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ANGEL FIRE REDWOOD COMMONS
A CONDOMINIUM RESIDENCE ENTERPRISE

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SUPPLEMENTAL DECLARATIONS OF CONDOMINIUM OWNERSHIP
AND OF

EASEMENTS, RESTRICTIONS AND COVENANTS
WHICH SHALL AMEND THE FIRST DECLARATIONS

RECORDED AT BOOK 81, PAGE 400.

IN THE RECORDS OF THE COLFAX COUNTY CLERK, COLFAX COUNTY, N.M.,
FOR

ANGEL FIRE REDWOOD COMMONS

A CONDOMINIUM RESIDENCE ENTERPRISE

Pursuant to the New Mexico
Apartment Ownership Act

This Supplemental Declaration is made, submitted and
effective as of the date it is recorded with the Colfax County
Clerk by Angel Fire Redwood Commons, Inc., a New Mexico corporation
(hereinafter called 'Developer').

ARTICLE 1

DEFINITIONS

Certain words and terms used in this Declaration are de-
fined as follows:

APARTMENT: A part of the property within one of
the buildings, including one or more rooms or
enclosed spaces, occupying one or more floors or
a part or parts thereof, designed and intended
for a residence or such other uses permitted by
this Declaration, and having lawful access, through
the Common Area or otherwise, to a public way.
Each apartment is identified by number as to
its location within Building A-1, A-2, A-3
and B (which buildings are being constructed on the
Phases 2 and 4 property), and its immediate access
to a common area, on Schedules A, B and C hereto.
The dimensions of each apartment, its approximate
area, layout, and number of rooms, are shown on
the floor plans attached hereto as Schedules D, E
and F. A copy of the detailed floor plans of
Buildings A-1, A-2, A-3 and B, certified as
required by NMSA §70-4-13, will be recorded
simultaneously with recording of this Declaration
and with the County Clerk of Colfax County, New
Mexico.

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P. O. BOX 2448
SANTA FE,
NEW MEXICO 87501
982-3396

Apartment Owner: The person or persons whose estates or interests, individually or collectively aggregate fee simple absolute ownership of an Apartment ownership.

Apartment Ownership: A part of the property consisting of one apartment and the undivided interest in the Common Area and facilities appurtenant thereto.

Association: The Apartment Owners acting through the Angel Fire Redwood Commons Homeowners Association, a New Mexico Corporation.

Board: The Board of Directors of the Association.

Common Expenses: Charges against the property as a whole and expenses declared to be common expenses by the provisions of this Declaration, including but not limited to the following:

1. Expenses of administration of the property;
2. Expenses for maintenance, repair, replacement, and operation of, insurance of, snow and trash removal from, the common areas and facilities and the limited common areas.
3. Expenses for water and sewer for all Apartment Owners;
4. All sums assessed against the Apartment Owners by the Association.

Declaration: Means this "Declaration of Condominium Ownership and of Easements, Restrictions and Covenants of Angel Fire Redwood Commons, a Condominium Residence Enterprise, pursuant to the New Mexico Apartment Ownership Act, and any supplemental Declarations.

Occupant: A person or persons, other than the Apartment Owner, in possession of an apartment.

Person: A natural individual, corporation, partnership, combination, association, trustee or other legal entity capable of holding title to real property.

Property: Buildings A-1, A-2, A-3 and 2, Block E, Angel Fire Village, Unit No. 11, a Subdivision of Colfax County, New Mexico, along with all of the land, buildings, improvements, structures and appurtenant easements, servitudes, rights and privileges belonging or appurtenant thereto, and all chattels included for use in connection therewith.

Regulations: The rules promulgated by the Board from time to time in the manner permitted by the Articles of Incorporation and By-Laws of the Association.

Special Expenses: Charges against a particular apartment owner for expenses of administration, maintenance, operation and other services, or dues attributable to the particular apartment of such apartment owner and for his special benefit as distinguished from the general benefit of the property as a whole or the Common Area and facilities.

Mortgagee: Any person named as Mortgagee, or successor thereof, under any mortgage or other security document, by which an apartment ownership is encumbered.

Supplemental Declaration: Any instrument which amends or terminates this Declaration, or which accomplishes some action taken under this Declaration, and which has been executed and acknowledged, in the manner required by this Declaration and recorded with the Colfax County Clerk.

ARTICLE II

GENERAL PLAN OF DEVELOPMENT OF

ANGEL FIRE REDWOOD COMMONS

1. The Property. Developer is the owner in fee simple of Lots 1 and 2 which are situate contiguous. Developer intends that the property will be submitted to the provisions of the Apartment Ownership Act, to come within this Declaration as though originally a part hereof. Developer intends that Lots 1 and 2 shall have a maximum of twenty-eight (28) units.

Developer, in its sole discretion and in accordance with Article IV herein, may elect to not complete all of the units in Lot 2 and may elect to not begin or complete any units in Lot 1, but may build or complete such units, after consideration of certain conditions which may include, but not be limited to, the buying and selling market for such units

and whether financing is available.

Developer will bear no financial responsibility or the Association, nor pay for the Association's Common Areas in units which are uncompleted.

ARTICLE III

SUBMISSION TO NEW MEXICO BUILDING UNIT OWNERSHIP ACT

1. Developer hereby submits the Property to the New Mexico Building Unit Ownership Act, as amended from time to time, and Developer hereby publishes and declares that all of such Property is and shall be held, owned, conveyed, hypothecated, encumbered, leased, rented, used, occupied and improved, subject to the New Mexico Building Unit Ownership Act, as amended from time to time, and subject to the rights, easements, privileges, covenants and restrictions stated herein, which shall be deemed to run with the land and shall be a burden and a benefit to Developer, its successors and assigns, and to any person acquiring or owning an interest in such property, their grantees, successors, assigns, heirs, executors and administrators.

ARTICLE IV

COMPLETION OF DEVELOPMENT

1. Amendment of Plats. Developer may, at any time, amend or vacate any prior plat or plats thereof, or make changes in the number, location, spacing, area or design of the apartments shown thereon, so long as such changes are, in the opinion of the Developer, reasonably compatible in architecture and parking spaces to the then existing development, and are included in the plat which is attached to any supplemental declaration at the time of recording thereof.

