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Page: 1 of 20
07/29/2003 02:52P
Spokane Co, WA

Return Address

Name Chris Heffel

Address % River Bluff Ranch

City, State, Zip 425 W. Lookout Mtn. Ln # A
Spokane, WA 99208

Document Title(s) (or transactions contained therein):

1. Declaration of Covenants for Country Hills
- 2.
- 3.
- 4.

Reference Number(s) of Documents assigned or released:
(on page _____ of documents(s))

Grantor(s) (Last name first, then first name and initials)

1. Riverbluff Land Company, LLC
2. Light Properties
- 3.
- 4.
5. Additional names on page _____ of document.

Grantee(s) (Last name first, then first name and initials)

- 1.
- 2.
- 3.
- 4.
5. Additional names on page _____ of document.

Legal description (abbreviated: i.e. lot, block, plat or section, township, range)

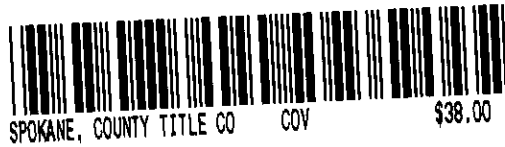
Plat Sec 34-27-42
Additional legal is on page _____ of document. Exhibit A

Assessor's Property Tax Parcel/Account Number

27341.9019, et ux
Additional legal is on page _____ of document.

The Auditor/Recorder will rely on the information provided on the form. The staff will not read the document to verify the accuracy or completeness of the indexing information provided herein.

WASHINGTON STATE COUNTY AUDITOR/RECORDER'S
INDEXING FORM (Cover Sheet)



DECLARATION OF
COVENANTS, CONDITIONS, RESTRICTIONS
AND MUTUAL EASEMENTS
OF
COUNTRY HILLS

WITNESSETH:

WHEREAS, Declarant is the owner and developer of certain property in county of Spokane, State of Washington known as Country Hills, described in Exhibit "A" attached hereto and incorporated herein by this reference, hereinafter referred to as the "Property", and

WHEREAS, Declarant intends by this document to impose upon the Property mutually beneficial restrictions and to create the Country Hills Association which shall have certain administrative and maintenance responsibilities and authority concerning the Property.

NOW, THEREFORE, Declarant hereby declares that the Property shall be held, conveyed, mortgaged, encumbered, leased, rented, used, occupied, sold and improved, subject to the following declarations, limitations, covenants, conditions, restrictions, and easements, all of which are for the purpose of enhancing and protecting the value and attractiveness of the Property and promoting the welfare of the owners and residents of the Property. All of the limitations, covenants, conditions, restrictions, and easements contained herein shall constitute covenants which shall be perpetually binding upon Declarant and its successors-in-interest and assigns, and all parties having or acquiring any rights, title, or interest in or to any part of the Property.

ARTICLE 1

DEFINITIONS

Definitions.

1.1 "Commonly Maintained Property" - Commonly Maintained Property shall mean all property, whether real or personal and regardless of ownership, in which the Association bears full or partial responsibility for the costs of taxes, claims, managing, maintaining,

repairing, improving and/or insuring. Commonly Maintained Property includes but is not limited to Country Hills Lane, the entrance gate and landscaping on Country Hills Lane west of Dalton Road, and the path to the River Bluff Ranch Wilderness Area.

- 1.2 "Declarant" shall mean Riverbluff Land Company, LLC and Light Properties, Inc. as owners, and Naberhood 21, LLC as developer, and their respective successors-in-interest and assigns with respect to the Property, but shall not include members of the public purchasing Lots in the Project.
- 1.3 "Developer" shall mean Naberhood 21, LLC, its successors-in-interest and assigns with respect to the Project.
- 1.4 "Lot" shall mean any particular and separately designated parcel of land (1) upon which a Dwelling legally may be constructed and (2) which is subject to this Declaration. The term "Lot" shall not, however, include land reserved for future development.
- 1.5 "Owner" or "Owners" shall mean the person or persons entitle to possession of a Lot by virtue of deed, contract or operation of law, but not by virtue of lease or rental agreement.
- 1.6 "Project" shall mean the residential development and associated improvements known as Country Hills.
- 1.7 "Utility" shall mean sanitary sewer, water, electric, gas, television receiving, data transmission, telephone or other similar utilities.

