NOTICE TO PURCHASER OF SPECIAL TAXING OR ASSESSMENT DISTRICT

The real property that you are about to purchase is located in the Kaufman County Municipal Utility District No. 7 (the "District") and may be subject to District taxes or assessments. The District may, subject to voter approval, impose taxes and issue bonds. The District may impose an unlimited rate of tax in payment of such bonds. The current rate of the District property tax is $0.65 on each $100 of assessed valuation.

The total amounts of bonds payable wholly or partly from property taxes, excluding refunding bonds that are separately approved by the voters, approved by the voters are:

(i) $53,350,000 for water, sewer, and drainage facilities; and
(ii) $33,900,000 for road facilities.

The aggregate initial principal amounts of all such bonds issued are:

(i) $18,735,000 for water, sewer, and drainage facilities; and
(ii) $21,515,000 for road facilities.

The District has entered into an agreement with Kaufman County Municipal Utility District No. 5 ("MUD 5") pursuant to which MUD 5 has issued $15,740,000 principal amount of tax contract revenue bonds secured in part by unlimited ad valorem taxes levied by the District. A portion of the District's annual tax levy includes monies to pay the District's pro rata share of the tax contract revenue bonds issued by MUD 5.

The District is located wholly or partly in the extraterritorial jurisdiction of the Cities of Heath and Dallas. Texas law governs the ability of a municipality to annex property in the municipality's extraterritorial jurisdiction and whether a district that is annexed by the municipality is dissolved.

The purpose of this District is to provide water, sewer, drainage or flood control facilities, roads and services. The cost of District facilities is not included in the purchase price of your property.

PURCHASER IS ADVISED THAT THE INFORMATION SHOWN ON THIS FORM IS SUBJECT TO CHANGE BY THE DISTRICT AT ANY TIME. THE DISTRICT ANNUALLY ESTABLISHES TAX RATES. PURCHASER IS ADVISED TO CONTACT THE DISTRICT TO DETERMINE THE STATUS OF ANY CURRENT OR PROPOSED CHANGES TO THE INFORMATION SHOWN ON THIS FORM.

The undersigned purchaser hereby acknowledges receipt of the foregoing at or before the execution of a binding contract for the purchase of the real property or at closing of purchase of the real property.

Date	Signature of Purchaser
Date	Signature of Seller