ARTICLE VBUILDINGS, APARTMENTS, COMMON AREAS AND
FACILITIES AND EASEMENTS

1. Description of Land and Buildings: There are to be four buildings, named Buildings A-1, A-2, A-3 and B, located upon Lots 1 and 2, Block E, Angel Fire Village, Unit No. 11, as shown on the survey plat attached hereto as Schedule A-1, containing 28 apartments, which apartments are designated as follows:

"Apartments 1 through 28, both inclusive,
as the same are shown and designated on
Schedules B-1 and 2 and C1-4 hereto."

The buildings are to be rectangular or hexagonal in shape and are to be a combination of one (1) and two (2) bedroom, and are to be constructed of the following principal materials:

Subfloor and crawl space; wood framing,
wood exterior walls, wood floors;
insulation; wood interior walls and
composition ceilings; asphalt shingle roof.

2. Description of Apartments: Schedules A-1 B-1 and B-2, C-1-4; D, E and F are attached hereto and incorporated herein by reference as though set forth in detail herein, to reflect the location, apartment number, dimensions of the apartment, area, layout, number of rooms,

the name of the building in which the apartment is located, and a description of the common area to which the apartment has immediate access; detailed floor plans (bearing the verified statement of a registered architect or licensed professional engineer, certifying that it is an accurate copy of portions of the plans of the building as filed with and approved by the governmental subdivision having jurisdiction over the issuance of permits for the construction of buildings), shall be recorded with the County Clerk of Colfax County, New Mexico, simultaneously with the recording of this Declaration, and such floor plans shall contain a reference to the book page and date of recording of this Declaration. This Declaration, when recorded, shall contain a reference to the book, page and date of recording of such floor plans.

3. Description of Common Areas and Facilities:

The common areas and facilities are described as follows:

- a. The real estate and buildings (excluding the apartments as described in subparagraph 6(b) of this Article), described in Schedule A hereto, the space on which the Buildings are located, and all easements, servitudes, rights and privileges belonging or in any wise appertaining thereto;
- b. The foundations, columns, beams, supports, main and supporting walls, roofs, stairs and stairways, including interior party walls and partitions or ceilings;
- c. The grounds, driveways, parking areas, walks and walkways;
- d. The installations of central services, including sewer, light, water, heating, sewage disposal and incineration, including but not limited to pipes, ducts, flues, conduits, wires and other utility installations;
- e. The tanks, pumps, motors, fans, compressors, ducts, and all apparatus and installations existing for common use;

f. All other parts of the property necessary in common use or convenient to its existence, maintenance and safety which are not included in the description of an apartment, under subparagraph 6(b) of this Article;

g. Limited Common Areas described in paragraph 4 of this Article;

h. Any electrical fixtures, public utility lines, faucets, showerheads, plugs, connections, switches, or structural components running through an apartment or within an apartment; provided, however, the care, maintenance, repair and replacement of electrical fixtures, utility pipes and lines, faucets, showerheads, plugs, switches, or connections, situate within an apartment, shall not be deemed a common expense, and shall be the sole responsibility of the Owner of such apartment, except the replacement of water and sewer lines necessitated by a cause other than the act of omission of the Apartment Owner.

4. Description of Limited Common Areas and Facilities:

The balcony or decking of each apartment shall be reserved for the use of the occupants of the apartment to which such area or facility is attached; all such areas and facilities are hereby defined as the "limited common areas."

5. Value of the Property and of each Apartment:

The value of each apartment, together with the undivided interest in the common areas and facilities appurtenant thereto, or of each "apartment ownership" as herein defined, is declared to vary between \$24,500.00 and \$30,000.00, as itemized in paragraph 7 of this Article V. The percentage ownership of common areas, voting rights, and assessment of common expenses of each apartment owner shall be that percentage that the value of each apartment bears to the total value of the property, as stated in paragraph 7 of this Article V.

6. Ownership and Description of Apartments:

(a) Each Apartment Owner shall own an apartment in fee simple, absolute. No apartment owner shall, by deed, plat or otherwise subdivide or in any manner cause his apartment

to be separated into any tracts or parcels smaller than the whole apartment. Every deed, lease, mortgage or any other instrument may legally describe an apartment by its identifying number, as shown on Schedules B-1 and B-2, and every such description shall be deemed good and sufficient for all purposes.

(b) Each apartment consists of the space enclosed or bounded by the undecorated surfaces of the perimeter walls, floors and ceilings of each such family unit, the dimensions, layouts and descriptions of each such family unit being shown on Schedules D, E and F hereto, which may include, without limitations:

- (1) The decorated surfaces, including paint, lacquer, varnish, wallpaper, tile and any other finishing material applied to said perimeter walls, floors and ceilings, and also the aforesaid finishing material applied to the interior walls, floors and ceilings;
- (2) All window sashes and doors exclusive of door frames in the interior and perimeter walls and the space occupied thereby;
- (3) The space within all fixtures located within the bounds of a family unit and the space occupied by the fixtures themselves;
- (4) All unenclosed space, if any, within or occupied by structural parts of the building which may project into the family unit, as defined above, from the unfinished perimeter floor level to the unfinished perimeter ceiling level and including by way of illustration, but not by way of limitation, the space between the shelves of built-in bookcases, if any, and the space within built-on cabinets, if any;
- (5) All space between interior walls, floors and ceilings, including the space occupied by structural and component parts of the building and utility pipes, wires and conduits;

but excepting therefrom all of the following items located within the bounds of the family unit as described above:

(1) The structural and component parts of all interior walls, floors and ceilings, except the decorated surfaces thereof;

(2) All vent covers, grills, plate covers and other coverings of space affixed to interior and perimeter walls, floors and ceilings, which are hereby defined as parts of said walls, floors and ceilings;

(3) All fixtures located wholly or partly within the family unit, and all control knobs, switches and thermostats affixed to or projecting from the interior and perimeter walls, floors and ceilings;

(4) All structural portions of the building, lying within the bounds of the family unit as above defined;

(5) All plumbing, electric, heating and other utility or service lines, pipes, wires, plugs and outlets lying within the bounds of a family unit as above defined.

