

NOTICE TO PURCHASER OF SPECIAL TAXING OR ASSESSMENT DISTRICT

The real property that you are about to purchase is located in Fort Bend County Municipal Utility District No. 50 (the "District") and may be subject to District taxes or assessments. The real property that you are about to purchase may also be located within a designated area of the District known as Defined Area No. 1 ("Defined Area No. 1"), in which case your land may be subject to a higher tax than other land within the District. As of this date, if located in Defined Area No. 1, your rate of taxes will be higher by \$0.65 on each \$100 of assessed valuation than land not within Defined Area No. 1. A metes and bounds description of Defined Area No. 1 has been previously filed of record.

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 \$0.85 on each \$100 of assessed valuation. Additionally, the current rate of the Defined Area No. 1 property tax is \$0.65 on each \$100 of assessed valuation for a total tax rate for real property in Defined Area No. 1 of \$1.50 per \$100 assessed valuation (\$0.85 plus \$0.65).

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

- \$156,300,000 for water, sewer, and drainage facilities;
- \$21,700,000 for parks and recreational facilities;
- \$90,477,000 for water, sewer, and drainage facilities within Defined Area No. 1;
- \$26,700,000 for parks and recreational facilities within Defined Area No. 1; and
- \$42,525,000 for road facilities within Defined Area No. 1.

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

- \$93,770,000 for water, sewer, and drainage facilities; and
- \$0 for parks and recreational facilities;
- \$0 for water, sewer, and drainage facilities within Defined Area No. 1;
- \$0 for parks and recreational facilities within Defined Area No. 1; and
- \$0 for road facilities within Defined Area No. 1.

The District is located wholly in the extraterritorial jurisdiction of the City of Houston. 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 District has entered into a strategic partnership agreement with the City of Houston. This agreement may address the timeframe, process, and procedures for the municipal annexation of the area of the District located in the municipality's extraterritorial jurisdiction.

The purpose of the District is to provide water, sewer, drainage, flood control, and parks and recreational facilities and services. The purpose of Defined Area No. 1 within the District is to provide water, sewer, drainage, flood control, parks and recreational facilities, and road facilities and services. The cost of District and Defined Area No. 1 facilities is not included in the purchase price of your property.

SELLER:

(Date)

Signature of Seller

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 notice at or before the execution of a binding contract for the purchase of real property or at closing of purchase of the real property.

PURCHASER:

(Date)

Signature of Purchaser

(APPROPRIATE ACKNOWLEDGMENTS)

AFTER RECORDING, return to: _____.