ARTICLE 2

ANNEXATION

- 2.1 Annexation of Additional Parcels - Additional parcels may be annexed to the Property and become subject to this Declaration without the assent of the Association or its Members, on condition that:
 - 2.1.1 Any annexation pursuant to this Subparagraph shall be made prior to twenty (20) years from the date of recordation of this Declaration or of the Declaration of Annexation for any phase of the project.
 - 2.1.2 A Declaration of Annexation shall be recorded by Declarant (and by the Owner of the annexed parcel, if other than Declarant) covering the applicable portion of the property to be annexed. Said Declaration shall incorporate this Declaration by reference and may



contain such complimentary additions and modifications of the covenants and restrictions contained in this Declaration as may be necessary to reflect the different character, if any, of the added property, and as are not inconsistent with the scheme of this Declaration.

- 2.2 Satisfaction of County Requirement - Whenever Spokane County requires the acknowledgment of each Owner to effectuate the recording of an annexation, the Declarant, for each Lot owned within the Project, hereby covenants, and each Owner of any Lot by acceptance of a deed or contract therefor, whether or not it shall be so expressed in such deed or contract, is deemed to have agreed to such annexation. In the event that it becomes necessary to have a document executed to that effect, each Owner hereby appoints the Association its attorney in fact to execute and deliver said document.
- 2.3 Effect of Annexation - Upon annexation of a new phase, the recorded Declaration of Annexation shall be incorporated herein by reference and the annexed parcel shall become a part of the Property and subject to this Declaration without the necessity of amending individual sections hereof. The Owners of the Lots in a new phase will automatically become members of the Association, and shall be entitled to all applicable benefits and subject to all applicable responsibilities associated with the membership.

ARTICLE 3

ASSOCIATION, ADMINISTRATION, MEMBERSHIP
AND VOTING RIGHTS

- 3.1 Association to Manage Project - The primary function of the Association shall be the enforcement of the restrictions set forth in this Declaration and the maintenance of Commonly Maintained Property.
- 3.2 Membership - The Owner of a Lot shall automatically, upon becoming an Owner, be a Member of the Association, and shall remain a Member thereof until such time as ownership ceases for any reason. Membership in the Association shall not be transferred, pledged, or alienated in any way, except upon the transfer of ownership of the Lot to which it is appurtenant, and then only to the new Owner. Any attempt to make a prohibited transfer is void. In the event the Owner of any Lot should fail or refuse to transfer membership to the purchaser of that Lot, the Association shall have the right to record the transfer upon its books and thereupon the old membership outstanding in the name of the seller shall be null and void.
- 3.3 Classes of Membership - The Association shall have two (2) classes of membership established according to the following provisions:



Owner Membership - Owner Membership shall be that held by each Owner of a Lot other than Declarant, and each Owner Member shall be entitled to one (1) vote for each Lot owned. If a Lot is owned by more than one (1) person, each such person shall be a Member of the Association, but there shall be not more than one vote for each Lot.

Declarant Membership - Declarant Membership shall be that held by Declarant (or its successors-in-interest) who shall be entitled to three (3) votes for each Lot owned by Declarant.

- 3.4 Board of Directors - The affairs of the Association shall be managed by a Board of Directors. Said Board shall have the power to act on behalf of the Association in all matters not specifically requiring approval of the Association Membership. Board Directors shall be elected in accordance with provisions set forth in the Bylaws.
- 3.5 Bylaws – The Board shall establish Bylaws to further regulate the affairs of the Board and of the Association and its Members.
- 3.6 Architectural Control – The architectural and landscaping controls set forth in Exhibit C shall be administered by the Board.
- 3.7 Personal Liability. No member of the Board, or member of any committee of the Association, or any officer of the Association, or any of the Declarants, or the manager if any, shall be personally liable to any Owner, or to any other party, including the Association, for any damage, loss or prejudice suffered or claimed on the account of any act, omission, error or negligence of the Association, the Board, the manager if any, or any other representative or employee of the Association, any of the Declarants, or the Architecture Committee, or any other committee, or any officer of the Association, provided that such person, upon the basis of such information as may be possessed by such person, has acted in good faith without willful or intentional misconduct, and provided that such person has so acted, the Association shall indemnify and hold harmless said person from any damage, loss or prejudice aforesaid.