7. Ownership of Common Areas and Facilities: Each Apartment Owner of Buildings A-1, A-2, A-3 and B shall own, for all purposes including assessment for common expenses and voting, an undivided interest in the common areas and facilities, expressed as a percentage, as follows:

Building & Apartment No.	Approx. Sq. Ft. Heated Living Area	Present Value	Percentage Interest
<u>Building A-1</u>			
3	799	36,500	.0399
4	799	38,500	.0421225
5	799	36,500	.0399343
6	799	38,500	.0421225
<u>Building A-2</u>			
7	448	25,500	.0278993
8	448	27,500	.0300875
9	448	24,500	.0268052
10	448	26,500	.0289934
11	448	24,500	.0268052
12	448	26,500	.0289934
13	448	25,500	.0278993
14	448	27,500	.0300875

Building A-3

15	700	36,500	.0399343
16	700	38,500	.0421225
17	700	36,500	.0399343
18	700	38,500	.0421225

Building B

1	700	38,500	.0421225
2	700	40,500	.0443107
3	700	42,500	.0464989
4	684	34,501.22	.0377475
5	478	28,000	.0306345
6	628	34,500	.0377461
7	478	28,000	.0306345
8	628	34,500	.0377461
9	478	28,000	.0306345
10	628	34,500	.0377461
11	478	28,000	.0306345
12	628	34,500	.0377461

Each apartment owner shall own his undivided interest in the common areas and facilities as a tenant in common with all other apartment owners, and, except as otherwise limited in this Declaration, shall have the right to use the common areas and facilities, and any chattels owned by the Association for all purposes incident to the use and occupancy of his apartment as a residence and such other incidental uses permitted by the Declaration, which right shall be appurtenant to and shall run with each apartment.

The undivided interest of each Apartment Owner in the common areas and facilities shall be permanent, and shall remain unaltered unless altered by the unanimous consent and approval of all apartment owners, all their representatives which consent and approval shall be expressed in an amended declaration duly recorded in the public records of the New Mexico Apartment Owners Association, and the instrument of this Declaration.

8. No Severance or Partition of Common Areas and Facilities or of Ownership Thereof: The common areas and facilities and the undivided interest of each Apartment Owner in the common areas and facilities shall not be severed or separated from the apartment to which they are appurtenant.

No Apartment Owner shall execute any deed, lease, mortgage or other instrument affecting title to his apartment or his apartment ownership, unless he includes therein both his title or interest in the apartment and his then corresponding fraction or percentage title or interest in the common areas and facilities appurtenant thereto. Any such deed, lease, mortgage or other instrument purporting to affect the one without including the other, shall be deemed and taken to convey, encumber or affect the title or interest so omitted, even though the interest is not expressly mentioned or described.

The common areas and facilities shall remain undivided among the apartment owners. There shall be no partition of the common areas and facilities through judicial proceedings or otherwise until this Declaration is terminated and the property is removed from the provisions of the New Mexico Apartment Ownership Act.

9. Memberships:

a. So long as there are memberships available in the Boca Grande Angel Fire Country Club, each apartment owner shall be a member of the Boca Grande Angel Fire Country Club, shall maintain such membership, and pay the annual dues therefor.

b. If Developer elects, pursuant to subparagraph VIII 1.(b) herein, to join Resort Condominiums International, each Apartment Owner shall become a member thereof, subject to the provisions of subparagraph VIII 1.(b) herein, and shall pay monthly dues therefor.

c. If any Apartment Owner fails to pay such monthly or annual dues, the Board shall pay such dues, and assess the amount thereof as a special expense to the Apartment Owner.

1. The easement and right of ingress and egress shall have an equal benefit to all of the apartment owners.

a. Ingress and Egress. An easement and right of way for the mutual benefit of the apartment owners, their successors and assigns, for purposes of ingress to and egress from the property, is hereby declared and established for the benefit of all apartments and their owners, shown on the plan attached hereto as Exhibit "A-1" and "B", which easement and right of way shall be deemed to run with the land.

b. Common-Area Encroachment. If, by reason of any construction, settlement or design of any one or more of the buildings, any part of the common areas or facilities encroaches or shall hereafter encroach upon any part of any apartment, or if an apartment encroaches or shall hereafter encroach upon any part of the common areas or facilities, or if an apartment encroaches or shall hereafter encroach upon another apartment, valid easements for the reasonable use, existence, repair and replacement of such encroachment are hereby established, so long as all or part of any one or more of the apartment buildings containing such apartment shall remain standing; provided, however, that in no event shall a valid easement for any encroachment be created in favor of the apartment owner if such encroachment occurred due to the willful conduct of said apartment owner or owners.

c. Reciprocal Easements for Ingress and Egress. Developer reserves and grants the full benefit of Developer, its grantees, assigns, successors and representatives, and for and in behalf of all apartment owners, and for and in behalf of any other person who may own or occupy the property or any part or parcel thereof, the right of ingress and egress in, to, upon, through and over, common areas contained in the property and all buildings located on the property, or any part or parcel thereof, shall have the reciprocal easement for ingress and egress in, to, upon, through and over the property, including without limitation, all roads constructed through such property.

A reciprocal easement of ingress and egress exists between Developer and Angel Fire Commons, Inc., running across Lot 7, Block 7, Angel Fire Village, Unit No. 17, a subdivision of Colfax County, New Mexico, and the property, for the mutual benefit of owners of both condominium units.

d. Public Utility Easements. Developer reserves to itself the right, power, authority and license to execute and deliver such easements for public utility purposes as Developer deems necessary; from time to time, for such utilities

as electricity, telephone, gas, sewer, water and television, for use at the Property, which easements may include installation of equipment and liens which traverse along, across, over, under or through any of the common areas and facilities.

A reciprocal public utility easement exists between Developer and Angel Fire Commons, Inc. running across Lot 7, Block E, Angel Fire Village, Unit No. 11, a subdivision of Colfax County, New Mexico, and the Property, for the mutual benefit of owners of both condominium units.

c. Overhang, Encroachment. If any drain, flue, ductwork, equipment or structure encroaches upon or overhangs an apartment, as originally constructed, such apartment shall be burdened with a perpetual easement for the use, existence, repair and replacement of such overhang or encroachment; provided, however, such overhang or encroachment shall not be enlarged without the consent of the owner of such apartment.

d. Maintenance and Repair Easement. The Board or its agents may, and shall have an easement to enter any apartment when necessary in connection with any maintenance, repair or construction therein, or in connection with maintenance, repair or construction of common areas and facilities accessible therefrom and for making emergency repairs to prevent damage to the common areas and facilities or to another apartment, for which the Board is responsible. It may, and shall have an easement to likewise enter any patio, balcony or enclosed area for maintenance, repairs, construction or painting. Such entry shall be made with as little inconvenience to the apartment owner as practicable, and any damage caused thereby shall be repaired by the Board at the expense of the common expense fund.

e. Run with Land. All easements and rights described herein are easements appurtenant, running with the land, perpetually in full force and effect, and at all times shall inure to the benefit of and be binding upon the undersigned, their successors and assigns, and any apartment owner, purchaser, mortgagee, and other person having an interest in the property, or any part or portion thereof.

f. Reference to in Deeds. Reference to easements described in the Declaration, in the respective deeds of conveyance, or in any mortgage or trust deed or other evidence of obligation, shall be deemed reference to the easements and rights described in immediately

preceding subparagraphs, or described in any other part of the Declaration, and shall be sufficient to create and reserve such easements and to create the rights to the respective grantees, mortgagees or trustees or other obligee of such parcels as fully and completely as though such easements and rights were recited fully and set forth in their entirety in such documents.

