

# LOT RESERVATION AGREEMENT

RE: **HOMESTEAD ESTATES Subdivision**

Village of Caledonia, Racine County, Wisconsin

Developer and the undersigned prospective purchaser, whether one or more, hereafter called APurchaser@, agree as follows:

1. PROJECT: Developer is currently developing a restricted single family residential subdivision in the Village of Caledonia, Racine County, Wisconsin.

2. LOT RESERVATION: Purchaser desires to reserve Lot \_\_\_\_\_ in Homestead Estates Subdivision and Developer agrees to reserve such lot upon the terms and conditions set forth in this agreement at a purchase price of \$\_\_\_\_\_. **BUYER ACKNOWLEDGES PRICE IS NOT FINAL AND IS SUBJECT TO CHANGE. IF BUYER DOES NOT ACCEPT PRICE CHANGE, IF ANY, BUYER MAY CANCEL THIS AGREEMENT.**

The acceptance of this Agreement by the Developer is conditional upon there being no other Reservation Agreements in effect at the time this Agreement is signed for this particular lot. If there is a prior Agreement, signed and dated prior to the subject Agreement, the Agreement with the earlier time and date shall prevail. **THIS AGREEMENT SHALL NOT BE VALID WITHOUT THE SIGNATURE OF THE DEVELOPER.** See paragraph 3(a) for procedures regarding the disbursement of any funds deposited.

3. CONSIDERATION: As consideration for the reservation of the specified lot in the specified subdivision, Purchaser shall deposit with the Developer at the execution of this Agreement, the sum of **\$1,000.00**. It is agreed by the parties that this deposit shall be held in a trust account.

A. If this reservation agreement is terminated for any reason other than by tender of an Offer to Purchase from Purchaser to Developer, the deposit shall be returned to the Purchaser not more than five (5) days after termination.

B. If Purchaser tenders to Developer an Offer to Purchase for the lot, the deposit shall be considered earnest money pursuant to the Offer to Purchase and the disposition of such funds shall be governed thereafter by the terms of the Offer.

4. CONTRACT FOR PURCHASE: After Developer has received all necessary governmental approvals for the specified subdivision and has recorded the final subdivision plat, Developer shall notify Purchaser by certified mail **or personal delivery** that the lot being reserved under this Agreement is available for purchase. **A signature below authorizes Developer, or their agent, to contact purchaser via telephone or facsimile to discuss the purchase of the indicated lot.** Within twenty (20) calendar days after Purchaser's receipt of such notice, Purchaser shall submit to Developer an Offer to Purchase for the subject lot, or, in the alternative, a notice of termination of this reservation pursuant to paragraph 5(A) hereof. Closing shall occur per accepted Offer to Purchase. In the event that Purchaser shall fail to tender such an Offer to Purchase or notice of termination within the required time period, Developer may declare this reservation agreement to be terminated; and in such event, Developer shall return to the Purchaser the deposit.

5. TERMINATION OF RESERVATION: This reservation agreement may be terminated as follows:

A. By Purchaser at any time prior to tendering an Offer to Purchase to Developer. Purchaser shall send or deliver to Developer a notice declaring the termination of this reservation and demanding return of the deposit.

B. By Developer as follows:

(i) Pursuant to paragraph 4 of this agreement in the event that Purchaser fails to tender an offer to purchase after notification of the availability of the lot.

(ii) In the event that Developer is unable to secure all necessary governmental approvals and record the final plat within twelve (12) months of the date of this reservation.

(iii) By Developer at any time prior to accepting an Offer to Purchase on subject lot from the Purchaser.

Upon termination by Developer, Developer shall send or deliver to Purchaser a notice of termination of the reservation together with all funds due Purchaser.

C. Upon tender of an Offer to Purchase as set forth in paragraph 4 of this agreement, regardless of whether or not the same is accepted or rejected, this reservation agreement shall be deemed to be terminated and it shall have no further force or effect and the Purchaser's deposit shall be treated as set forth in paragraph 3 (B) hereof.

Upon termination of this agreement, the parties shall have no further liability to each other with respect to this agreement, except as set forth herein, but the parties shall retain whatever rights and remedies they may otherwise have under law.

6. NOTICES: Notices under this agreement shall be mailed or delivered to Developer and Purchaser as follows:

DEVELOPER:  
The Newport Group, Ltd.  
6949 Mariner Drive  
Racine, WI 53406

PURCHASER:  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
Phone: \_\_\_\_\_  
Fax # \_\_\_\_\_

**AGENT NAME:** \_\_\_\_\_

IN WITNESS WHEREOF, the undersigned have caused this agreement to be executed in duplicate at \_\_: \_\_ AM/PM this \_\_\_\_\_ day of \_\_\_\_\_, 2008.

**THIS AGREEMENT IS NOT VALID WITHOUT THE SIGNATURE OF THE DEVELOPER.**

DEVELOPER:  
BY: \_\_\_\_\_  
Title

PURCHASER:  
\_\_\_\_\_  
Name (Signature) SS#

BY: \_\_\_\_\_  
Title

\_\_\_\_\_  
Name (Signature) SS#