ARTICLE 4

MAINTENANCE AND ASSESSMENTS

- 4.1 Creation of the Lien and Personal Obligation of Assessments - The Declarant, for each Lot owned within the Project, hereby covenants, and each Owner of any Lot by acceptance of a deed or contract therefor, whether or not it shall be so expressed in such deed or contract, is



deemed to covenant and agree to pay to the Association for Common Expenses: (1) regular assessments or charges, and (2) special assessments for capital improvements and unexpected expenses, such assessments to be established and collected as provided herein and in the Bylaws. The regular and special assessments, together with interest, costs, and actual attorney's fees, shall be a charge and a continuing lien upon the Lot against which each assessment is made, the lien to become effective upon levy of the assessment. Each such assessment, together with interest, costs, and actual attorney's fees, shall also be the personal obligation of the person who was the Owner of such Lot as the time when the assessment fell due. No Owner of a Lot may be exempted from liability for the contribution toward the Common Expenses by waiver of the use or enjoyment of any part of the Project or by the abandonment of the Lot.

- 4.2 Purpose of Assessments - The assessments levied by the Association shall be used to pay for common expenses to promote the health, safety and welfare of all the Members of the Association and to preserve or enhance the value of the Lots and Commonly Maintained Property, and shall include (as part of the regular periodic assessments) an adequate reserve for maintenance, repairs and replacement of those areas and facilities owned or managed by the Association, and which must be replaced on a periodic basis. Specifically, and without limiting the generality of the foregoing, the assessments shall be used to cover expenses of providing for the insurance for the Association, and of providing for the maintenance of Commonly Maintained Property.
- 4.3 Regular Assessments - The Board shall establish in the Bylaws regular assessments to be paid by Owners and Members.
- 4.4 Special Assessments - In addition to the regular assessments authorized above, the Board may levy, in any fiscal year beginning or after January 1, 2003, a special assessment for Common Expenses applicable to that year only for the purpose of defraying, in whole or in part, the cost of any construction, reconstruction, repair or replacement of a capital improvement within the Project, including fixtures and personal property related thereto, or to defray any unanticipated or underestimated regular assessment. Special assessments may also be levied against an individual Lot and its Owner to reimburse the Association for:
- costs to repair damage to Commonly Maintained Property caused by the Owner, the Owner's family, or the Owner's guests; and
 - costs incurred in bringing the Owner and/or Lot into compliance with the provisions of this Declaration and the Bylaws including attorney's fees and costs.
- 4.5 Transfer of Lot by Sale or Foreclosure - Sale or transfer of any Lot shall not affect the assessment lien. However, the sale or transfer of any Lot pursuant to mortgage foreclosure shall extinguish the liability for and lien of such assessments as to payments which become due prior to such sale or transfer (except for assessment liens recorded prior to the



mortgage). Such unpaid assessments shall continue to be the personal obligation of the owner of the Lot at the time the assessment came due. Any such unpaid assessments determined by the Board to be uncollectible shall be deemed to be Common Expenses collectible from all of the Lots including Lots sold or transferred pursuant to a mortgage foreclosure. In a voluntary conveyance of a Lot the grantee of the same shall be jointly and severally liable with the grantor for all unpaid assessments by the Association against the latter up to the time of the grant or conveyance.

4.6 Enforcement of Assessment Obligations: Priorities, Discipline - If any part of any assessment is not paid and received by the Association or its designated agent within ten (10) days after the due date, the Board may establish rules for late charges. Each assessment shall constitute a lien on each respective Lot prior and superior to all other liens except (1) all taxes, bonds, assessments and other levies which, by law, would be superior thereto, and (2) the lien or charge of any mortgage or deed or trust of record made in good faith and for value. Such lien, when delinquent, may be enforced by sale by the Association, its attorneys or other person authorized by this Declaration or by law to make the sale, after failure of the Owner to pay such assessment, in accordance with the provisions of Washington law applicable to the exercise of powers of sale by judicial foreclosure as a mortgage, or in any other manner permitted by law. The Association, acting on behalf of the Lot Owners, shall have the power to bid for the Lot at the foreclosure sale, and to acquire and hold, lease, mortgage and convey the same. Suit to recover a money judgment for unpaid common expenses, rent and attorney's fees shall be maintainable without foreclosing or waiving the lien securing the same. The Board may impose reasonable monetary penalties including actual attorneys' fees and costs and may temporarily suspend the Association membership rights of a Lot Owner who is in default in payment of any assessment, after notice and hearing and such other procedures as may be established in the Bylaws.

