

NOTICE TO PURCHASER OF SPECIAL TAXING OR ASSESSMENT DISTRICT

The real property that you are about to purchase is located in the Fort Bend County Municipal Utility District No. 163 (the "District") and may be subject to District taxes or assessments. The District may, subject to voter approval, impose taxes and issue bonds. The District may impose an unlimited rate of tax in payment of such bonds. The current rate of the District property tax is \$0.74 on each \$100 of assessed valuation.

The total amounts of bonds payable wholly or partly from property taxes approved by the voters are:

\$93,000,000 for water, sanitary sewer, drainage, and flood control facilities;

\$18,000,000 for park and recreational facilities; and

\$105,000,000 for road facilities.

The aggregate initial principal amounts of all such bonds issued are:

\$10,665,000 for water, sanitary sewer, drainage, and flood control facilities;

\$0 for park and recreational facilities; and

\$3,230,000 for road facilities.

The District is located wholly or partly within the corporate boundaries of the City of Katy. The municipality and the District overlap, but may not provide duplicate services or improvements. Property located in the municipality and the District is subject to taxation by the municipality and the District.

The purpose of the District is to provide water, sewer, drainage, flood control, road, parks and recreational facilities and services. The cost of District facilities is not included in the purchase price of your property.

SELLER:

(Date)

Signature of Seller

PURCHASER IS ADVISED THAT THE INFORMATION SHOWN ON THIS FORM IS SUBJECT TO CHANGE BY THE DISTRICT AT ANY TIME. THE DISTRICT

ANNUALLY ESTABLISHES TAX RATES. PURCHASER IS ADVISED TO CONTACT THE DISTRICT TO DETERMINE THE STATUS OF ANY CURRENT OR PROPOSED CHANGES TO THE INFORMATION SHOWN ON THIS FORM.

The undersigned purchaser hereby acknowledges receipt of the foregoing notice at or before the execution of a binding contract for the purchase of real property or at closing of purchase of the real property.

PURCHASER:

(Date)

Signature of Purchaser

(APPROPRIATE ACKNOWLEDGMENTS)

AFTER RECORDING, return to: _____.