

APPENDIX TWO

PHASE TWO: In addition to Phase I, Declarant hereby retains and reserves unto Declarant the right, privilege and option to convert the common area (common elements) shown on the attached plat as Phase II (which plat is incorporated herein by reference) into 56 additional residences and common area (common elements) and thereby cause said property described in Exhibit "A" to consist of a condominium of 92 residences and common areas in Phase I and Phase II. The Declarant may exercise its option to so convert the common area in Phase II into 56 residences and common area within two (2) years from the date of this Declaration by executing and filing an amendment to this Declaration in the R.M.C. Office for Greenville County.

In addition to said 56 additional residences, Declarant proposes to build in Phase II, roads, parking areas, water and systems, telephone, electrical and television lines and other construction necessary to complete the residences, but no other common elements, such as swimming pool, club house, tennis courts will be construed in Phase II so that the proportionate amount of common expenses payable by a unit owner in Phase I will not be substantially increased.

The option to construct additional residences in Phase II may be exercised by Declarant in its sole and absolute discretion and to the extent not exercised this option shall lapse and terminate automatically two years from the date of this Declaration. Further, on or before said date, Declarant shall cause to be filed in the R.M.C. Office for Greenville County a plot plan depicting the residences which are to be constructed in Phase II and a schedule showing the percentage of undivided interests in the common area (common elements) appurtenant to each residence in the entire condominium. Upon the filing for record of such amendment for Phase II, the Act, this Declaration and By-Laws of the Association, shall apply to all residences and common area in Phase II. In the event the Declarant does not exercise its option to build Phase II in whole or in part, the portion of the common area in the area designated for Phase II which is not converted into residences, roads, parking areas, water and sewer lines and other construction necessary to complete the residences, shall remain as unimproved real estate and shall be common area.

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