ARTICLE 5

DUTIES AND POWERS OF THE ASSOCIATION

5.1 Duties and Powers - In addition to the duties and powers enumerated in the Bylaws or elsewhere provided for herein, and without limiting the generality thereof, the Association, through its Board of Directors, shall:

5.1.1 Enforce the provisions of this Declaration and rules established by the Board, by appropriate means, including without limitation, the expenditures of funds of the Association, the employment of legal counsel, and the commencement of actions.



- 5.1.2 Have the authority to employ a manager or other persons and to contract with independent contractors or managing agents to perform all or any part of the duties and responsibilities of the Association.
- 5.1.3 Adopt reasonable rules, not inconsistent with this Declaration or the Bylaws, relating to the use of particular areas within the Project, and the conduct of Owners and their tenants and guests with respect to the Property and other Owners.

ARTICLE 6

EASEMENTS

The following easements are hereby reserved by Declarant and its successors-in-interest and assigns, including the Association, together with the right to non-exclusively grant and transfer the same:

- 6.1 Country Hills Lane and other private lanes - An easement for ingress and egress and utilities over, under, along and across 60 foot right of ways as described in easements and record of surveys identified in Exhibit "C", along with a ten foot strip along both sides of said right of way to the extent that said ten foot strip is located within the Property. Declarant reserves the right to change the location of any portion of the right of way contained within property still owned by Declarant at the time of said change.
- 6.2 Easements for Utilities and Maintenance - Easements over and under the Property for the installation, repair and maintenance of utilities, such as may be hereafter reasonably required to service the Property or adjoining properties, provided, however, that no such reservation or grant of an easement shall unreasonably interfere with the use or occupation of any Lot by its Owners, or the construction of a Dwelling on any Lot.
- 6.3 Underground Utilities - In the interest of public health and safety and in the interest of avoiding the presence of unsightly poles and structures, utilities to be installed within the Project shall be placed underground except when impractical to do so, as determined by the Association, and all utilities to be installed underground shall be buried in accordance with good standard practices presently in use for the burying of such utilities and as approved by the Board.
- 6.4 Easements for Stormwater Management - Drainage Easements and Easements for the installation, repair and maintenance of stormwater management facilities over, under, across



and along those portions of any Lot constituting a Natural Drainage Channel as may be so designated in deeds or in professionally engineered stormwater plans, or as may be required by Spokane County Engineering, along with a strip of land 20 feet in width on either side of said Natural Drainage Channels, and a strip of land 20 feet in width on either side of all private lanes; provided however, that no such reservation or grant of an easement shall unreasonably interfere with the use or occupation of any Lot by its Owners.

6.5 Easements for Recreational Paths – over and along the westerly 30 feet of that certain Parcel “E” of Record of Survey Recorded under Auditor’s File Number 4664920.

ARTICLE 7

USE RESTRICTIONS

- 7.1 Lots to be Kept in Good Repair: Creation of Lien - Each Lot and all improvements thereon shall be kept in good order and repair by its Owner.
- 7.2 Restriction Against Subdividing - No Lot shall be further split, divided, or subdivided for sale, resale, or gift for the purpose of creating another building site, except by Declarant or with the express written consent of Riverbluff Land Company, LLC.
- 7.3 Quiet Enjoyment, Nuisance, Pollution, Safety - No noxious or offensive activity shall be carried on upon any Lot or within the Project, nor shall anything be done thereon which may become an annoyance or nuisance to the neighborhood, cause pollution, cause harm to wildlife, damage Commonly Maintained Property or endanger others. The Board shall establish such rules as it deems desirable and necessary to accomplish these ends.
- 7.4 Maintenance – Each Lot shall be well maintained.
- 7.5 Animals - No animals shall be allowed for commercial purposes. The only large animals or other livestock allowed shall be horses, llamas and alpacas, and then only when kept in such a manner as to not cause unreasonable offense to neighbors or excessive erosion. No more than two (2) large animals per ten acres shall be allowed, and then only in the portions of the lot designated by the Board. In the case of lots smaller than ten acres, large animals shall only be allowed on those lots designated by the Board.
- 7.6 Vehicles and Equipment - No equipment or vehicle shall be parked or stored highly visible from Country Hills Lane, except for temporary purposes extending for reasonable periods of time.



