THIS INSTRUMENT PREPARED BY:
PETER WEISS, ATTORNEY AT LAW
Brentwood Executive Center
761 Old Hickory Blvd, Suite 102
Brentwood, TN 37027

Davidson County REST
Recvd: 09/30/03 15:11 30pgs
Fees:152.00 Taxes:0.00
20030930-0144301

DECLARATION OF
COVENANTS, CONDITIONS AND RESTRICTIONS
FOR
PATINA SUBDIVISION,
A PLANNED UNIT DEVELOPMENT

THIS Declaration of Covenants, Conditions and Restrictions for Patina Subdivision, a Planned Unit Development, is made and entered into by Shamrock Holdings, Inc., a Tennessee Corporation, hereinafter referred to as the "Declarant".

W I T N E S S E T H :

WHEREAS, the Declarant is the record owner and holder of the legal title in and to certain property situated in Davidson County, Tennessee, and more particularly described on Exhibit "A" attached (hereinafter referred to as the "Property"); and,

Whereas, the Declarant desires that the Property be eligible for a broad range of permanent financing under the provisions of the Federal Housing Administration, Veteran's Administration, Federal National Mortgage Association, and the Federal Home Loan Mortgage Corporation ("Permanent Financing").

NOW, THEREFORE, Declarant hereby declares that the Property, as more fully described on Exhibit "A" attached hereto, shall be held, sold and conveyed subject to the following covenants, conditions and restrictions, which are established for the purpose of protecting the value and desirability of, and which shall run with the title to the Property and shall be binding on all parties having any right, title or interest in the described properties or any part therein, their heirs, successors and assigns, and shall inure to the benefit of each owner thereof and further declares as follows:

ARTICLE I
DEFINITIONS

Section 1. "Association" shall mean and refer to Patina Homeowner's Association, Inc., a Tennessee not-for-profit corporation.

Section 2. "Owner" (also referred to herein as "lot owner") shall mean and refer to the

record owner, whether one or more persons or entities, of a fee simple title to any lot which is a part of the properties, including contract sellers, but excluding those having such interest merely as security for the performance of an obligation.

Section 3. "Property" or shall mean and refer to that certain real property herein described, and such additions thereto as may hereafter be brought within the jurisdiction of the Association.

Section 4. "Common Area" shall mean all real property (including the improvements and amenities thereto) owned by the Association for the common use and enjoyment of the owners. The common area to be owned by the Association at the time of the conveyance of the first lot shall include all areas shown and designated on the plan as "common area" or "open space", including open spaces and improvements necessary for the overall integrity of the properties.

Each owner shall have an easement in common with the owners of all other lots to use all of the common elements located in and serving his or other lots.

Section 5. "Lot" shall mean and refer to any plot of land shown upon any recorded subdivision map of the properties, with the exception of the common area.

Section 6. "Declarant" shall mean and refer to Shamrock Holdings, Inc., a Tennessee Corporation.

Section 7. "Eligible Mortgage Holders" shall mean those holders of a first mortgage on a lot who have requested the Association to notify them on any proposed action that requires the consent of a specified percentage of mortgage holders.

Section 8. "By-Laws" shall mean the By-Laws of Patina Homeowner's Association, Inc., a Tennessee not-for-profit corporation, attached hereto as Exhibit "B" and made a part hereof. All provisions contained in the body of this Declaration of Covenants, Conditions and Restrictions of Patina Subdivision, a Planned Unit Development, dealing with the administration and maintenance of the properties shall be deemed to be part of the By-Laws.

ARTICLE II

PROPERTY RIGHTS

Section 1. Owners' Easements of Enjoyment. Every owner shall have a right and easement of enjoyment in and to the common area which shall be appurtenant to and shall pass with the title to every lot, subject to the following provisions:

(a) The right of the Association to charge reasonable admission and other fees for the use of any recreational facility situated upon the common area;

(b) The right of the Association to suspend the voting rights and right to use of the recreational facilities by an owner for any period during which any assessment against his lot remains unpaid; and for a period not to exceed sixty (60) days for any infraction of its published rules and regulations;

(c) The right of the Association to dedicate or transfer all or any part of the common area to any public agency, authority, or utility for such purposes and subject to such conditions as

may be agreed to by the members.

Section 2. Delegation of Use. Any owner may delegate, in accordance with the By-Laws, his right of enjoyment to the common area and facilities to the members of his family, his tenants, or contract purchasers who reside on the property.

Section 3. Encroachments. If any portions of the common area shall actually encroach upon any lot, or if any lot shall actually encroach upon any portions of the common area, as the common areas and lots are shown on the Plat(s), there shall be deemed to be mutual easements in favor of the owners of the common areas and the respective lot owners involved, to the extent of such encroachments, so long as the same shall exist.

ARTICLE III

MEMBERSHIP AND VOTING RIGHTS

Section 1. Every owner of a lot which is subject to assessment shall be a member of the Association. Membership shall be appurtenant to and may not be separated from ownership of any lot which is subject to assessment.

Section 2. The Association shall have two classes of voting membership:

Class "A". Class "A" members shall be all owners, with the exception of the Declarant, and shall be entitled to one vote for each lot owned. When more than one person holds an interest in any lot, all such persons shall be members. The vote for such lot shall be exercised as they determine, but in no event shall more than one vote be cast with respect to any lot.

Class "B". The Class "B" member(s) shall be the Declarant and shall be entitled to three (3) votes for each lot owned. The Class "B" membership shall cease and be converted to Class "A" membership on the happening of either of the following events, whichever occurs earlier:

(a) When the total votes outstanding in the Class "A" membership exceed the total votes outstanding in the Class "B" membership, or

(b) Within five (5) years from the conveyance of the first lot to an owner.

ARTICLE IV

COVENANT FOR MAINTENANCE ASSESSMENTS

Section 1. Creation of the Lien and Personal Obligation of Assessments. The Declarant, for each lot developed and owned within the properties, hereby covenants, and each owner of any lot by acceptance of a deed therefor, whether or not it shall be so expressed in such deed, is deemed to covenant and agree to pay to the Association: 1) annual assessments or charges, and 2) special assessments for capital improvements, such assessments to be established and collected as hereinafter provided. The annual and special assessments, together with interest, costs, and reasonable attorney's fee, shall be a charge on the land and shall be a continuing lien upon the property against which each such assessment is made. Each such assessment, together

with interest, costs, and reasonable attorney's fees, shall also be the personal obligation of the person who was the owner of such property at the time when the assessment fell due. The personal obligation for delinquent assessments shall not pass to its successors in title unless expressly assumed by them.

Section 2. Purpose of Assessments. The assessments levied by the Association shall be used exclusively to promote the health, safety and welfare of the residents in the properties, for the improvements, insurance and maintenance of amenities and the common areas, and to maintain an adequate reserve fund to provide for necessary repair and/or replacement of improvements to the common areas.

Section 3. Maximum Annual Assessment. For the year immediately following the conveyance of the first lot to an owner, the maximum annual assessment shall be Nine Hundred and NO/100 ($900.00) Dollars per lot.

(a) From and after the year immediately following the conveyance of the first lot to an owner, the maximum annual assessment may be increased each year not more than Five (5%) percent above the maximum assessment for the previous year without a vote of the membership.

(b) From and after the year immediate following the conveyance of the first lot to an owner, the maximum annual assessment may be increased above Five (5%) percent by a vote of two-thirds (2/3) of the total allocated votes in the Association (and if applicable, the assent of Fifty-One (51%) percent of eligible mortgage holders as established by the Association By-Laws) who are voting in person or by proxy, at a meeting duly called for this purpose.

(c) The Board of Directors may fix the annual assessment at an amount not in excess of the maximum.