ARTICLE VI

ADMINISTRATION OF THE PROPERTY

1. Association of Apartment Owners and Board of Directors.

The direction, management and administration of the common areas and facilities shall be vested in an incorporated association of all the apartment owners, known as ANGEL FIRE REDWOOD COMMONS HOMEOWNERS ASSOCIATION (Hereinafter called the "Association"), a New Mexico Corporation, a true copy of the By-Laws and Articles of Incorporation of the Association are attached hereto as Exhibits G and H respectively, and are incorporated herein by reference. The Association shall be managed by, elect and act through, a Board of Directors (hereinafter referred to as the "Board"), consisting of three (3) persons or four (4) persons if the mortgagee of fifty percent [50%] or more of all the apartment designates a member), who shall be elected in the manner set forth in the By-Laws.

Two members of the Board, after the expiration of the terms of the members of the initial Board, shall be apartment owners; provided, however, if an Apartment Owner is a corporation, partnership, trust or other legal entity other than a natural person or persons, then any director, officer, partner, beneficiary or trustee, as the case may be, of such an entity shall be eligible to serve as a member of the Board of Directors.

2. General Powers and Duties of the Board of Directors:

The Board shall have in behalf of the Association,

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the power and duty, for the benefit of all the apartment owners, to acquire or furnish (by purchase order), and, for the fund described in Article VII herein, pay for (by payment voucher), the following:

a. Water, sewer and trash removal, for all apartment owners.

b. A policy or policies of insurance wherein the building is insured against damage caused by fire, lightning, perils described in the "extended coverage" endorsement, vandalism and malicious mischief, and such additional perils as may be available through usual insurance markets.

(1) The amount of such insurance shall be 100% of the replacement cost of such building, as determined within 30 days of the end of each fiscal year of the Association, and increased or decreased by the Board from year to year, according to changes in the replacement costs.

(2) The named insured of such policy shall be the Association as Trustee for the apartment owners, acting by and through the Board of Directors of the Association.

(3) Such policy shall contain the following endorsement:

Named Insured and Mortgagee: The named insured, for purposes of this insurance, shall be Angel Fire Redwood Commons Homeowner's Association, Inc., acting by and through its Board of Directors, as Insurance Trustee for all of the apartment owners of the condominium real property. Any loss hereunder shall be adjusted with the Named Insured, and payment for any adjusted loss shall be made to the mortgagee as their interest appears as Trustee for the named insured, all apartment owners and all mortgagees, as their interests may appear at the time of loss.

c. A policy or policies insuring the Association, members of the Board, their agents and employees, and the apartment owners, against any liability to the public or to the owners of the apartments and of the common areas and facilities for a limit of liability not less than One Million Dollars, combined single limit for personal injury liability and property damage liability (such limit to be reviewed at least annually by the Board and increased in its discretion).

d. Workmen's Compensation insurance to the extent necessary to comply with any applicable laws, taxes and utilities for the common areas and facilities.

e. Landscaping, gardening, snow removal, painting, cleaning, tuckpointing, maintenance, decorating, repair, and replacement of the limited common areas, common areas and facilities (excluding the items for which Owner is responsible, as itemized in paragraph 3 of this Article VI) and such furnishings and equipment for the common areas and facilities as the Board shall deem necessary and proper.

f. Any other: Materials, supplies, furniture, labor, services, maintenance, repairs, or structural alterations; insurance or assessments which the Board is required to secure or pay for pursuant to the terms of this Declaration or by law; as the Board deems necessary for administration, maintenance and operation of the property as a first-class residential condominium or for the enforcement of this Declaration or the By-Laws.

g. Any amount necessary to discharge any mechanic's lien or other encumbrance levied against the entire property or any part thereof which may in the opinion of the Board constitute a lien against the property or against the common areas and facilities; provided, however, if such lien is created by an apartment owner, or by the act or omission of apartment owner, the amount of such lien, and any costs relating thereto shall be specially assessed by the Board, against such apartment owner, as a special expense.

h. Any amount necessary to provide maintenance and repair of any apartment, deemed necessary, in the discretion of the Board, to protect the common areas and facilities or any other portion of the buildings, if the apartment owner of such apartment has failed or refused to perform said maintenance and repair within a reasonable time after written notice of the necessity thereof has been delivered by the Board to such apartment owner; provided, however, the cost of such repairs and maintenance shall be specially assessed by the Board against such apartment owner, as a special expense.

i. The services of any person or firm employed by the Board in furtherance of its general powers and duties stated herein.

3. Owner's Responsibility for Repair, Maintenance,

Replacement:

Each apartment owner shall repair, replace and maintain:

a. All interior areas of the apartment, including but not limited to, interior walls, appliances, hot water heater, electrical fixtures and wiring, switches, plumbing fixtures, pipes and lines, faucets, showerheads, plugs, heating systems and fixtures, which are situated within the apartment, excluding, however, replacement of water and sewer lines necessitated by a cause other than the act or omission of Apartment Owner or occupant.

b. All glass, windows, doors, vestibules and entry-ways, which are appurtenances to the apartment.

4. Reserve for Replacement and Contingencies: The Board shall also assess, beginning with the second fiscal year, as a common expense, a reasonable amount, annually, as deemed necessary by the Board, in its discretion, to create a reserve for replacements and contingencies, which reserve shall be maintained and increased annually.

5. Purchases and payments: All purchases shall be made by purchase order, and payment therefor by payment voucher, on forms adopted by the Board, each of which shall be executed by such officers or agents of the Board as are designated by the Board.

6. Limitation of the Powers of the Board of Directors:
The Board shall have no power or authority to acquire, or pay for, any capital addition, capital improvement or any structural alteration having a total cost in excess of Two Thousand Dollars (\$2,000.00) (except to replace or restore portions of the common areas and facilities as otherwise authorized by this Declaration), without in each case the prior approval of two-thirds of the voting members of the Association.