- 7.7 Drainage – There shall be no material interference with established drainage patterns over any portion of a Lot unless adequate alternative provision is made for proper drainage that is first approved in writing by the Board.

ARTICLE 8

ARCHITECTURE, LANDSCAPE AND TECHNOLOGY CONTROLS

- 8.1 Architecture and Landscape Standards. The Architecture and Landscape Standards are set out in Exhibit "C" and incorporated herein by reference. The Board shall administer said standards.
- 8.2 Approval. No structure shall be erected, placed or altered on any Lot, no grading or excavation and no tree removal (except for emergency situations constituting a hazard to persons or property) or landscape construction shall take place on any Lot until appropriate plans have been submitted to the Board for approval. Whenever a decision is required by the Board, the Owner may consider to have received approval if a decision is not given within 30 days or such shorter time as provided for in the Bylaws.
- 8.3 Explanation of disapproval, effort to find alternatives. In any case where the Board shall disapprove any plans and specifications submitted hereunder, or shall approve the same only as modified or upon specified conditions, such disapproval or qualified approval shall be accompanied by a statement of the grounds upon which such action was based. In any such case the Board shall, if requested, make reasonable efforts to assist and advise the applicant in order that an acceptable alternative proposal can be prepared and submitted for approval.
- 8.4 Unapproved Construction: Remedies. If any structure shall be altered, erected, placed, or maintained upon any Lot, or any new use commenced on any Lot, otherwise than in accordance with plans and specifications approved by the Board pursuant to the provisions of this Article 8, such alteration, erection, maintenance or use shall be deemed to have been undertaken in violation of this Article 8 and without approval required herein, and upon written notice from the Board, any such structure so altered, erected, placed or maintained upon any Lot in violation thereof shall be removed or re-altered, and any such use shall be terminated, so as to extinguish such violation. If fifteen (15) days after the notice of such a violation, or such longer time the Board determines to be reasonable, the Owner of the Lot upon which said violation exists shall not have taken reasonable steps toward the removal



or termination of the same, the Association shall have the right, through its agents and employees, to enter upon such Lot and to take such steps as may be necessary to extinguish such violation, and the cost thereof shall be a binding, personal obligation of such Owner as well as a lien (enforceable in the same manner as a mortgage) upon the Lot in question. This lien shall not be valid as against a bona fide purchaser of the Lot, for value without notice, unless a suit to enforce said lien shall have been filed in a court of record in Spokane County prior to the deed conveying the Lot in question to such purchaser.

- 8.5 Non-liability of Board Directors. Neither the Board Directors, nor authorized representatives or agents shall be liable personally to any Owner for any loss, damage or injury arising out of or in any way connected with the performance of their duties hereunder.
- 8.6 Government Compliance. Owners shall not undertake any construction activity on a Lot without obtaining all required government permits.
- 8.7 Construction Completion Requirements. Any Dwelling or other structure erected or placed on any Lot shall be completed as to external appearances, including finished painting and front yard landscaping pursuant to approved plans and specifications, all within fifteen (15) months from the date of commencement of construction.

ARTICLE 9
GENERAL PROVISIONS

- 9.1 Enforcement, Non-Waiver. The Association, or an Owner, shall have the right to enforce, by any proceeding at law or in equity, all restrictions, conditions, covenants, reservations, liens and charges now or hereafter imposed by the provisions of this Declaration, against any person or persons violating or attempting to violate any covenant, either to restrain violation or to recover damages. Failure by the Association or by any Owner to enforce any covenant or restriction herein contained shall in no event be deemed a waiver of the right to do so thereafter.
- 9.2 Violations. In any matters not covered by Article 8.6 herein, if any Owner or Member fails to perform the duties or violates the regulations imposed herein or in the Bylaws, or permits a violation thereby by his or her family, invitees or licensees, and, upon notice by the Board, fails to cure such violation within such period of time as the Board may reasonably impose, the Board may correct the offending condition and assess the cost of such correction against such Owner, and, if necessary, lien the appropriate Lot(s) for the amount thereof. Each sum assessment, together with interest, costs and penalties and actual attorney fees, shall also be

the personal obligation of the person who was the Owner of such Lot at the time when the assessment fell due.