Section 4. Special Assessments for Capital Improvements. In addition to the annual assessments authorized above, the Association may levy, in any assessment year, a special assessment 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 upon the common area, including fixtures and personal property related thereto, provided that any such assessment shall have the assent of two-thirds (2/3) of the total allocated votes in the Association (and if applicable, the assent of Fifty-One (51%) percent of eligible mortgage holders as established by the Association By-Laws) who are voting in person or by proxy, at a meeting duly called for this purpose.

Section 5. Notice and Quorum for Any Action Authorized Under Sections 3 and 4. Written notice of any meeting called for the purpose of taking any action authorized under Sections 3 or 4 shall be sent to all members (and eligible mortgage holders, if applicable) not less than thirty (30) days nor more than sixty (60) days in advance of the meeting.

Section 6. Uniform Rate of Assessment. Both annual and special assessments must be fixed at a uniform rate for all lots and will be collected on a monthly or a yearly basis in advance, at the option of the Board (or at any other reasonable basis as may from time to time be established by the Association).

Section 7. Date of Commencement of Annual Assessments: Due dates. The annual assessments provided for herein shall commence as to each lot on the day of the month of the conveyance to the lot owner(s). The first annual assessment shall be adjusted according to the number of months remaining in the calendar year. The Board of Directors shall fix the amount of the annual assessment against each lot at least thirty (30) days in advance of each annual assessment period. Written notice of the annual assessment shall be sent to every owner subject thereto. The due dates shall be established by the Board of Directors. The Association shall, upon demand, and for a reasonable charge, furnish a certificate signed by an officer of the association setting forth whether the assessments on a specified lot have been paid. A properly executed certificate of the Association as to the status of assessments on a lot is binding upon the Association as of the date of its issuance.

A. Working Capital Fund. In order to insure that the Association will have funds to meet initial or unforeseen expenditures; purchase additional equipment and/or secure services, the Declarant shall establish a working capital fund equal to at least two-twelfths (2/12) of the initial annual assessment for common expenses for each lot. Each lot's share of the working capital fund shall be collected at the time the sale of the lot to the Lot Owner(s) is closed. The Declarant may not use any of the working capital fund to defray its expenses, reserve contributions, construction costs or to make up budget deficits. The working capital fund shall not be considered as advance payment of regular assessments and shall be maintained by the Association in a segregated fund. When unsold lots are sold to the Lot Owner(s), the Declarant may use working capital funds collected at closing to reimburse itself for funds it paid to the Association for each unsold lot's share of the working capital fund.

B. Mortgage and Deed of Trust Protection. The lien for assessments payable by a lot owner shall be subordinate to the lien of a recorded first Mortgage or Deed of Trust on the interest of such lot owner, except for the amount of the proportionate share of common expenses which become due and payable from and after the date on which the mortgagee or beneficiary thereunder either takes possession of the lot encumbered thereby, accepts a conveyance of any interest therein (other than as security) or forecloses its Mortgage or Deed of Trust. Sale or transfer of any lot shall not affect the assessment lien. This subparagraph shall not be amended, changed, modified, or rescinded without the prior written consent of all mortgagees and beneficiaries of record.

Section 8. Effect of Delinquent and/or Nonpayment of Assessments: Remedies of the Association. Any assessment paid more than fifteen (15) days after the due date shall be subject to and include a "late charge", as determined by the Association, to cover the extra expense involved in handling delinquent payments. In addition to the late charge hereinabove recited, any assessment not paid within thirty (30) days after the due date shall bear interest at the highest permissible rate of interest per annum allowed under the laws of the State of Tennessee. Any and all delinquent assessments shall constitute a continuing lien against the lot and improvements thereon. The Association may bring an action at law or equity against the owner(s) personally

obligated to pay the assessments and/or foreclose the lien against the property. Should enforcement be necessary, the owner(s) shall be obligated to pay costs and attorney's fees associated therewith. No owner(s) may waive or otherwise escape liability for the assessments provided for herein by non-use of the common area or abandonment of the lot.

No sale or transfer shall relieve such lot from liability for any assessments thereafter becoming due or from the lien thereof.

ARTICLE V

ARCHITECTURAL CONTROL

Section 1. Improvements. No building, fence, wall or other structure(s) shall be commenced, erected or maintained upon the properties, nor shall any exterior addition or improvements to or change or alteration (including painting or re-painting) therein be made until the plans and specifications showing the nature, kind, shape, height, materials, color, and location of the same shall have been submitted to and approved in writing as to harmony of external design and location in relation to surrounding structures and topography by the Board of Directors of the Association, or by an architectural committee composed of three (3) or more representatives appointed by the Board. All matters submitted to the Board of Directors or the Architectural Review Committee shall be decided and announced in writing within thirty (30) days after submission by the owners or builders. (This Article shall not be intended to apply to improvements and/or construction made by Declarant under its development plan for the properties.) Any and all improvements must also conform to any and all historical architecture guidelines, as may be established from time to time, by any governmental agency.

Section 2. Vehicle Storage. Recreation vehicles, boats and recreational trailers must be parked on paved surfaces located on the lot and may not be visible from the street. No tractor trucks, tractor trailers, construction equipment or commercial vehicles (over three-quarter ton capacity) may be parked on any street, road and/or lot; however, this provision shall not apply to Declarant during development of the properties.

Section 3. Architectural Review Committee Membership. The Architectural Review Committee shall be composed of no less than three (3) or more representatives appointed by the Board. All matters submitted to the Architectural Review Committee shall be decided and announced in writing within thirty (30) days after submission to the owners or builders.

A. Tenure. The Architectural Review Committee shall serve for seven (7) years from the date of the filing of this Declaration or upon the sale of all of the lots in the subdivision by the Declarant, whichever shall occur first. At any time after the expiration of seven (7) years or the sale by Declarant of all lots within the subdivision, the then record owners of the majority of the lots within the said subdivision shall have the power through a duly recorded written instrument to change the membership of the Committee, or to withdraw or restore to the Committee any of its powers and duties.

B. Standards. For the purpose of assuring the maintenance of the lots as a

neighborhood of high standards, the Declarant hereby adopts the following standards for architectural control:

1. Single Family Residential Construction. No building shall be erected, altered or permitted to remain on any lot other than one (1) single family residential dwelling not to exceed two and one-half (2 ½) stories in height, which may have an attached private garage for not more than two (2) car which structures shall not exceed the main dwelling in height.

2. Minimum Square Footage within Improvements. The living area on the ground floor of the main residential structure (exclusive of porches and garages) shall not be less than eight hundred (800) square feet for one story dwellings, nor less than five hundred (500) square feet for multi-story dwellings, nor less than five hundred (500) square feet for split foyer type dwellings. The total living area for a multi-story and split foyer type dwelling shall not be less than one thousand (1,000) square feet. Basements shall not be counted as stories.

3. Exterior Finishes. The each structure shall be constructed of brick and/or cementitious siding.

4. Driveway. The driveway of each lot shall be constructed of exposed or non-exposed aggregate concrete, asphalt, or gravel.

5. Standards of Construction . In order to insure continuity, the following standards of construction shall be imposed and enforced by the Architectural Review Committee and/or the Association, as applicable:

A. Definitions . The provisions of this Article V, Section 5 shall be controlled by the following definitions :

Addition: New construction that increases the living or working space of an existing structure, and is capable of being mechanically heated and cooled. 2. An alteration which changes the exterior height of any portion of an existing building.

Appropriate: Suitable for, or compatible with, a property, based on accepted standards and techniques for historic preservation.

Appurtenance: Fences, walls, paving streetlights, curbs, gravel, signs, satellite dishes, fountains, waterfalls, and other accessory or adjunct permanent built features related to a building or streetscape.

Certificate of Appropriateness: See Preservation Permit.

Demolition: The tearing down of a building, or a significant portion thereof.

