"NOTICE OF CONFIDENTIALITY RIGHTS: IF YOU ARE A NATURAL PERSON, YOU MAY REMOVE OR STRIKE ANY OF THE FOLLOWING INFORMATION FROM THIS INSTRUMENT BEFORE IT IS FILED FOR RECORD IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR DRIVER'S LICENSE NUMBER."

Warranty Deed

Date: January <u>11</u>, 2005

Grantor: SADDLEWOOD PARTNERS I, LTD., a Texas limited partnership

Grantor's Mailing Address: 199 Farway Drive, Kerrville, Kerr County, Texas 78028

Grantee:

AQUA UTILIZIES, INC.

Grantee's Mailing Address: 1421 Texas 78660

1421 Wells Branch Parkway, Suite 105, Pflugerville, Travis County,

Consideration: The sum of TEN AND NO/100 DOLLARS cash, and other good and valuable consideration in hand paid by Grantee, receipt of which is hereby acknowledged, and for which no lien, expressed, or implied, is retained or shall exist.

Property: That certain property located in Saddiewood Estates Subdivision, Section 3, Kerr County, Texas, more particularly described in Exhibit "A", attached hereto and made a part hereof for all purposes, together with all rights, benefits, privileges, tenements, hereditaments and appurtenances thereon or in anywise appertaining thereto and together with any and all improvements thereon and fixtures attached thereto.

Grantor, for the Consideration grants, sells, and conveys to Grantee the Property, together with all and singular the rights and appurtenances thereto in any way belonging, TO HAVE AND TO HOLD the Property in fee simple, together with all and singular the rights and appurtenances thereto in anywise belonging, subject to the easements, restrictions, reservations and exceptions of record in Kerr County, Texas, taxes for the current year and subsequent years and subsequent assessments for prior years and visible and apparent easements, roads and rights-of-way unto Grantee and Grantee's successors, and assigns, forever; and Grantor binds Grantor and Grantor's successors to WARRANT AND FOREVER DEFEND all and singular the Property unto Grantee and Grantee's successors, and assigns against every person whomsoever lawfully claiming or to claim the same or any part thereof, subject as aforesaid.

The Property hereinabove described was acquired by Grantor by instrument recorded in the Real Property Records in Volume 856, Page 536, Kerr County, Texas.

IN TESTIMONY WHEREOF, Grantor has caused this instrument to be executed in its respective corporate name by an officer authorized to execute this instrument on behalf of the corporation the day and year first written above.

D2004\Cummings\Aquasource \Warranty Deed



When the context requires, singular nouns and pronouns include the plural. SADDLEWOOD PARTNERS I, LTD., a Texas limited partnership SADDLEWOOD I, L.C., a Texas limited BY: liability company General Partner By: DAVID M. CUMMINGS, JR.., PRESIDENT THE STATE OF TEXA COUNTY OF KERR This instrument was acknowledged before me on January 11, 2005, by DAVID M. CUMMINGS, JR., PRESIDENT of SADDLEWOOD I, L.C., a Texas limited liability company, General Partner of SADQLEWOOD PARTNERS I, LTD., a Texas limited partnership, on behalf of said partnership. Rublic, State of Texas **CLAY ROBERTSON** NOTARY PUBLIC STATE OF TEXAS My Comm. Expires 8-23-2007 Piled /- Day of Carab, 20 OS
JANNETT PIEPER, KERR CO. CLERK TIME 4:05 PM Return to : agra Utilities
1431 Wells Branch Parkway
Soite 105
Pflogerville TX 78660 KERRVILLE TITLE COMPANY D2004\Cummings\Aquasource \Warranty Deed

EXHIBIT "A"

PROPERTY

TRACT ONE:

All that certain tract or parcel of land, lying and being situated in the County of Kerr, State of Texas, and being Water Well Site No. 1, Block 8, of Revision Plat of Saddlewood Estates, Section Three, a subdivision of Kerr County, Texas, according to the plat of said subdivision recorded in Volume 6, Page 334, Plat Records of Kerr County, Texas, having revised a portion of a plat recorded in Volume 6, Page 294, Plat Records of Kerr County, Texas.