- 9.3 Severability. Invalidation of any one of these covenants or restrictions by judgment or court order shall in no way effect any other provisions which shall remain in full force and effect.
- 9.4 Amendment of Declaration. The covenants and restrictions of this Declaration shall run with and bind the land, for a term of twenty (20) years from the date this Declaration is recorded, after which time they shall be automatically extended for successive periods of ten (10) years unless terminated. This Declaration may be amended, terminated or waived by an instrument signed by Owners, including Declarant, holding at least sixty-seven percent (67%) of the combined voting power of the Owner Member and Declarant Member classes. No such amendment, termination, or waiver shall be effective until the proper instrument in writing shall be executed and recorded in the office of the Auditor for the County of Spokane, State of Washington.
- 9.5 Home Owners Insurance. All buildings must be covered by adequate insurance to fully rebuild in case of fire or other disaster and the Owner must agree immediately to rebuild, repair or remove to avoid an unpleasant and unsightly situation for the other Owners.
- 9.6 Conveyance. Each Owner accepting a deed, lease, or other instrument conveying any interest in any Lot, whether or not the same incorporates or refers to these restrictions, agrees for themselves, their heirs, successors and assigns to observe, perform and be bound by these restrictions and to incorporate the same by reference into any deed or other conveyance of all or any portion of his interest in any real property subject hereto.
- 9.7 Calendar Year. The year for record keeping and other business and related transactions of the Association shall be a calendar year.
- 9.8 Limitation of Restrictions on Declarant, Covenant Not to Oppose. Declarant, including Developer, is performing certain work in connection with the Project, including subdivision of the Property and construction of community improvement thereon. Declarant is also involved in other properties adjoining and in the vicinity of the Project, including future phases of the Project. Some of these properties are being developed separately from Country Hills, including without limitation River Bluff Ranch and River Bluff Estates. Some of the Property, and these other properties, may be developed pursuant to subdivision, clustering, resort, equestrian or other ordinances now or hereafter adopted by Spokane County. These properties, including the Project, are interdependent for certain anticipated wildlife corridors, drainage ways, trail access, public park access, fire apparatus roads and other amenities. The integration of master planning by Declarant for properties in and

around and in the Project, along with completion of the work related thereto, and sale of Lots is essential to the establishment and welfare of the Project. In order for this master planning to be performed as cohesively and efficiently as possible, Owners hereby covenant to not oppose applications submitted by Declarant for land use approvals and/or permits for properties within or near the Project, including the Property. Owners furthermore hereby covenant not to appeal land-use approvals and/or permits issued to Declarant by any governmental agency. These covenants shall run with the land and may be printed on deeds. Furthermore, in order that work may be completed and said Project be established as a fully occupied residential community as rapidly as possible, nothing in this Declaration shall be understood or construed to:

- 9.8.1 Prevent Declarant, or its contractors, from doing in the Project or any Lot, whatever is reasonably necessary or advisable for the completion of the work; or
 - 9.8.2 Prevent Declarant or its representatives from erecting, constructing and maintaining on any part or parts of the Project, such structures as may be reasonable and necessary for the conduct of its business of completing said work and establishing said Project as a residential community and disposing of the same in parcels by sale lease or otherwise; or
 - 9.8.3 Prevent Declarant from maintaining such sign or signs in the Project as may be necessary for the sale, lease or disposition thereof.
- 9.9 DISCLAIMER BY COUNTY. WARNING: Spokane County has no responsibility to build, improve, or maintain or otherwise service the private roads or private driveways including associated drainage facilities, contained within or providing service to the property described in this Development. By accepting this development or subsequently allowing a building permit to be issued for property on a private road, or private driveway, Spokane County assumes no obligation for said private road or private driveway and the owners hereby acknowledge that the County has no obligation of any kind or nature whatsoever to establish, examine, survey, construct, alter, repair, improve, maintain, or provide drainage or snow removal on a private road or private driveway or associated drainage facilities. This requirement is and shall run with the land and shall be binding upon the owner(s), their heirs, successors or assigns including the obligation to participate in the maintenance of the private road or private driveway as provided herein.



SIGNED THIS 25th DAY OF July 2003
DECLARANT:

Riverbluff Land Company, LLC

Light Properties, Inc.