Elevation: A scaled drawing which illustrates the view of a side of a building.

Facade: An exterior side of a building.

Historic: A structure or site, usually over fifty years old, which possesses historical or architectural significance according the Historic and Architectural Resources Inventory of Nashville and Davidson County and/or based on the criteria for listing the National Register of Historic Places. In Lockeland Springs - East End, historic resources are generally

those which were built between 1880 and 1940.

New Construction: The construction of any free-standing structure on any lot which occurred subsequent to the designation of the conservation zoning district on 21 September 1985.

Orientation: The directional expression of the front facade of a building; i.e., facing the street, facing north.

Preservation Permit: A legal document issued by the Metropolitan Historic Zoning Commission confirming review and approval of work to be done on the exterior of a property within the boundaries of the conservation zoning district. A preservation permit is necessary for acquiring a building permit. Previously called a Certificate of Appropriateness.

Public Right of Way: Publicly owned and maintained streets and walkways. For the purposes of conservation zoning, alleys are not considered public right-of-ways.

Reconstruction: Construction of an accurate replica of a historic house or significant portion thereof, based on physical, pictorial or documentary evidence.

Relocation: The moving of a building in a district from one site to another.

Shall: What must happen.

Should: What must happen unless circumstances illustrate why an alternative is more appropriate.

B. New Construction and Additions Guidelines (as illustrated on Exhibit "C" attached hereto).

1. General: New buildings must be constructed to the same number of stories and to a height which is compatible with the height of adjacent buildings. The height of the foundation wall, porch roof, and main roofs shall all be compatible with those of surrounding historic buildings.

2. Scale: The size of a new building; its mass in relation to open spaces; and its windows, doors, openings, and porches should be visually compatible with the surrounding buildings.

3. Setback and Rhythm of Spacing: The setback from front and side yard property lines established by adjacent buildings must be maintained. When a definite rhythm along a street is established by uniform lot width and building width, in-fill new buildings should maintain the rhythm.

4. Relationship of Materials, Textures, Details, and Material Colors: The relationship and use of materials, textures, details, and material color of a new building's public facades shall be visually compatible with and similar to those adjacent buildings, or shall not contrast conspicuously. Vinyl, aluminum, and T-1-11 siding are not appropriate.

5. Roof Shape: The roofs of new buildings shall be visually compatible, by not contrasting greatly, with the roof shape and orientation of surrounding buildings. The pitch, or slope, of roofs on new buildings should be compatible with those of

surrounding historic buildings.

6. The site orientation of new buildings shall be consistent with that of adjacent buildings and shall be visually compatible. Directional expression shall be compatible with surrounding buildings, whether that expression is vertical, horizontal, or non-directional.

7. Proportion and Rhythm of Openings : The relationship of width to height of windows and doors, and the rhythm of solids (walls) to voids (doors and window openings) in new buildings shall be visually compatible with the surrounding buildings.

8. Outbuildings:

a. Garages and storage buildings should reflect the character of the existing house and surrounding buildings and should be compatible in terms of height, scale, roof shape, materials, texture, and details. Historically, outbuildings were either very utilitarian in character, or (particularly with more extravagant houses) they repeated roof forms and architectural details of the houses to which they related. Generally, either approach is appropriate when planning new outbuildings. Brick, weatherboard, and board-and-batten are typical siding materials. Outbuildings with wood siding typically have wide cornerboards and window and door casings (trim). The roof pitch on historic outbuildings vary from 4:12 to 12:12. The pitch on new roofs should be within this range – 6:12 to 8:12 is often the most appropriate. Raised decorative panels on publicly visible garage doors are not appropriate. Publicly visible pedestrian doors should either be appropriate to the style of the house to which the building relates or be flat with no panels. Publicly visible windows should be appropriate to the style of the house.

b. Garages, if visible from the street, should be situated on the lot as historically traditional for the neighborhood. Historic outbuildings are usually located as near to a rear corner of a parcel as possible.

c. The location and design of outbuildings should not be visually disruptive to the character of the surrounding buildings.

9. Appurtenances: Appurtenances related to new buildings, including driveways, sidewalks, lighting, fences and walls, shall be visually compatible with the environment of the existing buildings and sites to which they relate.

10. Additions and Existing Buildings (as illustrated on Exhibit "D" attached hereto)

a. New additions to existing buildings should be kept to a minimum and should be compatible in scale, materials, and texture; additions should not be visually jarring or contrasting.

b. Additions should not be made to the public facades of existing buildings. Additions may be located to the rear of existing buildings in ways which do not disturb the public facades.

c. Additions must not imitate earlier styles or periods of architecture.

d. The creation of an addition through the enclosure of a front facade

porch is inappropriate and should be avoided. Additions should follow all New Construction guidelines.

C .Relocation

1. **General Principles**

a. The moving of an existing building which retains architectural and historical integrity and which contributes to the architectural and historical character of the district should be avoided.

b. The moving out of the district of a building which does not contribute to the historical and architectural integrity of the district or has lost architectural integrity due to deterioration and neglect shall be appropriate if its removal or the proposal for its replacement will result in a more positive, appropriate visual effect on the district.

2. **Guidelines**

a. Relocated buildings must be carefully rebuilt to retain and maintain original architectural details and materials.

b. A building may be moved into the district if it maintains a sense of architectural unity in terms of style, height , scale, massing, materials, texture, and setback with the existing historic buildings along the street.

c. A building may be moved from one site to another in the district if:

i. The integrity of location and setting of the building in its original location has been lost or is seriously threatened.

ii. The new location will be similar in setting and siting;

iii. The building will be compatible with the buildings adjacent to the new location in style, height, scale, materials, and setback; and,

iv. The relocation of the building will not result in a negative visual effect on the site and surrounding buildings from which it will be removed.

D. Demolition

1. General Principles

Since the purpose of historic zoning is to protect historic properties, the demolition of a building which contributes historically or architecturally to the character and significance of the district is inappropriate and should be avoided.

2. Guidelines

a. Demolition is inappropriate:

i. If a building is of such architectural or historical interest and value that its removal would be detrimental to the public interest;

ii. If a building is of such old or unusual or uncommon design and materials that it could not be reproduced without great difficulty or expense; or,

iii. If its proposed replacement would make a less positive visual contribution to the district, would disrupt the character of the district, or would be visually incompatible.

b. Demolition is appropriate:

i. If a building has lost its architectural and historical integrity and importance and its removal will not result in a more negative, less appropriate visual effect on the district.

ii If a building does not contribute to the historical or architectural character and importance of the district and its removal will result in a more positive, appropriate visual effect on the district; or,

iii. If the denial of the demolition will result in an economic hardship on the applicant as determined by the MHZC in accordance with section 91.65 of the historic zoning ordinance.

The Committee shall have the right to disapprove any plans submitted hereunder because of failure to comply with any restrictions contained herein, failure to include any information required herein, objection to exterior design, or such other matters which would render the proposed structure or use thereof inharmonious with the structures located upon other lots within the neighborhood.

ARTICLE VI
INSURANCE

Section 1. Casualty Insurance on Insurable Common Area. The Association shall keep all insurable improvements and fixtures of the common area insured against loss or damage by fire or other hazards and casualties for the full insurance replacement cost thereof, and may obtain insurance against such other hazards and casualties as the Association may deem desirable with the Association as the owner and beneficiary of such insurance. The Association shall also maintain adequate liability insurance and fidelity bond coverage as may be required and/or directed by underwriting guidelines established by the Federal National Mortgage Association (FNMA), Federal Home Loan Mortgage Corporation (FHLMC), Federal Housing Administration (FHA), and/or the Veterans Administration (VA). The insurance coverage with respect to the common area shall be written in the name of, and the proceeds thereof shall be payable to the Association. Insurance proceeds shall be used by the Association for the repair or replacement of the property for which the insurance was carried. Premiums for all insurance carried by the Association are Common Expenses included in the common assessments made by the Association.

