

SPRINGWOODS MUNICIPAL UTILITY DISTRICT
NOTICE TO PURCHASER

THE STATE OF TEXAS §
 §
COUNTY OF WILLIAMSON §

The real property, described below, that you are about to purchase is located within Springwoods Municipal Utility District (the "District"). The District has taxing authority separate from any other taxing authority, and may, subject to voter approval, issue an unlimited amount of bonds and levy an unlimited rate of tax in payment of such bonds. As of this date, the rate of taxes levied by the District on real property located in the District is \$0.5119 on each \$100 of assessed valuation. The total amount of bonds, excluding refunding bonds and any bonds or any portion of bonds issued that are payable solely from revenues received or expected to be received under a contract with a governmental entity, approved by the voters of the District and which have been or may, at this date, be issued is \$4,220,000.00, and the aggregate initial principal amount of all bonds issued for one or more of the specified facilities of the District and payable in whole or in part from property taxes is \$1,995,000.

The District is located in whole or in part in the extraterritorial jurisdiction of the City of Austin. By law, a district located in the extraterritorial jurisdiction of a municipality may be annexed without the consent of the district or voters of the district. When a district is annexed, the district is dissolved.

All of the property within the boundaries of Springwoods Municipal Utility District of Williamson County, Texas (the "District"), as depicted on the map attached hereto, is subject to the terms and conditions of a Strategic Partnership Agreement ("Agreement") between the District and the City of Austin, dated December 16, 2002. The Agreement establishes a timetable for the annexation by the City of Austin of the property in the District, which will be annexed initially for limited purposes and subsequently for full purposes. These areas and the specific annexation plan for each are shown on the attached map. The Agreement also provides for the conversion and the timing for conversion of the District to a Limited District and establishes the governmental and operational relationship between the City and the District while the District or the Limited District continues in existence, all as authorized by Section 43.07451, Texas Local Government Code. A copy of the Agreement may be obtained by contacting the offices of the District, and questions concerning the Agreement may be directed to the District or the City of Austin Planning, Environmental and Conservation Services Department.

The purpose of this District is to provide solid waste disposal services and/or drainage, or flood control facilities and services for the District through the issuance of bonds payable in whole or in part from property taxes. The cost of these utility facilities is not included in the purchase price of your property, and these utility facilities are owned or to be owned by the District. The legal description of the property which you are acquiring is as follows:

SELLER:

Date

PURCHASER IS ADVISED THAT THE INFORMATION SHOWN ON THIS FORM IS SUBJECT TO CHANGE BY THE DISTRICT AT ANY TIME. THE DISTRICT ROUTINELY ESTABLISHES TAX RATES DURING THE MONTHS OF SEPTEMBER THROUGH DECEMBER OF EACH YEAR, EFFECTIVE FOR THE YEAR IN WHICH THE TAX RATES ARE APPROVED BY THE DISTRICT. 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 notice at or prior to execution of a binding contract for the purchase of the real property described in such notice or at closing of purchase of the real property.

PURCHASER:

Date

STATE OF TEXAS §

COUNTY OF WILLIAMSON §

This instrument was acknowledged before me the ____ day of _____, 2007, by _____, _____ of _____, a _____, on behalf of the _____.

Notary Public, State of Texas

STATE OF TEXAS §

COUNTY OF WILLIAMSON §

This instrument was acknowledged before me the ____ day of _____,
2007, by _____, _____ of
_____, a _____, on behalf of the
_____.

Notary Public, State of Texas