7. Rules and Regulations: The Board shall adopt such

reasonable rules and regulations as it may deem advisable for the maintenance, conservation and beautification of the property, and for the mutual health, comfort, safety and general welfare of the apartment owners, and occupants thereof. Written notice of such rules and regulations shall be given to all apartment owners and occupants, and the Board shall obtain strict compliance with such rules and regulations, by suit for damages or injunctive relief, or both.

ARTICLE VII

COMMON EXPENSE FUND AND ASSESSMENTS

1. Mutual Covenants to Pay Assessment: Developer, as owner of the Property, and of the completed but unsold apartments, covenants, and each apartment owner by acceptance of a deed to an apartment, covenants and agrees with each other apartment owner, and with the Association, to pay all assessments levied by the Board, as required in this Declaration, whether or not such covenant is contained in such deed. Provided, however, that Developer shall not be assessed, or pay assessments, on planned but incompleated units.

2. Creation of Common Expense Fund: The Board shall establish a "Common Expense Fund," to enable the Association, and the Board, to exercise the powers and perform the duties stated in Article VI herein. Such fund shall be funded by assessments as hereinafter provided, to be paid by all apartment owners, including Developer. Such fund shall be administered on a fiscal year basis, beginning on the first day of the month following the date the first apartment is conveyed, and the annual assessment shall be \$21,000.00 for such first year.

The first year's assessment is based upon the existence of 28 condominium units being completed during the first year. If 28 units are not completed, the \$21,000.00 is subject to

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change to a figure which shall represent the actual number of units completed, on an annual basis. The parties hereto expressly understand that the Developer shall not be liable for any difference between the \$21,000.00 and whatever the annual figure may actually be.

3. Annual Budget: Each year, at least 30 days prior to the end of such fiscal year, the Board shall prepare an estimate of the total amount it deems necessary, for the ensuing year, to pay the common expenses to be incurred in the administration, maintenance, repair, replacement and improvement of the common areas and facilities, and limited common areas, as a first class residential condominium (hereinafter called "Annual Budget"), and shall furnish each apartment owner an itemized copy thereof 15 days prior to the beginning of such ensuing fiscal year.

4. Assessments: Effective the first day of each such fiscal year each apartment owner, including Developer, shall be assessed a sum equal his percentage of ownership of the common areas and facilities, multiplied times the total Annual Budget which sum shall be paid by the apartment owner, three-twelfths each quarter, on the first day of each of the quarters of each fiscal year, continuing until a new assessment is made by the Board. Developer's percentage ownership shall be the total percentages of all completed but unsold apartments.

If the amount of the annual budget proves inadequate for any reason, including, without limitation, non-payment of any apartment owner's assessment, the Board may, at any time, levy a further assessment, by increasing the annual budget, and each apartment owner shall be assessed a sum equal to his percentage of ownership of common areas and facilities, multiplied times such increase; provided, however, extraordinary expenses omitted from the annual budget, which may become due during the

fiscal year, shall first be paid from the replacement and contingency reserve, and provided further, if inadequate funds exist during a fiscal year, the Association may borrow sufficient funds, from Developer or otherwise, but Developer shall not be obligated to loan any funds to the Association. The Board shall give written notice of any such increase, and the reasons therefor, to each apartment owner, and shall state the date and terms of payment of such increase.

All such assessments collected shall be paid and expended for the purposes authorized herein, and (except for such special assessments as may be levied against less than all the apartment owners, and for such adjustments as may be required to reflect delinquent or unpaid assessments) shall be deemed to be held for the benefit, use and account of all the apartment owners in the same percentages as their percentage ownership of the common areas and facilities specified herein.

5. Annual Accounting: Within 30 days of the end of a fiscal year, the Board shall furnish to all apartment owners, for the preceding fiscal year, an itemized accounting of the common expenses actually incurred, paid, or accrued, together with a statement of the total assessments collected, showing the net operating loss or gain. Any such gain, in excess of the amount required for incurred or accrued expenses and replacement and contingency reserves, shall be apportioned according to each apartment owner's percentage of ownership in the common areas and facilities as a credit to the next monthly assessments, until exhausted; any such loss shall be apportioned according to each apartment owner's percentage of ownership in the common areas and facilities, and added to the next monthly assessments, for the six (6) months succeeding the month of rendering of such accounting.

6. Books of Account: The Board shall maintain current, separate books of account in accordance with generally accepted

accounting principles and procedures, which reflect all receipts, disbursements, assets and liabilities of the Association. Such books, records, purchase orders and payment vouchers, shall be available for inspection by any apartment owner, or any duly authorized representative of any apartment owner, at reasonable times during the normal business hours. Apartment owner's mortgagee shall be deemed an authorized representative of owner upon ten (10) day's notice to the Board and payment of a reasonable fee, any apartment owner, or his mortgagee, may demand and be furnished, a statement of his account, which reflects the amount of any unpaid assessments or other charges due and owing from such apartment owner.

7. Delinquencies and Default of Apartment Owner: The amount of any unpaid assessment, including, without limitation, any assessment for special expenses, together with interest at the highest lawful rate permitted by New Mexico usury laws, from the due date thereof, plus reasonable attorney fees for collection thereof, shall constitute a lien on the apartment until paid. The Board, or manager thereof, may bring suit for collection of such unpaid assessment, and the remaining balance of assessments due for the fiscal year, plus interest at such highest lawful rate, plus costs and attorneys fees, without waiving such lien, or such lien may be foreclosed in the same manner as foreclosure of a mortgage on real property wherein the period of redemption is one month; provided, however, the Board shall mail notice of such default to any mortgagee of the apartment owner, ten (10) days prior to any foreclosure of lien. Such lien is inferior to the balance due on any first mortgage of record, and any real property taxes which constitute a tax lien against the apartment prior to the assessment. During foreclosure, the apartment owner shall pay the rental for the apartment, and a receiver shall be appointed.

collect such rent.

8. Unpaid Assessments; Disclosure: The Board shall furnish a statement of the total unpaid assessments to any grantee of an apartment, upon request for same, and, the grantee shall be jointly and severally liable, with the grantor, for the amount so stated, but not in excess of such amount stated, and the apartment shall not be conveyed subject to a lien for any amount in excess of the amount disclosed in such statement.