By: [Signature]
Christopher L. Heftel, president

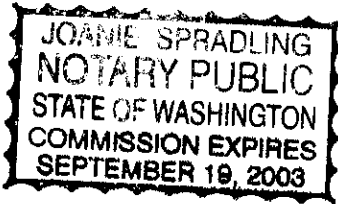
By: [Signature]
Christopher L. Heftel, vice-president

STATE OF WASHINGTON)
)
County of Spokane) : ss.

I certify that I know or have satisfactory evidence that Christopher L. Heftel signed this instrument and on oath stated that he was authorized as president of Riverbluff Land Company, LLC, to execute the instrument and acknowledged it as his free and voluntary act for the uses and purposes mentioned in the instrument.

Dated: 7-25-03

[Signature]
Notary Public in and for the State of Washington
Residing at: Nine Mile Falls



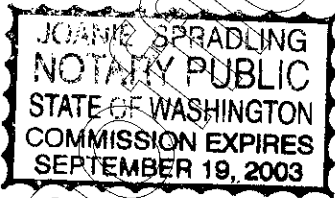
My commission expires: 9-19-03

STATE OF WASHINGTON)
)
County of Spokane) : ss.

I certify that I know or have satisfactory evidence that Christopher L. Heftel signed this instrument and on oath stated that he was authorized as vice-president of Light Properties, Inc. to execute the instrument and acknowledged it as their free and voluntary act for the uses and purposes mentioned in the instrument.

Dated: 7-25-03

[Signature]
Notary Public in and for the State of Washington
Residing at: Nine Mile Falls



My commission expires: 9-19-03

EXHIBITS



4934845
Page: 15 of 20
07/29/2003 02:52P
Spokane Co, WA

To The Declaration of Covenants, Conditions, Restrictions and Mutual Easements of
Country Hills

- A. Legal Description of the Property
- B. Easements
- C. Architecture and Landscaping Standards

Unofficial Document



EXHIBIT A

To The Declaration of Covenants, Conditions, Restrictions and Mutual Easements of
Country Hills

LEGAL DESCRIPTION OF THE PROPERTY

The Northeast Quarter of Section 34; 27341.9019, 9020, 9021, 9022, 9023, 9024, 9025, 9026,
9029, 9030, 9031, 9032
TOGETHER WITH that portion of Section 27 within the boundaries of that certain Record of
Survey recorded under Auditor's Recording Number 4664920; and

TOGETHER WITH Tract 1, Tract 2 and Tract 3 as shown on that certain Record of Survey
recorded under Auditor's Recording Number 9508290046; 27271.9015, 27271.9026,
27275.9017

ALL IN Township 27 North, Range 42 East, W.M., Spokane County, Washington.

Unofficial Document



EXHIBIT B

To The Declaration of Covenants, Conditions, Restrictions and Mutual Easements of
Country Hills

PREVIOUSLY RECORDED EASEMENTS

That certain easement recorded under Auditor's Recording No. 9111270397 and clarified under Auditor's Recording No. 9404150456; and

That certain easement under Auditor's Recording No. 9603040316 and amended under Auditor's Recording No. 9603050417; and

That certain easement as shown on that certain Record of Survey recorded under Auditor's Recording Number 9508290046.

Unofficial Document



EXHIBIT C
To The Declaration of Covenants, Conditions, Restrictions and Mutual Easements of
Country Hills

ARCHITECTURE & LANDSCAPING STANDARDS

Overall Criteria. Generally the Architecture Committee should attempt to ensure a high quality of workmanship and materials, and harmony of external design and location in relation to surrounding structures and topography

Dwelling and Garage Size. The main ground floor area, or building footprint of the Residential Dwelling on any Lot, exclusive of day-light basements and one-story open porches but including attached garages shall be not less than 2,400 square feet for a one-story dwelling, nor less than 2,000 square feet for a two-story dwelling. All Dwellings must include finished living space above ground of at least 1,600 square feet.

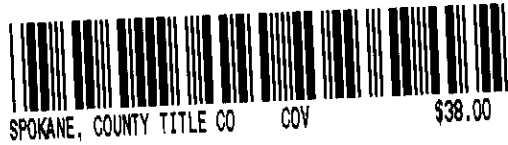
Building Materials: Roof Construction. Roofs shall have at least Class B noncombustible roof covering. For roof coverings where the profile allows a space between the roof covering and roof decking, the space at the eave ends shall be fire stopped to preclude entry of flames or embers. Wood shakes are specifically prohibited.