Section 2. Replacement or Repair of Property. In the event of damage to or destruction of any part of the common area improvements, the Association shall repair or replace the same from the insurance proceeds available. If such insurance proceeds are insufficient to cover the costs of repair or replacement of the property damaged or destroyed, the Association may make a

reconstruction assessment against all lot owners to cover the additional cost of repair or replacement not covered by the insurance proceeds, in addition to any other common assessments made against such lot owner, with the approval of two-thirds (2/3) of the votes of each class of members who are voting in person or by proxy at a meeting duly called for this purpose.

Section 3. Annual Review of Policies. All insurance policies shall be reviewed at least annually by the Board of Directors in order to ascertain whether the coverage contained in the policies is sufficient to make any necessary repairs or replacement of the property which may have been damaged or destroyed.

Section 4. Condemnation. In the event of a taking of part of the common areas in condemnation or by eminent domain, the award made for such taking shall be payable to the Association. If a majority of the Board in their sole and absolute discretion approve the repair and restoration of such common areas, the Board shall arrange for the repair and restoration of such common areas, and the Board shall disburse the proceeds of such awards to the Contractors engaged in such repair and restoration in appropriate progress payments. In the event the Board does not approve the repair and commencement of restoration of such common areas within one hundred twenty (120) days after taking by the public or private authority, the Board shall disburse the net proceeds of such award on an equal basis to each record lot owner (and any mortgagee having a security interest in said lot).

ARTICLE VII
ADDITIONAL RESTRICTIONS

In addition to the Architectural Standards and Controls recited in Article V, Section B, above, the following additional restrictions shall encumber the Property:

Section 1. Improvement, Setback and Use Restrictions.

(a) Minimum setback requirements have been established on the Plat(s) of Patina Subdivision, but are not intended to engender uniformity. They are intended to avoid overcrowding and monotony. It is, therefor, intended that setbacks may be staggered, where appropriate, so as to preserve trees and to assure vistas of open areas. The Associations reserves the right to approve the site plan and location of each Building or other structure on each Lot and to arrange the same in such manner as it shall deem in the best interests of the overall development. No building or structure, or any part thereof, shall be located on any Lot nearer to the front line nor to a side or rear line than the minimum setback lines shown on the recorded Plat or as specified in the restrictions. All Lots shall provide the minimum side yard as approved by the Metropolitan Planning Commission.

(b) Before any Building may be occupied, it must be completely finished.

(c) Boundary walls for individual Lots may be erected, provided that the Association approves the same. No walls, other than retaining walls, may be constructed along the street on the front of any Lot unless approved by the Association. No retaining wall shall extend to a height greater than five (5) feet above the earth being retained and no boundary wall, nor any

wall enclosing a patio or courtyard, shall extend to a height greater than eight (8) feet from ground level except with the consent of the adjoining Lot Owners and the Association. All boundary and retaining walls must be of brick, concrete slab, stone, stucco, wrought iron, or other material as approved by the Association.

(d) All walkways, steps, porches, patios, whether visible from the mainstream of traffic or not, must be of stone, brick, or exposed or non-exposed aggregate concrete.

(e) Roofs exposed to view shall be a dark tone and color, of standing seam metal, tile, slate, shake or asphalt single.

(f) Swimming pools shall not be allowed on any lot.

(g) Mail boxes and location shall be approved by the Association .

(h) Incinerators for garbage, trash or other refuse shall not be used nor permitted to be erected or placed on any Lot. Any and all equipment, woodpiles, garbage cans, refuse or storage piles placed on any Lot, whether temporary or permanent, shall be underground or walled in to conceal the same from view of neighboring Lots, roads, street and open areas. The Association must approve plans for all screening walls and enclosures.

(i) No lumber, brick, stone, block, concrete or other building materials, nor any other thing used for building purposes shall be stored on any Lot, except for the purpose of construction on such Lot, and then only for such length of time as is reasonably necessary for the construction of the improvements then in progress.

(j) Window air conditioners will not be permitted. Small dish antennas may be installed, if property screened, with the prior written approval of the Association as to size and location.

(k) No Owner shall excavate or extract earth from any of the Lots for any business or commercial purpose. No elevation changes shall be permitted which will materially affected the surface grade of a Lot unless the consent of the Association is obtained. When constructing a Building, topsoil may not be removed from the Lot, but must be moved to the side or rear of the Lot and reused when performing final grade work on the Lot following construction. The Owner shall erect a silt-screened mesh fence, with a minimum height of twenty-four (24) inches, around the perimeter of the Lot prior to initiating construction.

(l) Outside clothesline and clothes hanging devices shall not be permitted.

(m) The rays of any beamed light shall be directed to the Building itself.

(n) Contiguous Lots may be combined and re-subdivided, if the Lots have the same Owner, for the purpose of placing an approved Building thereon. Individual Lots may not be re-subdivided so as to create a smaller area than originally deeded to a Lot Owner and as shown on the Plat(s).

(o) Any person undertaking any construction on a Lot and the Owner of such Lot shall be responsible for maintaining the continuing cleanliness of, and repairing any damage to, any curbing, gutter or street resulting from construction on such Lot. After demand by the Association, repairs of all such damages shall be made within fifteen (15) days. Owner shall install a refuse dumpster on the Lot during the framing stage of construction. Said dumpster

shall remain on the Lot through completion of the construction process. No material of any kind may be burned on any Lot at any time.

(p) No Lot Owner shall build a pole or security lamp or light on his Lot exceeding eight (8) feet in height. No flood or eave lights shall be constructed on or above the second story at any Building in such a manner that would shine outward toward any property adjacent to or adjoining Patina subdivision.

(q) No decorative appurtenances, such a sculptures, birdhouses, birdbath, fountains or other decorative embellishments shall be placed on or in any front yard or on any part of a Lot visible from any street or other Lot, unless the placement and design of such embellishments has been approved by the Association pursuant to the provisions of Section 2 hereof.

(r) The pursuit of hobbies or other activities including specifically, without limiting the generality of the foregoing, the assembly or disassembly of motor vehicles or other mechanical devices which might tend to cause disorderly, unsightly, or unkept conditions shall not be pursued or undertaken on any Lot or in any driveway, garage, carport or other place where such activity is visible from any street. Basketball goals may be attached to a garage.

Section 2. Use and Enforcement. The property shall be used only for residential, recreational, and related purposes (which may include, without limitation, offices for any property manager retained by the Association or business offices and/or sales office(s) for the Declarant, all as may more particularly be set forth in this Declaration or amendments hereto).

The Association, acting through its Board of Directors, shall have authority to make and to enforce standards and restrictions governing the use of the property in addition to those contained herein, and to impose reasonable user fees for use of common area facilities. This authority shall include, without limitation, the power to regulate the speed and flow of traffic on roads within the property. Such regulations and use restrictions shall be binding upon all owners, occupants and invitees until and unless overruled, canceled or modified in a regular or special meeting of the Association by the vote of a majority of the total Class "A" members and by concurring vote of the Class "B" member, so long as such membership shall exist.

Section 3. Signs and Billboards. No sign or billboard of any kind shall be displayed to the public view on any lot or portion of the common area, except for: 1) directional or informational signs, established by the Association, and 2) signs not in excess of six (6) square feet per side erected by an owner upon that owner's lot to advertise the sale or lease of that lot. The Association shall have the right to remove any such unapproved sign, advertisement, billboard or structure that is placed on the property, and in doing so shall not be subject to any liability for trespass or other tort in connection therewith or arising from such removal.