9. Amendments: Amendments to this Article VII shall be effective only upon the unanimous vote of all apartment owners and their mortgagees.

10. Assessments - Non Use: No Apartment Owner may waive or otherwise escape liability for the assessments provided for herein, by non-use of the common areas and facilities, by abandonment of the apartment, or by any other means whatsoever.

ARTICLE VIII

COVENANTS AND RESTRICTIONS

AS TO USE AND OCCUPANCY

1. Restrictions: The apartments and common areas and facilities shall be occupied and used as follows:

a. Residential Use. The apartments and common areas and facilities shall be used and occupied solely and exclusively for the purpose of residence for the apartment owner, his family, guests and agents as hereinafter provided, and shall be kept in good order and repair; provided, however, Developer may use an apartment owned by it for a sales office and model unit or a resident manager's apartment.

b. Leasing. An apartment may be leased or rented by its owner. Developer may manage the property by leasing units, individually or as a group, to persons, when Developer, in his sole discretion, believes such management and leasing is in the best interests of the Association and Developer. Developer may place an agent on the property, or elsewhere, who shall serve as manager of the units in the absence of the Developer. Developer may, if it so elects, cause the Property to be submitted to membership in Resort Condominiums International, or a similarly constituted organization whose purpose is to provide an exchange of use of apartments between owners of condominiums situated in various areas of the world. If so submitted, Developer may bind the Association to pay

monthly dues per apartment, as a common expense. Provided, however, no such membership shall require an apartment owner to actively participate or exchange use of the owner's apartment unless the apartment owner elects to actively participate.

c. Use of Common Areas: There shall be no obstruction of the common areas and facilities nor shall anything be stored in the limited common areas, or common areas and facilities, except as hereinafter expressly provided. No clothes, sheets, blankets, laundry of any kind or other articles shall be hung out or exposed on any part of the common areas and facilities, or the limited common area. The common and limited common areas and facilities shall be kept free and clear of rubbish, debris and other unsightly materials. Nothing shall be altered or constructed or removed from the common areas or facilities, or limited common areas except upon the written consent of the Board.

d. Increase in Insurance Rate: Nothing shall be done or kept in any apartment or in the common areas and facilities, or the limited common areas, which will increase the rate of insurance of the building, or contents thereof, applicable for office use, without the prior written consent of the Board. No apartment owner shall permit anything to be done or kept in his apartment or in the common areas and facilities which will result in the cancellation of insurance on the buildings, or contents thereof, or which would be in violation of any law. No waste will be committed in the common areas and facilities.

e. Exterior Use Limitations: Apartment owners shall not cause or permit anything to be hung, placed or displayed, in or on the outside of windows, the outside walls of the buildings, or the limited common areas, and no sign, awning, canopy shutter, radio or television antenna shall be affixed to or placed upon the exterior of the building, common areas, or limited common areas.

f. Nuisances: No noxious or offensive activity shall be carried on in any apartment or in the common areas and facilities, nor shall anything be done therein or thereon, either willfully or negligently, which may be or become an annoyance or nuisance to the other apartment owners or occupants.

g. General Limitations of Use: Nothing shall be done in any apartment or in, on or to the common areas and facilities, or the limited common areas, which will impair the structural integrity of

the buildings, which would jeopardize the soundness or safety of the buildings which would structurally change the buildings, except as is otherwise provided herein, or which would reduce the value of or impair easements, servitudes, rights, privileges or hereditaments belonging to or in any wise appertaining to the property.

h. Signs: No apartment owner shall permit or maintain any "For Sale" "For Rent" or any other signs or other window displays or advertising on any part of the apartment, limited common area, or common areas or facilities which is visible to exterior view. The right is reserved by the Developer, or its agent, to place "For Sale" or "For Rent" signs on any unsold or unoccupied apartments, and the right is hereby given to any mortgagee, who may become the owner of any apartment, to place such signs on any apartment owned by such mortgagee. The right is reserved by the Developer or its agent, to use any unsold apartment or apartments for sales or display purposes.

i. Interior Use Limitations: Window coverings which are visible to outside view shall be aesthetically harmonious with exterior design, color and other apartments, as determined by the Board. All such window coverings shall not be installed until the Board approves same.

j. Limited Common Area Use: Apartment owners are prohibited from parking, storing or repairing boats, campers or trailers or outside surface parking areas for any period of time in excess of twenty-four (24) hours.

ARTICLE IV

SALE OR OTHER ALIENATION

1. Sale: Any apartment owner, other than the developer, who wishes to sell his apartment ownership, or an interest therein, to any person not related by blood or marriage to the apartment owner, shall give to the Board prior written notice of the terms of any contemplated sale, together with the name and address of the proposed purchaser or lessee. The Board, acting on behalf of the other apartment owners, shall at all times have the first right to purchase such apartment ownership or interest therein upon the same terms stated in the notice, which right shall be exercisable for a period of thirty (30) days following the date of receipt of such notice. If said right is not exercised by the Board within said thirty (30) days, the apartment owner may, at the expiration of said thirty (30) day

period and at any time within sixty (60) days after the expiration of said period, convey such apartment ownership to the proposed purchaser named in such notice, upon the terms specified therein.

2. Gift. Any apartment owner, other than the Developer who wishes to make a gift of his apartment ownership or any interest therein to any person or persons who would not be heirs at law if the apartment owner, under the laws of the State of New Mexico, were to die within ninety (90) days prior to the contemplated date of such gift, shall give the Board prior written notice of the intent to make such a gift, together with the name and address of the intended donee and the contemplated date of said gift. The Board, acting on behalf of the Association, shall have the first right to purchase such apartment ownership therein, for cash, for a price equal to the fair market value thereof, to be determined by arbitration as herein provided, which right shall be exercisable for a period forty-five (45) days following the date of receipt of such notice of intended gift. Within fifteen (15) days after receipt of such notice, the Board, and the apartment owner desiring to make such gift, shall each choose a qualified real estate appraiser to act as arbitrators. The two (2) arbitrators so appointed shall, within ten (10) days after their appointment, appoint another qualified real estate appraiser to act as the third arbitrator. Within fifteen (15) days after the appointment of said arbitrator, the three (3) arbitrators shall determine by majority vote, the fair market value of the apartment ownership or interest therein which apartment owner contemplates conveying by gift,

and shall thereupon give written notice of such value to the apartment owner and the Board. If the Board fails to purchase such interest, within 65 days of the date of notice of the intended gift, as noticed within 60 days of the expiration of the Board's right to purchase.