AT TIME OF RECORDATION INSTRUMENT FOUND TO BE INADEQUATE FOR BEST PHOTOGRAPHIC REPRODUCTION DUP TO THE DEPTH & DARRINESS OF PRINT, COLOR OF PRINT OR INK, BACKGROUND OF PAPER, ILLEGIBILITY, CARBON OR PHOTO COPY ETC.

Provisions herein which restrict the sale, rental or use of the described property because of color or race is invalid and unenforceable under Federal Law.

THE STATE OF TEXAS

COUNTY OF KERR

I hereby certify that this instrument was FILED in the File Number Sequence on the date and at the time stamped hereon by me and was duly RECORDED in the Official Public Records of Real Property of Kerr County, Texas on

JAN 1 3 2005

COUNTY CLERK, KERR COUNTY, TEXAS

RECORD RECORDING DATE

JAN 1 3 2005

COUNTY CHERK KERR COUNTY, TEXAS

"NOTICE OF CONFIDENTIALITY RIGHTS: IF YOU ARE A NATURAL PERSON, YOU MAY REMOVE OR STRIKE ANY OF THE FOLLOWING INFORMATION FROM THIS INSTRUMENT BEFORE IT IS FILED FOR RECORD IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR DRIVER'S LICENSE NUMBER."

Warranty Deed

Date: January 11, 2005

Grantor: SADDLEWOOD PARTNERS I, LTD., a Texas limited partnership

Grantor's Mailing Address: 190 Failway Drive, Kerrville, Kerr County, Texas 78028

Grantee:

AQUAUTILITIES INC.

Grantee's Mailing Address:

1421 Wells Branch Parkway, Suite 105, Pflugerville, Travis County,

Texas 78660

Consideration: The sum of TEN AND NO/100 DOLLARS cash, and other good and valuable consideration in hand paid by Grantee, receipt of which is hereby acknowledged, and for which no lien, expressed, or implied, is retained or shall exist.

Property: That certain property located in Saddlewood Estates Subdivision, Section 3, Kerr County, Texas, more particularly described in Exhibit "A", attached hereto and made a part hereof for all purposes, together with all rights, benefits, privileges, tenements, hereditaments and appurtenances thereon or in anywise appertaining thereto and together with any and all improvements thereon and fixtures attached thereto.

Grantor, for the Consideration grants, sells, and conveys to Grantee the Property, together with all and singular the rights and appurtenances thereto in any way belonging, TO HAVE AND TO HOLD the Property in fee simple, together with all and singular the rights and appurtenances thereto in anywise belonging, subject to the easements, restrictions, reservations and exceptions of record in Kerr County, Texas, taxes for the current year and subsequent years and subsequent assessments for prior years and visible and apparent easements, roads and rights-of-way unto Grantee and Grantee's successors, and assigns, forever; and Grantor binds Grantor and Grantor's successors to WARRANT AND FOREVER DEFEND all and singular the Property unto Grantee and Grantee's successors, and assigns against every person whomsoever lawfully claiming or to claim the same or any part thereof, subject as aforesaid.

The Property hereinabove described was acquired by Grantor by instrument recorded in the Real Property Records in Volume 854, Page 536, Kerr County, Texas.

IN TESTIMONY WHEREOF, Grantor has caused this instrument to be executed in its respective corporate name by an officer authorized to execute this instrument on behalf of the corporation the day and year first written above.