Set Backs. Setbacks for Dwelling and Outbuildings shall be established by the Board for each Lot. In any event, no Dwelling or Outbuilding on any Lot shall be located nearer than 75 feet to the front lot lines, or nearer than 25 feet to the side or rear lot lines.

Landscaping – General. Lots shall be maintained in a reasonable state of repair, cleanliness and neatness and free of hazards. Noxious weeds shall be kept under control. Sound forestry management practices shall be observed.

Landscaping – Defensible Space for Fire Protection. This is composed of two zones. The width of zones varies by slope percentage. As fire is a natural part of the environment in this development, addressing the potential hazards and creating a defensible space around each home is essential. The guidelines below for creating and maintaining two zones of defensible space shall be followed. Adjustments for unique features of individual lots may be made with the prior approval of the Architecture Committee.

Slope %	Zone 1	Zone 2	
		Hot zone	Cold zone
20 or less	30	150	50
>20	50	250	100



Zone 1: This is a 30 or 50 foot radius around your home which needs to be “Lean & Clean”. It is a non-flammable zone. Lean – minimal dead woody vegetation. Clean – free of pine needles, fire wood and other flammable litter.

Fire resistant plants are recommended, deciduous trees are recommended. Ponderosa pine are allowed in small clusters as long as the branches are 10 feet from the structure and other pine trees. Dead wood and litter shall be regularly removed from around the trees.

Zone 2: “Trim and Prune” This zone extends from zone 1, the additional distance as shown in above table. The “trim” is aimed at pre-commercial thinning, spacing the trees to at least 5 feet between live crowns. The “prune” is to eliminate ladder fuels allowing the fire to climb into the crowns. Pruning height is 8 to 10 feet. Debris is removed or reduced by either chipping, or burning. Depending on time of year, larger material may need to be treated to minimize risk of IPS beetle infestation.

Annual maintenance and especially after wind storms to remove flammable debris is necessary. Periodic maintenance, after a good Ponderosa Pine seed year is needed to remove small seedlings.

Street Lights, Driveway Entrance. Upon construction of a Dwelling on a Lot, the Owner shall construct and maintain at their own expense a lit driveway entrance architecturally compatible with the external appearance of the surroundings. The lights in said driveway entrance shall be non-glare and kept lit from dusk until dawn.

Private Drives. For any Lot accessed by a paved Lane, at least the first 50 feet of private drive shall be paved at Owner's expense with black asphalt, brick, pavers or exposed aggregate cement within 12 months of completion of a Dwelling.

External Lights. All external lighting shall not be glare, including mercury vapor lights.

Fences and Hedges: Height and Style. Fences visible from Lanes should be highly attractive in appearance. Generally fences and hedges in excess of 6 feet in height or located closer to the front of the Lot than the Dwelling should not be allowed. All fencing should be of high quality and well maintained. Chain link and similar fences should be discouraged and only located in areas not highly visible from Lanes.

Mailboxes, address signage. The design and placement of mailboxes and newspaper receptacles, if any, and street address labeling, shall be a part of and in aesthetic harmony with the lit Lot



entrance, the external appearance of the Dwelling, and the landscaping surrounding the Lot entrance.

Sight Distance at Intersections. No fence, wall, hedge or shrub planting which obstructs sight lines at elevations between 2 and 6 feet above the roadways shall be placed or permitted to remain on any corner Lot within the triangular area formed by the road edge lines and a line connecting them at points 40 feet from the intersection of a road edge line extended. The same sight-line limitations shall apply on any Lot within 10 feet from the intersection of a road edge line with the edge of a driveway or alley. No tree shall be permitted to remain within such distances of such intersections unless the foliage line is maintained at sufficient height to prevent obstruction of such sight lines.

Antennas. No radio or television antenna shall be permitted to extend more than 10 feet above the roof line of any structure on any Lot without the written approval of the Board.

Temporary Structures. No structure of a temporary character, trailer, basement, tent, shack, garage, barn or other outbuilding shall be used on any Lot at any time as a residence either temporarily or permanently except, with the prior approval of the Architecture Committee, for up to twelve months during active construction of a Dwelling.

Style and Location of Outbuildings. Outbuildings shall be made of an outward architectural style appropriate in relationship to the style and location of the Dwelling on the Lot.

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