3. Devise. If any apartment owner dies leaving a Will devising his or her apartment ownership, or any interest therein to any person or persons not heirs-at-law of the deceased apartment owner under the laws of the State of New Mexico, and said Will is admitted to probate, the Board, acting on behalf of the Association, shall have the first right to purchase such apartment ownership or interest, for cash, at fair market value thereof, to be determined by arbitration in the same manner provided in paragraph 2 of this Article IX, either from the devisee, devisees, executor, or trustee of any testamentary trust, at any time within 90 days of the date of death of the apartment owner.

The Board shall be deemed to have exercised its right to purchase, if it tenders the required sum of money to said devisee, devisees, executor, or trustee, as the case may be, within 90 days of the date of death of any apartment owner. Nothing herein contained shall be deemed to restrict the rights of the members of the Board, acting on behalf of the Association, or their authorized representative, pursuant to authority given to the Board by the apartment owners as hereinafter provided, to bid, at any sale of the apartment ownership held pursuant to an order or direction of the Court having jurisdiction over the deceased apartment owner.

4. Involuntary Sale: If any apartment ownership or interest therein is sold at a judicial or execution sale, the person acquiring title through such sale shall, before taking possession of the unit so sold, give thirty (30) days written notice to the Board of his intention to do so, and the Board, acting on behalf of the association, shall have the first right to purchase such apartment ownership or interest therein at the same price for which it was sold at said sale, which right shall be exercisable for a period of thirty (30) days following the receipt of such notice. The Board shall be deemed to have exercised its right if it tenders the required sum of money to the purchaser within said thirty (30) day period.

If any apartment owner shall default in the payment of any monies required to be paid under the provisions of any mortgage or trust deed against his apartment ownership, the Board shall have the right to cure such default by paying the amount so owing to the party entitled thereto and shall thereupon have a lien against such apartment ownership, which lien shall have the same force and effect and may be enforced in the same manner as provided in Article VII herein.

5. Consent of the Association: The Board shall not exercise any right provided in this Article IX to purchase any apartment ownership or interest therein, without the prior written consent of all of the voting members of the Association except the members whose apartment or apartments are the subject of the right of the Board, which consent shall set forth a maximum price which the Board, or their duly authorized representatives, are authorized to bid and pay for said apartment or interest therein, and shall state the source of funds, or amount of assessment, to be used for such payment.

6. Release or Waiver of Option: Upon the written consent of two (2) Board members, any of the options or rights contained in this Article may be released or waived and the apartment ownership or interest therein which is subject to an option or right set forth in this Article may be sold, conveyed, leased, given or devised free and clear of the provisions of this Article.

7. Proof of Termination of Option: A certificate executed and acknowledged by the acting secretary of the Board, stating that the provisions of this Article as hereinabove set forth have been met by an apartment owner, or duly waived by the Board, and that the rights of the Board hereunder have terminated, shall be conclusive upon the Board and the apartment owners in favor of all persons who rely thereon in good faith, and such certificate shall be furnished to any apartment owner who has in fact complied with the provisions of this Article or in respect to whom the provisions of this Article have been waived.

8. Funding of Purchase Under Option: Acquisition of apartment ownership or any interest therein under the provisions of this Article shall be paid for from the replacement and maintenance reserve. If said fund is insufficient and if authorized by the provisions of Paragraph 5 of this Article IX, the Board shall levy an assessment against each apartment owner in proportion to his ownership in the common areas and facilities. Such assessment shall become a lien and be enforceable in the manner provided in Article VII.

The members of the Board, if authorized pursuant to Paragraph 5 of this Article IX, may borrow money for the replacement or maintenance of any apartment ownership or

interest therein authorized by this Article; provided, however, that no financing may be secured by encumbrance or hypothecation of any portion of the property other than the apartment ownership or interest therein to be acquired.

9. Title to Acquired Interests: Apartment ownerships or interests therein acquired pursuant to the terms of this Article shall be held of record in the name of the Association, or such nominee as the Board shall designate, for the benefit of all of the apartment owners. Said apartment ownerships or interests therein shall be sold or leased by the Board for the benefit of all the apartment owners. All proceeds of such sale or leasing shall be deposited in the replacement and contingencies reserve fund, and may thereafter be disbursed at such time and in such manner as the Board may determine.

ARTICLE X

DAMAGE OR DESTRUCTION AND RESTORATION OF BUILDINGS

1. Sufficient Insurance: If the buildings are damaged or destroyed, and insurance proceeds, together with funds held in the replacement and contingency reserve, are sufficient to repair, restore or reconstruct, then such repair, restoration or reconstruction shall be undertaken and paid for from such funds, by the Board. Any excess insurance proceeds shall be placed in the replacement and contingency reserve.

2. Insufficient Insurance: If such insurance proceeds and reserve funds are insufficient to repair, restore or reconstruct the building, and if the damage to the building is less than 50% in the opinion of the Board, the damage or destruction shall be promptly repaired, restored, or reconstructed by the Board, using such insurance and reserve funds in payment thereof, and the Board shall levy a special assessment equal to any balance due for such repair, restoration or reconstruction.

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... 30% or more of the building is destroyed, ... of the Board, and if the apartment owners, by ... of the voting power of the Association, ... within 180 days of the date of such damage, ... for repair, restoration or reconstruction, the ... record, with the Colfax County Clerk, a notice ... such facts, and upon such recording:

- a. The property (including the assets and liabilities of the association) shall be deemed withdrawn from the Apartment Ownership Act, and thereafter owned by the prior apartment owners as tenants in common;
- b. Without prejudice to the mortgagees interest, the undivided ownership interest in such property of each tenant in common shall be that tenant's prior undivided ownership percentage of the common areas and facilities;
- c. The property shall be subject to an action for partition, at the suit of any tenant in common, in which event the net proceeds of sale, together with the net proceeds of any insurance, and the net proceeds or deficit of the other assets and liabilities of the prior Association, shall be considered as one fund, divided among the tenants in common according to their ownership interest, subject to the rights of any mortgagees of the tenant's undivided interest.

3. Sale: Notwithstanding all other provisions hereof (excepting those provisions dealing with Lot 1 in Article II and Article IV herein) the apartment owners may, by an affirmative vote of at least three-fourths of the voting power of the Association, at a meeting of the apartment owners duly called for such purpose, elect to sell or otherwise dispose of the property. Such action shall be binding upon all the apartment owners and it shall thereupon become the duty of every apartment owner to execute and deliver such instruments and to perform all acts as in manner and form may be necessary to effect the sale.

