

MAGNOLIA REALTY

GROUNDWATER AND SURFACE WATER RIGHTS

(For Clarity Purposes Only)

Paragraph 7 I from the TREC One to Four Family Residential Contract:

SELLER'S DISCLOSURE ABOUT GROUNDWATER AND SURFACE WATER RIGHTS (Seller's Water Disclosure):

Access to surface water or groundwater on the Property may be regulated, restricted, or prohibited, including but not limited to the right to drill or operate water wells and the right to withdraw water from surface water sources on or adjoining the Property. The parties shall use the Seller's Water Disclosure published by TREC to identify information related to groundwater and surface water rights.

To Determine if a Seller's Disclosure about Groundwater and Surface Water Rights is needed, please check true or false to the following questions:

TRUE FALSE

- | | | |
|-------------------------------------|--------------------------|---|
| ☒ | ☐ | 1. Seller is not aware of a water well on the Property (in use or not in use) |
| ☒ | ☐ | 2. Seller is not aware of a pond, lake, or water tank on the Property |
| ☒ | ☐ | 3. Seller is not aware of any certificate of adjudication, certified filing, or permit for surface water rights associated with the Property administered by the Texas Commission on Environmental Quality |
| ☒ | ☐ | 4. Seller is not aware that any groundwater rights to the Property have been severed, sold, or leased in whole or in part |
| ☒ | ☐ | 5. the Property receives water only from the following municipality (City), municipal utility district (MUD) or other special district, water supply corporation (WSC), or private water supply company (PWC) |



Seller Date

Seller Date