28-06  
Date

\_\_\_\_\_  
Buyer

\_\_\_\_\_  
Date

STATE OF ARIZONA

County of Maricopa ) ) ss.:

This instrument was acknowledged before me this 28 day of September 2006, by Mary L. Smith, known to me to be the person whose name is subscribed to the foregoing document.

Greg E. Heineman  
Notary Public

My commission expires:  
08-16-09



STATE OF ARIZONA

County of \_\_\_\_\_ ) ) ss.:

This instrument was acknowledged before me this \_\_\_\_\_ day of \_\_\_\_\_, 200\_\_\_\_, by \_\_\_\_\_, known to me to be the person whose name is subscribed to the foregoing document.

\_\_\_\_\_  
Notary Public

My commission expires:  
\_\_\_\_\_

**AFFIDAVIT OF PROPERTY VALUE**

SEE PAGE TWO SIDE FOR APPLICABLE STATUTES AND EXEMPTIONS

This form has been approved by the Arizona Department of Revenue pursuant to A.R.S. § 11-1133

1. ASSESSOR'S PARCEL NUMBER(S) (primary parcel number):  
 (a) 210-70-59608

BOOK MAP PARCEL SPLIT  
 Does this sale include any parcels that are being split/divided?  
 Check one:  No  Yes

(b) How many parcel numbers, other than the primary parcel number, are included in this sale?  
 List the additional parcel numbers (up to 4) below:  
 (c) \_\_\_\_\_ (d) \_\_\_\_\_  
 (e) \_\_\_\_\_ (f) \_\_\_\_\_

2. SELLER'S NAME AND ADDRESS:  
 Centex Homes  
 8665 East Hartford Drive Ste 200  
 Scottsdale, AZ 85255

3. BUYER'S NAME AND ADDRESS:  
 Mary Lewis Smith  
 28663 N Spur Drive  
 Queen Creek, AZ 85243

Buyer and Seller related: Yes  No   
 If yes, state relationship: \_\_\_\_\_

4. ADDRESS OF PROPERTY:  
 28663 N Spur Drive  
 Queen Creek, AZ 85243

5. MAIL TAX BILL TO:  
 Mary Lewis Smith  
 28663 N Spur Drive  
 Queen Creek, AZ 85243

6. TYPE/USE OF PROPERTY AT TIME OF SALE (check one):

a. <input type="checkbox"/> Vacant Land	f. <input type="checkbox"/> Commercial/Industrial
b. <input checked="" type="checkbox"/> Single Family Residence	g. <input type="checkbox"/> Agriculture
c. <input type="checkbox"/> Condo/Townhouse	h. <input type="checkbox"/> Mobile Home
d. <input type="checkbox"/> 2-4 Plex	i. <input type="checkbox"/> Other Use, Specify _____
e. <input type="checkbox"/> Apartment Building	

7. RESIDENTIAL BUYER'S INTENDED USE (Answer if you checked, b, c, d, or h above) (Check one):

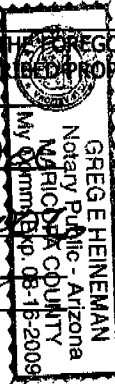
To be occupied by owner or "family member."  To be rented to someone other than "family member."

NOTE: See page two for definition of "family member."

8. PARTY COMPLETING AFFIDAVIT (Name, Address, Phone)  
 Commerce Title Company  
 8665 East Hartford Drive, Suite 110, Scottsdale, AZ 85255  
 (480)473-0961  
 512543, DM

THE UNDERSIGNED BEING DULY SWORN, ON OATH, SAYS THAT THE FOREGOING INFORMATION IS A TRUE AND CORRECT STATEMENT OF THE FACTS PERTAINING TO THE TRANSFER OF THE ABOVE DESCRIBED PROPERTY

Signature of Seller/Agent: Mary L. Smith  
 State of Arizona County of Maricopa  
 Subscribed and sworn to before me on this 28 day of September 2006  
 Notary Public: Greg E. Heneman  
 Notary Expiration Date: 08-16-2009



9. COUNTY OF RECORDATION: PINAL  
 (a) FEE NO: 2006-138355  
 (b) RECORD DATE: 10/02/06  
 (c) Assessor/DOR Validation Codes:  
 (e) \_\_\_\_\_ (f) DOR \_\_\_\_\_  
 Use Code: \_\_\_\_\_

10. TYPE OF DEED OR INSTRUMENT (Check One):

a. <input type="checkbox"/> Warranty Deed	d. <input type="checkbox"/> Contact or Agreement
b. <input checked="" type="checkbox"/> Special Warranty Deed	e. <input type="checkbox"/> Quit Claim Deed
c. <input type="checkbox"/> Joint Tenancy Deed	f. <input type="checkbox"/> Other

11. TOTAL SALES PRICE: \$ 211,842.00  
 12. PERSONAL PROPERTY (see page 2 for definition):  
 Did the buyer receive any personal property that has a value greater than 5% of the sale price?:  
 (a) Yes  No  If yes, briefly describe:  
 (b) Approximate Value: \$ \_\_\_\_\_  
 13. DATE OF SALE: 08-12-2006  
 Month Year

NOTE: This is the date of the contract of sale. If you are recording title in fulfillment of a previously recorded contract, you need not complete this affidavit (see A. 1 on page two).

14. DOWN PAYMENT (cash, etc.): \$ 0.00  
 15. METHOD OF FINANCING:

a. <input type="checkbox"/> All Cash (Paid in full)	e. <input checked="" type="checkbox"/> New Loan(s) from financial institutions
b. <input type="checkbox"/> Exchange or trade	(1) <input checked="" type="checkbox"/> Conventional (2) <input type="checkbox"/> VA(3) <input type="checkbox"/> FHA
c. <input type="checkbox"/> Assumption of existing loans	f. <input type="checkbox"/> Other, explain _____
d. <input type="checkbox"/> New loan from seller (Seller Carryback)	

16. PARTIAL INTERESTS: Is only a partial ownership interest being transferred?  
 For example: 1/4 (.25) or 1/2 (.50). Yes  No   
 If yes, explain: \_\_\_\_\_

17. ADDITIONAL INFORMATION (Check all that apply)

a. <input type="checkbox"/> Affixed Mobile Home	b. <input type="checkbox"/> Other: _____
Number of Units: _____	(Apartment, Motel, Mobile Home Park)

18. LEGAL DESCRIPTION (attach copy if necessary)  
 Lot 57, of Final Plat of JOHNSON RANCH UNIT 29; according to the plat of record in the office of the County Recorder of Pinal County, Arizona recorded in Cabinet E, Slide 23, and thereafter Affidavit of Correction recorded in Document No. 06-075272.

Signature of Buyer/Agent: Mary L. Smith  
 State of Arizona County of Maricopa  
 Subscribed and sworn to before me on this 28 day of September 2006  
 Notary Public: Greg E. Heneman  
 Notary Expiration Date: 08-16-2009