Section 4. Occupants Bound. All provisions of the Declaration, By-Laws and of any rules and regulations or use restrictions promulgated pursuant thereto that govern the conduct of owners and that provide for sanctions against owners shall also apply to all occupants, guests and invitees of any lot. Every owner shall cause all occupants of his or her lot to comply with the Declarations, By-Laws, and the rules and regulations adopted pursuant thereto, and shall be

responsible for all violations and losses to the common areas caused by such occupants, notwithstanding the fact that such occupants of a lot are fully liable and may be sanctioned for any violation of the Declaration, By-Laws, and rules and regulations adopted pursuant thereto.

Section 5. Animals and Pets. No animals, livestock, poultry of any kind shall be raised, bred, or kept on any portion of the property, except that a reasonable number of dogs, cats, or other usual and common household pets may be permitted on a lot. No pets are permitted to roam free; those that, in the sole discretion of the Association, endanger the health, make objectionable noise, or constitute a nuisance or inconvenience to the owners of other lots or the owner of any portion of the property shall be removed upon request of the Board; if the owner fails to honor such request, the pet may be removed by the Board. No pets shall be kept, bred, or maintained for any commercial purpose. Dogs which are household pets shall at all times whenever they are outside a lot be confined on a leash held by a responsible person. No dogs of the pit bull or rottweiler breeds shall be permitted. No wild animals shall be permitted.

Section 6. Nuisance. No portion of the property shall be used, in whole or in part, for the storage of any property or thing that will cause it to appear to be in an unclean or untidy condition or that will be unsightly to the eye; nor shall any substance, thing, or material be kept upon any portion of the property that will emit foul or obnoxious odors or that will cause any noise or other condition that will or might disturb the peace, quiet, safety, comfort, or serenity of the occupants of surrounding property. No noxious or offensive activity shall be carried on upon any portion of the property, nor shall anything be done thereon tending to cause embarrassment, discomfort, annoyance, or nuisance to any person using any portion of the property. There shall not be maintained any plants or animals or device or thing of any sort whose activities or existence in any way is noxious, dangerous, unsightly, unpleasant, or of a nature as may diminish or destroy the enjoyment of the property.

Section 7. Unsightly or Unkempt Conditions. It shall be the responsibility of each owner to prevent the development of any unclean, unhealthy, unsightly, or unkempt condition on his or her lot. The pursuit of hobbies or other activities, including specifically, without limiting the generality of the foregoing, the assembly and disassembly of motor vehicles and other mechanical devices which might tend to cause disorderly, unsightly, or unkempt conditions, shall not be pursued or undertaken on any part of the property. All garage doors shall be kept closed except when necessary for entrance or exit of vehicles.

Section 8. Subdivision of Lot. No lot shall be subdivided or its boundary lines changed except with the prior written approval of the Board of Directors of the Association. Declarant, however, hereby expressly reserves the right to re-plat any lot or lots owned by Declarant. Any such division, boundary line change, or re-platting shall not be in violation of the applicable subdivision and zoning regulations.

Section 9. Tents, Trailers and Temporary Structures. Recreational tents, travel trailers, other recreational vehicles or utility sheds may be placed upon a lot, provided they are screened from view from the street and adjoining lot(s).

Section 10. Drainage System. Catch basins and drainage areas are for the purpose of natural flow of water only. No obstructions or debris shall be placed in these areas. No one other than Declarant my obstruct or re-channel the drainage flows after location and installation of drainage retention areas, storm sewers, or storm drains. Declarant hereby reserves a perpetual easement across the property for the purpose of altering drainage and water flow.

Section 11. On-Site Fuel Storage. No on-site storage of gasoline, heating or other fuels shall be permitted on any part of the property except that up to five (5) gallons of fuel may be stored on each lot for emergency purposes and operation of lawn mowers and similar tools or equipment.

ARTICLE VIII

GENERAL PROVISIONS

Section 1. Enforcement. The Association, or any 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. 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.

Section 2. Severability. Invalidation of any one of these covenants or restrictions by judgment or court order shall in no way affect any other provisions which shall remain in full force and effect.

Section 3. Amendments. The covenants, conditions and restrictions of the Declaration shall run and bind the land, for a term of twenty (20) years from the date of recording, after which time they shall be automatically extended for successive periods of ten (10) years. The said Declaration may be amended during the first twenty (20) year period by an instrument signed by not less that seventy-five (75%) percent of the members and thereafter by an instrument signed by not less than sixty-seven (67%) percent of the members. Any amendment to the said Declaration must be recorded and shall be subject to Section 4 below

Section 4. FHA/VA Approval. As long as there is a Class "B" membership, the following actions will require the prior approval of the Federal Housing Administration (FHA) or the Veterans Administration (VA): Amendment of this Declaration of Covenants, Conditions and Restrictions and/or annexation of additional properties.

Section 5. Common Open Space. Any common open space established by an adopted final master development plan for Planned Unit Development shall be subject to the following:

(a) The Metropolitan Planning Commission and the Metropolitan County Council may require that the landowner provide for and establish an organization for the ownership and maintenance of any common open space, and such organization shall not be dissolved nor shall it dispose of any common open space, by sale or otherwise (except to an organization conceived and established to own and maintain the common open space), without first offering to dedicate the same to the Metropolitan Government of Nashville and Davidson County, and the said

dedication be approved by the Metropolitan Planning Commission. However, the conditions of any transfer shall conform to the adopted final master development plan.

(b) In the event that the organization established to own and maintain common open space, or any successor organization, shall at any time after the establishment of the Planned Unit Development fail to maintain the common open space in reasonable order and condition in accordance with the adopted master development plan, the zoning administrator may serve written notice upon such organization and/or the owners or residents of the Planned Unit Development and hold a public hearing. After thirty (30) days when deficiencies of maintenance are not corrected, the zoning administrator shall call upon any public or private agency to maintain the common open space for a period of one (1) year. When the zoning administrator determines that the organization is not prepared for the maintenance for the common open space such agency shall continue maintenance for yearly periods.

(c) The cost of such maintenance by such agency shall be assessed proportionally against the properties within the Planned Unit Development that have a right of enjoyment of the common open space, and shall become a lien on said properties.

Section 6. Captions. The captions herein are inserted only as a matter of convenience, and in no way define, limit or describe the scope of these provisions or the intent of any provision hereof.

Section 7. Gender. The use of the masculine gender in this Declaration and in the By-Laws shall be deemed to include the feminine gender and the use of the singular shall be deemed to include the plural whenever the context so requires.

IN WITNESS WHEREOF, the undersigned, being the Declarant herein, has hereto set its hand, by its duly authorized officer, this 5th. day of September, 2003.

DECLARANT:

Shamrock Holdings, Inc., a Tennessee Corporation

BY: _____

Bruce Hardin, President

STATE OF TENNESSEE)
COUNTY OF DAVIDSON)

Before me, the undersigned, a Notary Public within and for the State and County aforesaid, personally appeared Bruce Hardin, with whom I am personally acquainted (or proved to me on the basis of satisfactory evidence), and who upon his oath, acknowledged himself to be the President of Shamrock Holdings, Inc., a Tennessee Corporation, the within named bargainor, a Tennessee Corporation, and that he as such President, being authorized so to do, executed the foregoing instrument for the purposes therein contained, by signing the name of the Corporation by himself, as President.

Witness my hand and official seal at office at Brentwood, Tennessee, on this the 5th. day of September 2003.

