

Apple View River Resort™ Management Structure

Welcome to the Apple View River Resort™. This Resort is composed of two neighborhoods located on Lonesome Valley Road in Sevierville, Tennessee. The first neighborhood is composed of townhouses and villas located on the East side of the Road. The second neighborhood is composed of condominiums which are located in two two-story buildings and three high rise buildings located on the West side of the Road.

The townhouse villa neighborhood is managed by a five-person Board of Directors elected by the owners of property in that neighborhood and they oversee the operations of the Appleview Orchards/Villas Homeowners Association, Inc. All owners of property in this neighborhood automatically become members of this Association.

The Condominium neighborhood is managed by a five to nine-person Board of Directors elected by the owners of property in that neighborhood and they oversee the operations of the River Place Condominiums Owners Association, Inc. All owners of condominiums in this neighborhood automatically become members of this Association.

Both neighborhood Associations fall under the Covenants and Restrictions established by the overarching Home Owners Association which is incorporated as Apple View Farms Community Association, Inc. Owners of property within the boundaries of the Apple View River Resort™ automatically become a member of this overarching Association. This Association is governed by a seven-person Board which includes the President of the Appleview Orchard/Villas Homeowners Association, Inc. and the President of the River Place Condominiums Owners Association, Inc. and five other property owners elected at large from property owners in either neighborhood.

This management structure is shown in the diagram below,

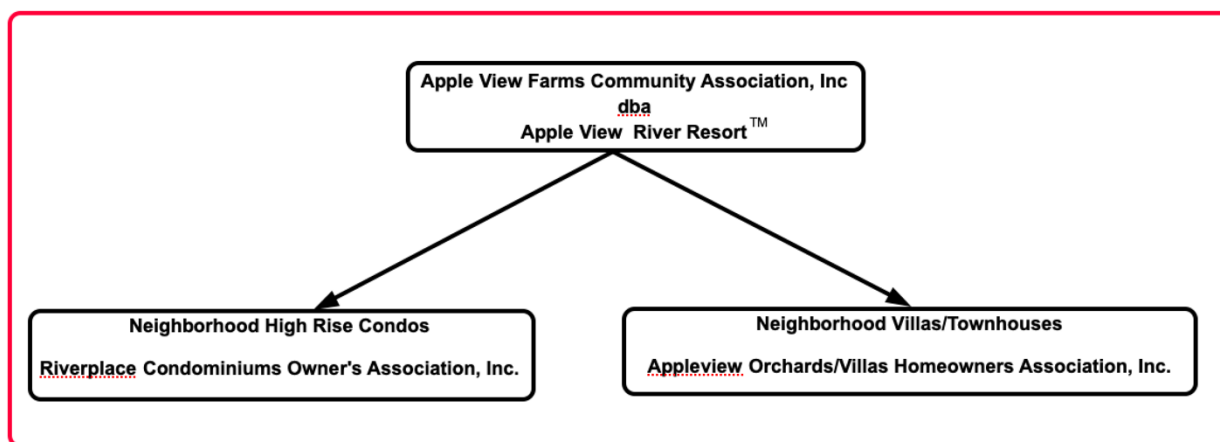


Figure 1 Homeowners Associations

Each of the three Board of Directors are governed by their own set of Bylaws. As a property owner within the Resort, you have agreed to comply with the **Declaration of Covenants, Conditions, and Restrictions for Apple View Farms, the Master Deed of your Home Owners Association, and the Policies and Procedures** established by your neighborhood Board of Directors. An index to the Covenants which all must abide by is shown below.

Section Number	Area Covered
Article 12, Section 1	Display of Signs
Article 12, Section 2a	Parking
Article 12, Section 2b	Prohibited Vehicles
Article 12, Section 3	Unit Occupants Bound
Article 12, Section 4	Pets
Article 12, Section 5	Quiet Enjoyment
Article 12, Section 6	Unsightly Conditions
Article 12, Section 7	Antennas
Article 12, Section 8	Clotheslines, Garbage Cans, Tanks etc.
Article 12, Section 9	Subdivision of Unit/Time sharing
Article 12, Section 10	Firearms, Discharge
Article 12, Section 11	Pools
Article 12, Section 12	Irrigation
Article 12, Section 13	Tents, Trailers/Temporary Structures
Article 12, Section 14	Drainage & Septic Systems
Article 12, Section 15	Tree Removal & Landscaping
Article 12, Section 16	Sight Distance at Intersections
Article 12, Section 17	Lighting, Including Christmas Lights
Article 12, Section 18	Energy Conservation Equipment
Article 12, Section 19	Wetlands, Lakes and Water Bodies
Article 12, Section 20	Playground
Article 12, Section 21	Fences
Article 12, Section 22	Business Use
Article 12, Section 23	On-Site Fuel Storage
Article 12, Section 24	Occupancy Limits
Article 12, Section 25	Leasing/Rental of Units
Article 12, Section 26	Laws and Ordinances