

Declaration relating to the annexation of additional properties.

NOW, THEREFORE, it is declared as follows:

1. Lot 3 of Tract 8236 is hereby made subject to all the terms, covenants, conditions and provisions as set forth in the Master Declaration and specifically pursuant to Section 2 of Article II of such Master Declaration for all intents and purposes as though said Lot 3 of Tract 8236 were a part of the Master Declaration.

2. "Project 2" shall mean and refer to the entire parcel of real property described as follows:

Lot 3 of Tract 8236 as shown on a map recorded in Book 325, Pages 29 and 30, inclusive, of Miscellaneous Maps, records of Orange County, California;

said parcel divided or to be divided into Condominiums including all structures thereon.

3. Each owner of each Condominium in Project 2 shall have an undivided one/eighty-fifth (1/85th) interest in the Common Area of Project 2 which shall be conveyed concurrently with his Unit and shall not be changed.

4. The covenants, conditions and restrictions of this Supplementary Declaration may be amended only in accordance with Section 2 of Article XIV of the Master Declaration. Any amendment may be properly recorded.

IN WITNESS WHEREOF, this instrument is executed as of the day and year first above written.

LEADERSHIP HOUSING SYSTEMS, INC.
a New York corporation

By [Signature]

Its ASST. SECRETY

By [Signature]

Its ASST. SECRETY


STATE OF CALIFORNIA)
) ss.
COUNTY OF ORANGE)

On this 31st-day of MAY, 1974, before
me DIANE KRAJSA, a Notary Public, personally
appeared BARRY BRIEF, known to me to be
the ASSISTANT SECRETARY of the corporation that exe-
cuted the within instrument and MARVIN J. GEBLER,
known to me to be the ASSISTANT SECRETARY of the
corporation that executed the within instrument on behalf
of the corporation therein named, and acknowledged to me
that such corporation executed the same.

Diene Krajsa
Notary Public
OFFICIAL SEAL
DIANE KRAJSA
NOTARY PUBLIC - CALIFORNIA
ORANGE COUNTY
My Commission Expires Nov. 26, 1977

The undersigned, UNION BANK, beneficiary under that certain deed of trust recorded June 24, 1973 in Book 10776, Page 448, Official Records, Orange County, California, and that certain Declaration of Additional Advance recorded March 25, 1974, in Book 11001, Page 1119, Official Records, Orange County, California, hereby consents to the within Supplementary Declaration of Covenants, Conditions and Restrictions for Village Walk Townhomes - Phase II, and hereby subordinates the liens of said deed of trust and Declaration of Additional Advance to the provisions contained herein.

UNION BANK,
a California corporation

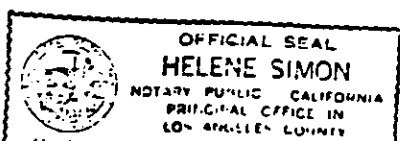

By Richard M. Post
Its Senior Vice President

By 
Jerry A. Grundhofer
Its Vice President

STATE OF CALIFORNIA)
) ss:
COUNTY OF LOS ANGELES)

On May 31, 1974, before me, the undersigned, a Notary Public in and for said County and State, personally appeared Richard M. Post, known to me to be the Senior Vice President and Jerry A. Grundhofer, known to me to be the Vice President of UNION BANK, the corporation that executed the within instrument, and known to me to be the persons who executed the within instrument on behalf of said corporation, and acknowledged to me that said corporation executed the within instrument pursuant to its By-Laws or a resolution of its Board of Directors.

WITNESS my hand and official seal.




Notary Public