My Commission Expires: 03/31/2007

Notary Public

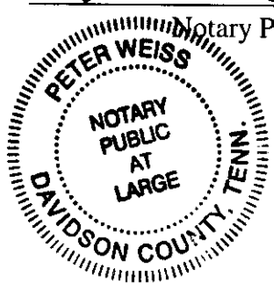


EXHIBIT "A"

Land in the First Civil District, Twenty-fourth Councilmanic District, Nashville, Davidson County, Tennessee, located generally south of Charlotte Pike between White Bridge Road and Richland Creek and being the Preliminary Plan of Patina Subdivision, a Planned Unit Development, as being more particulary described according to prepared by Mark E. Sawyer, Tennessee Registered Land Surveyor No. 1649 dated August 13, 2003, as follows:

Beginning at the southwest corner of the J.O. Jones and wife, Mary W. Jones property, as of record in Book 4393, Page 542, Register's Office for Davidson County, Tennessee, said corner being in the easterly right-of-way line of Orlando Avenue approximately 275 feet south of the centerline intersection of Orlando Avenue and Lenox Avenue;

Thence, with the southerly line of Jones, N75deg.03min.54sec.E, 345.72 feet to the center of Richland Creek; Thence, downstream with the centerline of Richland Creek the following three calls: S22deg.11min.48sec.E, 139.45 feet; S17deg.59min.51sec.E, 86.50 feet; S05deg.18min.04sec.E, 57.77 feet to the northwest corner of John H. Hamilton and wife, Barbara Hamilton property, as of record in Book 5009, Page 622, Book 9126, Page 556 and Book 10756, Page 305, R.O.D.C.;

Thence, with the northerly line of Hamilton, S73deg.53min.14sec.W, passing a metal t-post found at 55.24 feet, in all, 400.92 feet to the easterly right-of-way line of Orlando Avenue; Thence,with said easterly right-of-way line, N06deg.35min.18sec.W, 293.00 feet to the point of beginning.

THIS INSTRUMENT PREPARED BY
PETER WEISS, ATTORNEY
Brentwood Executive Center
761 Old Hickory Blvd, Suite 102
Brentwood, TN 37027

EXHIBIT "B"

BY-LAWS

OF

PATINA SUBDIVISION

HOMEOWNER'S ASSOCIATION, INC.

ARTICLE I

NAME AND LOCATION. The name of the corporation is Patina Subdivision Homeowner's Association, Inc., hereinafter referred to as the "Association". The principal address of the corporation shall be located in care of Shamrock Holding, Inc., C/O Bruce Hardin, 3404 Benham, Nashville, Tennessee, 37215, but meetings of members and directors may be held at such places within the State of Tennessee, County of Davidson, as may be designated by the Board of Directors.

ARTICLE II

DEFINITIONS

Section 1. "Association" shall mean and refer to Patina Subdivision Homeowner's Association, Inc., its successors and assigns.

Section 2. "Properties" shall mean and refer to that certain real property described in the Declaration of Covenants, Conditions and Restrictions and such additions thereto as may hereafter be brought within the jurisdiction of the Association.

Section 3. "Common Area" shall mean all real property owned by the Association for the common use and enjoyment of the owners.

Section 4. "Lot" shall mean and refer to any plot of land shown upon any recorded subdivision plat of the Properties, with the exception of the common area.

Section 5. "Owner" (also referred to herein as lot owner) shall mean and refer to the record owner, whether one or more persons or entities, of the fee simple title to any lot which is a part of the properties, including contract sellers, but excluding those having such interest merely as security for the performance of an obligation.

Section 6. "Declarant" shall mean and refer to Shamrock Holding, Inc., a Tennessee Corporation, its successors and assigns.

Section 7. "Declaration" shall mean and refer to the Declaration of Covenants, Conditions and Restrictions applicable to the Properties, (as may be supplemented and amended by instruments) recorded in the Office of Register of Deeds for Nashville, Davidson County, Tennessee.

Section 8. "Member" shall mean and refer to those persons entitled to membership as

provided in the Declaration.

Section 9. "Eligible Mortgage Holders" shall mean those holders of a first mortgage on a lot who have requested the Association to notify them on any proposed action that requires the consent of a specified percentage of mortgage holders.

ARTICLE III

MEETING OF MEMBERS

Section 1. Annual Meetings. The first annual meeting of the members shall be held within one (1) year from the date of the conveyance of the first lot to a lot owner and each subsequent regular annual meeting of the members shall be held within ten (10) working days of the same day of the same month of each year thereafter. If the day for the annual meeting of the members is a legal holiday, the meeting will be held at the same hour on the first day following which is not a legal holiday.

Section 2. Special Meetings. Special meetings of the members may be called at any time by the president or by the Board of Directors or upon written request of the members who are entitled to vote, by fifty-one (51%) percent of all of the votes of the Class "A" membership.

Section 3. Notice of Meetings. Written notice of each meeting of the members shall be given by, or at the direction of, the secretary of person authorized to call the meeting, by mailing a copy of such notice, postage prepaid, at least thirty (30) days before such meeting to each member entitled to vote there at, addressed to the member's address last appearing on the books of the Association, or supplied by such member to the Association for the purpose of notice. Such notice shall specify the place, day and hour of the meeting, and, in the case of a special meeting, the purpose of the meeting.

Section 4. Quorum. The presence at the meeting of members entitled to cast, or of proxies entitled to cast, one-quarter (1/4) of the votes of each class of membership shall constitute a quorum for any action except as otherwise provided in the Articles of Incorporation, the Declaration, or these By-Laws. If, however, such quorum shall not be present or represented at any meeting, the members entitled to vote there at shall have power to adjourn the meeting from time to time, without notice other than announcement at the meeting, until a quorum as aforesaid shall be present or be represented.

Section 5. Proxies. At all meetings of members, each member may vote in person or by proxy. All proxies shall be in writing and filed with the secretary. Every proxy shall be revocable and shall automatically cease upon conveyance by the member of his lot.

ARTICLE IV

BOARD OF DIRECTORS: SELECTION: TERM OF OFFICE

Section 1. Number. The affairs of this Association shall be managed by a Board of three (3) directors, who need not be members of the Association. The initial directors shall be appointed by the Developer and shall serve in said capacity until the selection of their successors.

Section 2. Term of Office. At the first annual meeting the members shall elect one (1) director for a term of one (1) year, one (1) director for a term of two (2) years, and one (1) director for a term of three (3) years; and at each annual meeting thereafter the members shall elect the respective replacement directors for a term of three (3) years.

Section 3. Removal. Any director may be removed from the Board, with or without cause, by a majority vote of the members of the Association. In the event of death, resignation or removal of a director, his successor shall be selected by the remaining members of the Board and shall serve for the unexpired term of his predecessor.

Section 4. Compensation. No director shall receive compensation for any service he may render to the Association; however, any director may be reimbursed for his actual expenses incurred in the performance of his duties.

Section 5. Action Taken Without a Meeting. The directors shall have the right to take any action in the absence of a meeting which they could take at a meeting by obtaining the written approval of all the directors. Any action so approved shall have the same effect as though taken at a meeting of the directors.

ARTICLE V
NOMINATION AND ELECTION OF DIRECTORS

Section 1. Nomination. Nomination for election to the Board of Directors shall be made by a Nominating Committee. Nominations may also be made from the floor at the annual meeting. The Nominating Committee shall consist of a Chairman, who shall be a member of the Board of Directors, and two (2) or more members of the Association. The Nominating Committee shall be appointed by the Board of Directors prior to each annual meeting of the members, to serve from the close of such annual meeting until the close of the next annual meeting and such appointment shall be announced at each annual meeting. The Nominating Committee shall make as many nominations for election to the Board of Directors as it shall in its discretion determine, but not less than the number of vacancies that are to be filled. Such nominations may be made only from among members.

Section 2. Election. Election to the Board of Directors shall be by secret written ballot. At such election the members or their proxies may cast, in respect to each vacancy, as many votes as they are entitled to exercise under the provisions of the Declaration. The persons receiving the largest number of votes shall be elected. Cumulative voting is not permitted.