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4. Extent of Repairs: Repairs, restoration or reconstruction of the improvements as used in this Article, means restoring the improvements to substantially the same condition in which they existed prior to the damage, with each apartment and the common areas and facilities having the same vertical and horizontal boundaries as same existed prior to the damage.

ARTICLE VI

REMEDIES FOR BREACH OF COVENANTS,
RESTRICTIONS, RULES, REGULATIONS

1. Abatement and Enjoinment: Upon violation of any covenant, restriction, condition, rule or regulation adopted by the Board, or the breach of any covenant or provision contained in this Declaration by any apartment owner or occupant, the Board may:

a. Enter upon the land upon which, or as to which such violation or breach exists to summarily abate and remove, at the expense of the defaulting apartment owner, any structure, thing or condition that may exist thereon, contrary to the intent and meaning of the provisions hereof; and

b. Enjoin, abate, or remedy by appropriate legal proceedings, either at law or in equity, the continuance of any such violation or breach.

2. Termination of Ownership: In addition to the foregoing remedies, if any apartment owner (either by his own conduct or by the conduct of any other occupant of his apartment) shall violate any covenant, restriction, condition, rule, regulation or provision of this Declaration and such violation shall continue for thirty (30) days after notice in writing from the Board, or shall occur repeatedly after written demand has been delivered to such owner that such violation cease, then the Board may terminate such apartment owner's ownership interest in the apartment, upon giving ten days prior written notice thereof, to such Apartment Owner and to any mortgagee

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thereof. Such a termination notice shall be deemed an offer by the Association to buy, and an offer by such Apartment Owner to sell, his ownership interest in the apartment, for cash, at a price equal to the fair market value thereof, payable within 20 days of the date such value is determined, to the Apartment Owner, and his mortgagees, if any. Such value shall be determined by appraisal, in the manner described in paragraph 2 of Article IX herein.

ARTICLE XII

GENERAL PROVISIONS

The following general provisions shall govern the administration and management of the property:

1. Initial Board. Until the Board of Directors provided for in this Declaration is formed, the Developer shall exercise the powers, rights, duties and functions of the Board.
2. Notice to Mortgagees. The holder of any duly recorded mortgage or deed of trust against any apartment ownership shall be given a copy of any and all notices permitted or required by this Declaration to be given to the apartment owner whose apartment ownership is subject to such mortgage or deed of trust.
3. Notices to Board. Notices required to be given to said Board or the Association may be delivered to any member of the Board of officers of the Association either personally or by mail, addressed to such member or officer at his apartment.
4. Notices upon Death of Apartment Owner. Notices required to be given any devisee, executor, or trustee of a deceased apartment owner may be delivered either personally or by mail to such party at his or its address appearing in the records of the court wherein the estate of such deceased apartment owner is being administered.
5. Covenants Run with Land. Each grantee of the Developer, by the acceptance of a deed of conveyance, accepts the same subject to all provisions of this Declaration, and all such provisions shall be deemed to be covenants running with the land, and shall inure to the benefit of such apartment owner as though the provisions of this Declaration were recited and stipulated at length in each and every deed of conveyance.

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6. Waiver of Violation, Breach. No covenants, restrictions, conditions, obligations or provisions contained in this Declaration shall be deemed to have been abrogated or waived by reason of any failure to enforce the same, irrespective of the number of violations or breaches that may occur.
7. Severability. The invalidity of any covenant, restriction, condition, limitation or any other provision of this Declaration, or of any part of the same shall not impair or affect in any manner the validity, enforceability or effect of the rest of this Declaration.
8. Rule Against Perpetuities. If any of the options, privileges, covenants or rights created by this Declaration shall be unlawful or void for violation of (i) the rule against perpetuities or some analogous statutory provision (ii) the rule restricting restraints on alienation, or (iii) any other statutory or common law rules imposing time limits, then such provision shall continue only until twenty-one (21) years after the death of the survivor of the now living descendants of John F. Kennedy, Late President of the United States.
9. Amendment of Declaration. The provisions of this Declaration shall be liberally construed to effectuate its purpose of creating a uniform plan for the development and operation of a first-class residential condominium development. Except for an amendment which requires the unanimous consent of the Apartment Owners and their mortgagees, the Developer may, at any time within two years of the date of recording hereof, amend this Declaration by recording a Supplemental Declaration, which shall be approved by a simple majority affirmative vote by the Apartment Owners. Thereafter any amendment shall require the consent and approval of three-fourths of the voting power of the Apartment Owners.
10. Statutory Agent. The agent for service of process is DONALD W. MILLER, and his address is 28 Burro Alley, Santa Fe, New Mexico.
11. Subrogation Rights. No insurance carrier shall have a right of subrogation against the Association or any apartment owner because of any loss sustained or any payment made by it under a policy of insurance issued to or for the benefit of the Association and/or any apartment owner or apartment owners, and neither the Association nor any apartment owner, as an insured party, shall execute or deliver to such insurance carrier any instrument or paper purporting to subrogate such insurance carrier to any rights of recovery for such loss or payment which the Association or any Apartment Owner might have.

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12. Term of Restrictions, Covenants: The covenants and restrictions contained in this Declaration are enforceable, as provided herein, for an original term of 30 years from the date of recording hereof; thereafter, such covenants and restrictions shall be automatically renewed and extended for successive continuous periods of ten years.

13. Captions. The captions of the Declaration, Articles, paragraphs, and subparagraphs are not necessarily descriptive, or intended or represented to be descriptive of all the provisions thereunder, and in no manner shall such captions be deemed or interpreted to limit the provisions of this Declaration.

IN WITNESS WHEREOF, we have set our hands and seals to the foregoing Declaration of Condominium Ownership and of Easements, restrictions and covenants for "Angel Fire Redwood Commons" a residential condominium enterprise, this 13 day of Sept 1976

ATTEST:

ANGEL FIRE REDWOOD COMMONS, INC.

BY Robert C. Vickers
President

Monica T. Vickers
Secretary

STATE OF NEW MEXICO)
COUNTY OF SANTA FE) ss

The foregoing instrument was executed and acknowledged before me this 13th day of September, 1976, by Robert C. Vickers, President of Angel Fire Redwood Commons, Inc., a New Mexico Corporation, on behalf of the corporation.

Notary Public

My Commission Expires:

January 6, 1980