

AMENDMENT NO. 1 TO DECLARATION OF COVENANTS, CONDITIONS, RESTRICTIONS, EASEMENTS AND RESERVATIONS FOR SOLANA COURTYARDS (FORMERLY SOLANA CLUSTER LOTS)

SEQUIM HIGHLANDS LLC, a Washington limited liability company, as Declarant, recorded a Declaration of Covenants, Conditions, Restrictions, Easements and Reservations for Solana Cluster Lots under Clallam County Recorder's No. 20061177021 (the "CCRs").

It has been determined that it is not feasible for Solana Cluster Lots to be sold as a senior housing community and that the name should be changed to Solana Courtyards.

Accordingly, the Declarant, with the consent of owners holding at least 67% of the votes in Solana Cluster Lots Homeowners Association, adopts the following amendments to the CCRs:

1. The definitions of Association and Declaration in Section 1.1 of the CCRs are amended to read as follows:

"Association" shall mean the Solana Courtyards Homeowners Association, a Washington non-profit corporation, as described more fully in Article 3, and its successors and assigns.

"Declaration" shall mean this Declaration of Covenants, Conditions, Restrictions, Easements and Reservations for Solana Courtyards and any amendments thereto.

2. Section 3.1 of the CCRs is amended to read as follows:

Section 3.1 Establishment. There is hereby created an association called the Solana Courtyards Homeowners Association (the "Association").

3. Section 6.4 of the CCRs is amended to read as follows:

Section 6.4 Residential Use; Timesharing Prohibited. All Lots and Structures located thereon shall be used, improved and devoted exclusively for residential purposes only, including: (i) sleeping, eating, food preparation for on-site consumption by occupants and guests, entertaining by occupants or personal guests, and similar activities commonly conducted within a residential dwelling, (without regard to whether the Owner or occupant uses a Home as a primary or secondary personal residence, on an ownership, rental, lease or invitee basis) or such other reasonable ancillary purposes commonly associated with residential dwellings and otherwise in compliance with this Declaration and all applicable laws for residential dwellings; (ii) for use as a home office or for a home occupation not involving use by nonresident employees or regular visits by customers or clients, unless the Board determines that such use would not

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STATE OF WASHINGTON }
COUNTY OF BLAND } ss.

I certify that I know or have satisfactory evidence that Jerrold K. Hain is the person who appeared before me, and said person acknowledged that said person signed this instrument, on oath stated that said person was authorized to execute the instrument and acknowledged it as the President of SOLANA CLUSTER LOTS HOMEOWNERS ASSOCIATION, a Washington corporation, to be the free and voluntary act of such party for the uses and purposes mentioned in the instrument.

Dated this 19 day of April, 2007.



Marie Grady
(Signature of Notary)
Marie Grady
(Legally Print or Stamp Name of Notary)
Notary public in and for the state of Washington, residing at CLINTON
My appointment expires 11-1-07

STATE OF WASHINGTON }
COUNTY OF King } ss.

I certify that I know or have satisfactory evidence that John C. Cannon is the person who appeared before me, and said person acknowledged that said person signed this instrument, on oath stated that said person was authorized to execute the instrument and acknowledged it as the Secretary of SOLANA CLUSTER LOTS HOMEOWNERS ASSOCIATION, a Washington corporation, to be the free and voluntary act of such party for the uses and purposes mentioned in the instrument.

Dated this 30th day of May, 2007.



Amy Schweiger
(Signature of Notary)
Amy Schweiger
(Legally Print or Stamp Name of Notary)
Notary public in and for the state of Washington, residing at Kent, WA
My appointment expires 11/1/2009

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