ARTICLE VI
MEETINGS OF DIRECTORS

Section 1. Regular Meetings. Regular meetings of the Board of Directors shall be held at such place and hour as may be fixed from time to time by resolution of the Board. Should said meeting fall upon a legal holiday, then that meeting shall be held at the same time on the next day which is not a legal holiday.

Section 2. Special Meetings. Special meetings of the Board of Directors shall be held when called by the president of the Association, or by any three (3) directors, after not less than three (3) days notice to each director.

Section 3. Quorum. A majority of the number of directors shall constitute a quorum for the transaction of business. Every act or decision done or made by a majority of the directors present at a duly held meeting at which a quorum is present shall be regarded as the act of the Board.

ARTICLE VII

POWERS AND DUTIES OF THE BOARD OF DIRECTORS

Section 1. Powers. The Board of Directors shall have power to:

(a) Adopt and publish rules and regulations governing the use of the lots, common area and facilities, and the personal conduct of the members and their guests thereon, and to establish penalties for the infraction thereof;

(b) Suspend the voting right and right to use of the recreational facilities of a member during any period in which such member shall be in default in the payment of any assessment levied by the Association. Such rights may also be suspended and reasonable financial assessments levied for infraction of published rules and regulations;

(c) Exercise for the Association all powers, duties and authority vested in or delegated to this Association and not reserved to the membership by other provision of these By-Laws, the Articles of Incorporation, or the Declaration;

(d) Declare the office of a member of the Board of Directors to be vacant in the event such member shall be absent from three (3) consecutive regular meetings of the Board of Directors; and,

(e) Employ a manager, an independent contractor, or such other employees as they deem necessary, and to prescribe their duties.

Section 2. Duties. It shall be the duty of the Board of Directors to:

(a) Cause to be kept a complete record of all its acts and corporate affairs and to present a statement thereof to the members at the annual meeting of the members, or at any special meeting when such statement is requested in writing by fifty-one (51%) percent of the Class "A" members who are entitled to vote;

(b) Supervise all officers, agents and employees of this Association, and to see that their duties are properly performed;

(c) As more fully provided in the Declaration, to:

(1) Fix the amount of the annual assessment against each lot at least thirty (30) days in advance of each annual assessment period;

(2) Send written notices of each assessment to every owner subject thereto at least thirty (30) days in advance of each annual assessment period; and

(3) Foreclose the lien against any property for which assessments are not paid within thirty (30) days after due date or to bring an action at law against the

owner personally obligated to pay the same.

(d) Issue, or to cause an appropriate officer to issue, upon demand by any person, a certificate setting forth whether or not any assessment has been paid. A reasonable charge may be made by the Board for the issuance of these certificates. If a certificate states an assessment has been paid, such certificate shall be conclusive evidence of such payment;

(e) Procure and maintain adequate casualty and liability insurance on property owned by the Association;

(f) Cause all officers or employees having fiscal responsibilities to be bonded, as may be required and/or directed by underwriting guidelines established by the Federal National Mortgage Association (FNMA), Federal Home Loan Mortgage Corporation (FHLMC), Federal Housing Administration (FHA), and/or the Veterans Administration (VA); and,

(g) Cause the common area and amenities to be maintained.

ARTICLE VIII

OFFICERS AND THEIR DUTIES

Section 1. Enumeration of Offices. The officers of this Association shall be a president and vice-president, who shall at all times be members of the Board of Directors, a secretary, and a treasurer, and such other officers as the Board may from time to time by resolution create.

Section 2. Election of Officers. The election of officers shall take place at the first meeting of the Board of Directors following each annual meeting of the members.

Section 3. Term. The officers of this Association shall be elected annually by the Board and each shall hold office for one (1) year unless he shall sooner resign, or shall be removed, or otherwise disqualified to serve.

Section 4. Special Appointments. The Board may elect such other officers as the affairs of the Association may require, each of whom shall hold office for such period, have such authority, and perform such duties as the Board may, from time to time, determine.

Section 5. Resignation and Removal. Any officer may be removed from office with or without cause by the Board. Any officer may resign at any time giving written notice to the Board, the president or the secretary. Such resignation shall take effect on the date of receipt of such notice or at any later time specified therein, and unless otherwise specified therein, the acceptance of such resignation shall not be necessary to make it effective.

Section 6. Vacancies. A vacancy in any office may be filled by appointment by the Board. The officer appointed to such vacancy shall serve for the remainder of the term of the officer he replaces.

Section 7. Multiple Offices. The offices of secretary and treasurer may be held by the same person. No person shall simultaneously hold more than one of any of the other offices except in the case of special offices created pursuant to Section 4 of this Article.

Section 8. Duties. The duties of the offices are as follows:

President

(a) The president shall preside at all meetings of the Board of Directors; shall see that orders and resolutions of the Board are carried out; shall sign all leases, mortgages, deeds and other written instruments and shall co-sign all checks and promissory notes.

Vice President

(b) The vice-president shall act in the place and stead of the president in the event of his absence, inability or refusal to act, and shall exercise and discharge such other duties as may be required of him by the Board.

Secretary

(c) The secretary shall record the votes and keep the minutes of all meetings and proceedings of the Board and of the members; serve notice of meetings of the Board and of the members; keep appropriate current records showing the members of the Association together with their addresses, and shall perform such other duties as required by the Board.

Treasurer

(d) The treasurer shall receive and deposit in appropriate bank accounts all monies of the Association and shall disburse such funds as directed by resolution of the Board of Directors; shall sign all checks and promissory notes of the Association; keep proper books of account; cause an annual audit of the Association books to be made by a public accountant at the completion of each fiscal year; and shall prepare an annual budget and a statement of income and expenditures to be presented to the membership at its regular annual meeting, and deliver a copy of each to the members.

ARTICLE IX
COMMITTEES

The Association shall appoint an Architectural Control Committee, as provided in the Declaration, and a Nominating Committee, as provided in these By-Laws. In addition, the Board of Directors shall appoint other committees as deemed appropriate in carrying out its purpose.

ARTICLE X
BOOKS AND RECORDS

The books, records and papers of the Association shall at all times, during reasonable business hours, be subject to inspection by any member. The Declaration, the Articles of Incorporation, and the By-Laws of the Association shall be available for inspection by any member at the principal office of the Association, where copies may be purchased at a reasonable cost.

ARTICLE XI

ASSESSMENTS

As more fully described in the Declaration, each member is obligated to pay to the Association annual and special assessments which are secured by a continuing lien upon the property against which the assessment is made. Any assessment paid more than fifteen (15) days after the due date shall be subject to and include a "late charge", as determined by the Association, to cover the extra expense involved in handling delinquent payments. In addition to the late charge hereinabove recited, any assessment not paid within thirty (30) days after the due date shall bear interest at the highest permissible rate of interest per annum allowed under the laws of the State of Tennessee. Any and all delinquent assessments shall constitute a continuing lien against the lot and improvements thereon. The Association may bring an action at law or equity against the owner(s) personally obligated to pay the assessments and/or foreclose the lien against the property. Should enforcement be necessary, the owner(s) shall be obligated to pay costs and attorney's fees associated therewith. No owner(s) may waive or otherwise escape liability for the assessments provided for herein by non-use of the common area or abandonment of the lot.

ARTICLE XII

CORPORATE SEAL

The Association shall not have a seal.

ARTICLE XIII

AMENDMENTS

Section 1. These By-Laws may be amended, at a regular or special meeting of the members, by a vote of a majority of a quorum of members present in person or by proxy subject to Section 3 below.

Any proposed amendment in these By-Laws shall require written notice of the proposed amendment to be delivered to members of the Association in writing at least fifteen (15) days prior to any meeting at which the subject amendment will be considered.

