## STATEMENT OF AGREEMENT BETWEEN DESERT RIDGE, INC. HOA AND DESERT HILLS GOLF CLUB OF GREEN VALLEY, INC.

Subsequent to a meeting and tour of the golf course on August 22, 2016 by representatives of Desert Ridge, Inc. HOA and Desert Hills Golf Club the following was resolved:

First: It is understood that some of the Desert Hills Golf Club white out-of-bound markers are situated on or abutting Desert Ridge property. It is further understood that these said markers on holes 1, 2, 3, 4, 5, and 10 have been in the current location since the golf course opened in the early 1980s.

It is agreed that Desert Hills Golf Club has no interest in claiming title to any Desert Ridge, Inc. HOA land between the out-of-bounds stakes and the legal perimeter boundary markers and as such Desert Ridge, Inc. HOA has no objection to the current location of the out-of-bounds markers property and subsequent use of the property as part of the golf course.

It is further agreed that any future repositioning of the out-of-bounds markers that would encroach on Desert Ridge, Inc. HOA property be allowed only with mutual written agreement of the two Boards of Directors.

Second: It is agreed that Desert Ridge, Inc. HOA is exempt from any liability as a result of storm water drainage onto the course from HOA property. Desert Ridge, Inc. agrees to continue necessary maintenance on hillsides and existing runoff structures to minimize the current run off as much as possible.

Third: It is agreed that Desert Ridge, Inc. HOA maintenance personnel and their equipment are permitted access to the property between the two Associations. Such usage will be arranged with Desert Hills Golf Club Course Superintendent. Such commercial personnel shall be bonded and licensed and shall exempt Desert Hills Golf Club from any liability.

Fourth: Desert Hills Golf Club will maintain liability insurance for golfers, their employees and agents when they are on Desert Ridge, Inc. HOA property.

Finally: This agreement may be terminated by Desert Ridge Inc. should the golf course property no longer be used as a golf course, be owned by Desert Hills Golf Club or be a member-owned golf club.

This agreement replaces any previous agreements.

Future communications shall be between Desert Ridge, Inc. HOA sitting President and the Desert Hills Golf Club sitting President or General Manager.

The undersigned are acting with full approval of their respective Boards of Directors. Carol Claton, President Karen Thornton, President Desert Ridge, Inc. HOA Desert Hills Golf Club of Green Valley, Inc.

State of AZ , County of Pima Signed before me on this 21

State of AZ, County of Pima Signed before me on this 2016 by Carol A. Claton of Sept, 2016 by Karen Thornton