Section 2. The Covenants, Conditions and Restrictions of the Declaration shall run and bind the land, for a term of twenty (20) years from the date of recording, after which time they shall be automatically extended for successive periods of ten (10) years. The said Declaration may be amended during the first twenty (20) year period by an instrument signed by not less that seventy-five (75%) percent of the members and thereafter by an instrument signed by not less than sixty-seven (67%) percent of the members. Any amendment to the said Declaration must be recorded and shall be subject to Section 3 below.

Section 3. Mortgage Approvals. Any and all amendments eligible for approval in Section 1 and Section 2 of this Article shall be subject to the following conditions and restrictions:

A. As long as there is a Class "B" membership, the following actions will require the prior approval of the Federal Housing Administration (FHA) and/or the Veterans Administration

(VA): Amendments to the Declaration of Covenants, Conditions and Restrictions and/or annexation of additional properties (except as recited in the Declarations).

B. Amendments of a material nature must be agreed to by members who represent at least sixty-seven (67%) percent of the total allocated votes in the Homeowners' Association. In addition thereto, approval must be obtained from eligible mortgage holders who represent at least fifty-one (51%) percent of the votes of lots that are subject to mortgages held by eligible holders (eligible mortgage holders shall be defined as those holders of a first mortgage on a lot who have requested the Homeowners' Association to notify them on any proposed action that requires the consent of a specified percentage of eligible mortgage holders). A change to any of the following shall be considered under this Section as material:

1. Voting Rights.
2. Assessments, assessment liens, or the priority of assessment liens.
3. Reserves for maintenance, repair and replacement of common areas.
4. Responsibility for maintenance and repairs.
5. Reallocation of interests in the common areas or right to their use.
6. Redefinition of lot boundaries.
7. Conversion of lots into common areas or vice versa.
8. Expansion or contraction of the project or the addition, annexation or withdrawal of property to or from the project.
9. Insurance or fidelity bond changes.
10. Leasing of lots.
11. Imposition of any restriction on a lot owners right to sale or transfer his or her property.
12. A decision by the Homeowners' Association to establish self-management when professional management has been required previously by the projects documents or by an eligible mortgage holder.
13. Restoration and repair of the project (after a hazard damage or partial condemnation, in a manner other than specified in the project documents.
14. Any action to terminate the legal status of the project after substantial destruction or condemnation occurs.
15. Any provisions that expressly benefit mortgage holders, insurers or guarantors.

Section 4. Condemnation. Should the lot owners consider termination of the legal status of Patina Subdivision Homeowner's Association, Inc., for any reason other than the substantial destruction or condemnation of the Association property, eligible mortgage holders, as heretofore defined, that represent at least sixty-seven (67%) percent of the votes of the mortgaged lots must agree to said termination of said legal status. Each eligible mortgage holder shall be given written notification of said intent to terminate the legal status of the Association and shall have thirty (30) days in which to respond to said notice. An eligible mortgage holder who fails to submit a response

to said written proposal for amendment within thirty (30) days after it receives proper notice of the proposal shall be deemed to assent to said amendment, providing that said notice was delivered by certified or registered mail, with a return receipt requested.

ARTICLE XIV
MISCELLANEOUS

The fiscal year of the Association shall begin on the first day of January and end on the 31st day of December of every year, except that the first fiscal year shall begin on the date of incorporation.

EXHIBIT "C"

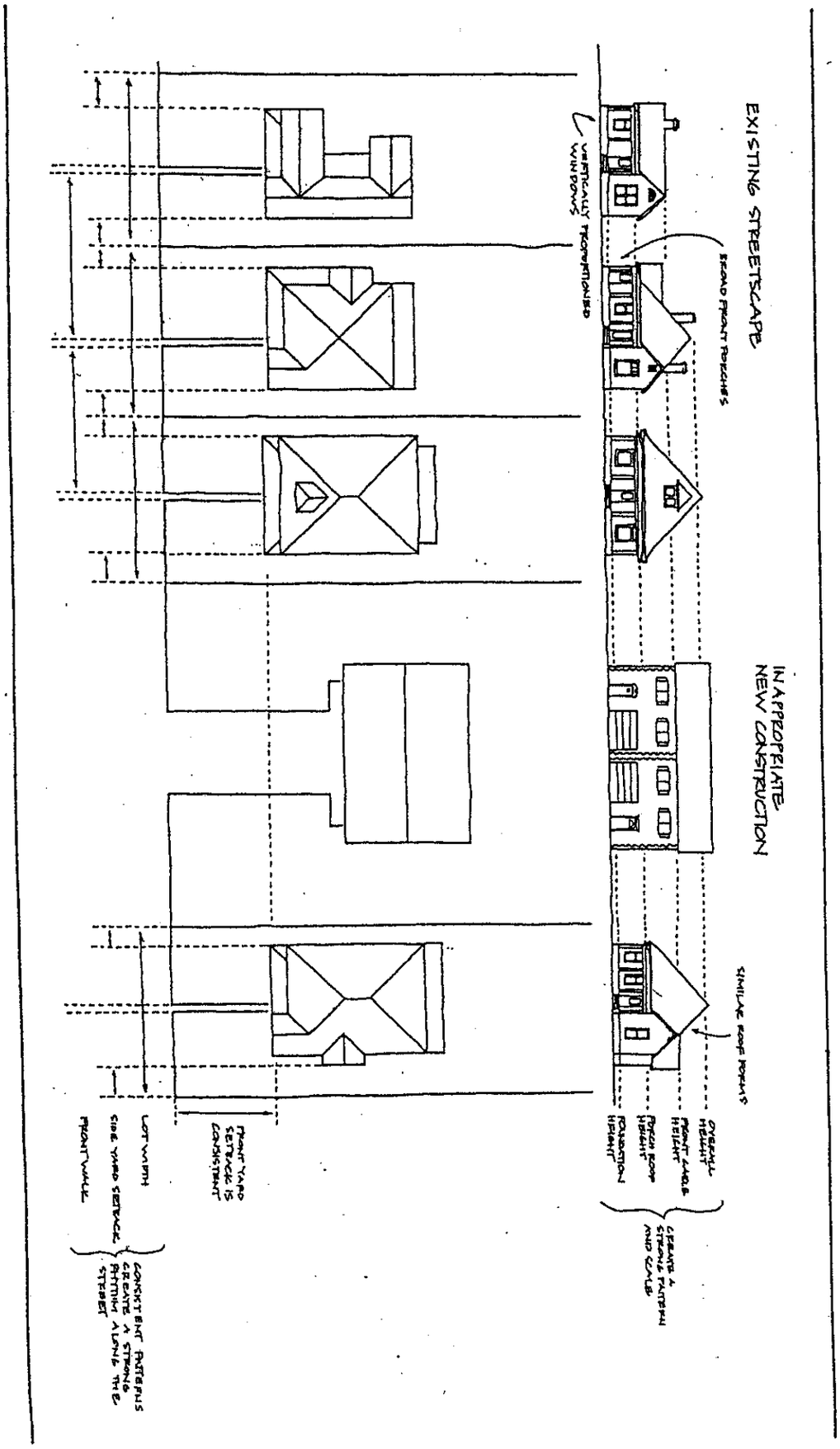

EXISTING STREETSCAPE
IN APPROPRIATE NEW CONSTRUCTION
VERTICALLY PROPORTIONED WINDOWS
SIMILAR ROOF FORMS
OVERALL HEIGHT
FRONT GABLE HEIGHT
PORCH ROOF HEIGHT
FOUNDATION HEIGHT
CREATE A STRONG PATTERN AND SCALE
FRONT YARD SETBACK IS CONSISTENT
LOT WIDTH
SIDE YARD SETBACK
FRONT WALL
CONSISTENT PATTERNS CREATE A STRONG RHYTHM ALONG THE STREET

EXHIBIT "D"