D2004\Cummings\Aquasource \Warranty Deed

1

When the confext requires, singular nouns and pronouns include the plural. SADDLEWOOD PARTNERS I, LTD., a Texas limited partnership SADDLEWOOD I, L.C., a Texas limited BY: liability company General Partner By: DAVID M. CUMMINGS, JR.., PRESIDENT THE STATE OF TEXAS COUNTY OF KERP This instrument was acknowledged before me on January 11, 2005, by DAVID M. CUMMINGS, JR., PRESIDENT of SADDLEWOOD I, L.C., a Texas limited liability company, General Partner of SADDLEWOOD PARTNERS I, LTD., a Texas limited partnership, on behalf of said partnership. Notary Public, State of Texas CLAY ROBERTSON NOTARY PUBLIC STATE OF TEXAS My Comm. Expires 8-23-2007 JANONETT PREPER KERROD. CLERK TIMESTAS PA 3) Chala Monnoon Deputy Return to: agua Utilties
1481 Wells Branch Parkway
Soite 105
PFlugerville TX 78660 D2004\Cummings\Aquasource \Warranty Deed KERRVILLE TITLE COMPANY

EXHIBIT "A"

PROPERTY:

TRACT TWO:

All that certain tract or parcel of land, lying and being situated in the County of Kerr, State of Texas, and being Water Well Site No. 2, Block 6, of Revision Plat of Saddlewood Estates, Section Three, a subdivision of Kerr County, Texas, according to the plat of said subdivision recorded in Volume 6, Page 334, Plat Records of Kerr County, Texas, having revised a portion of a plat recorded in Volume 6, Page 294, Plat Records of Kerr County, Texas.

RECORDER'S NOTE

AT TIME OF RECORDATION INSTRUMENT FOUND

TO BE INADEQUATE FOR BEST PHOTOGRAPHIC
REPRODUCTION DUE TO THE DEPTH & DARKNESS OF
PRINT, COLOR OF PRINT OR INK, BACKGROUND OF
PAPER, ILLEGIBILITY, CARBON OR PHOTO COPY ETC.

Provisions herein which restrict the sale, rental or use of the described property because of color or race is invalid and unenforceable under Federal Law. THE STATE OF TEXAS COUNTY OF KERR

I hereby certify that this instrument was FILED in the File Number Sequence on the date and at the time stamped hereon by me and was duly RECORDED in the Official Public Records of Real Property of Kerr County, Texas on

JAN 1 3 2005

COUNTY CLERK, KERR COUNTY, TEXAS

RECORDING DATE

JAN 1 3 2005

COUNTY CLEBY, KERR COUNTY TEXAS

"NOTICE OF CONFIDENTIALITY RIGHTS: IF YOU ARE A NATURAL PERSON, YOU MAY REMOVE OR STRIKE ANY OF THE FOLLOWING INFORMATION FROM THIS INSTRUMENT BEFORE IT IS FILED FOR RECORD IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR DRIVER'S LICENSE NUMBER."

Warranty Deed

Data: January 11, 2005

Granter: SADDLEWOOD PARTNERS I, LTD., a Texas limited partnership

Grantor's Mailing Address: 190 Fairway Drive, Kerrville, Kerr County, Texas 78028

Grantee:

AQUA UTILIZES, INC.

Grantee's Mailing Address: 1.21 Wells Branch Parkway, Suite 105, Pflugerville, Travis County, Texas 78660

Consideration: The sum of TEN AND NO/100 DOLLARS cash, and other good and valuable consideration in hand paid by Grantee, receipt of which is hereby acknowledged, and for which no lien, expressed, or implied, is retained or shall exist.

Property: That certain property located in Saddiewood Estates Subdivision, Section 3, Kerr County, Texas, more particularly described in Exhibit "A", attached hereto and made a part hereof for all purposes, together with all rights, benefits, privileges, tenements, hereditaments and appurtenances thereon or in anywise appertaining thereto and together with any and all improvements thereon and fixtures attached thereto.

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The Property hereinabove described was acquired by Grantor by instrument recorded in the Real Property Records in Volume 854, Page 534, Kerr County, Texas.

IN TESTIMONY WHEREOF, Grantor has caused this instrument to be executed in its respective corporate name by an officer authorized to execute this instrument on behalf of the corporation the day and year first written above.

D2004\Cummings\Aquasource\Warranty Deed

7

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1421 wells Branch Birkway
Soite 105
PFlugerville TX 78660 D2004\Cummings\Aquasource \Warranty Deed KERRVILLE TITLE COMPANY

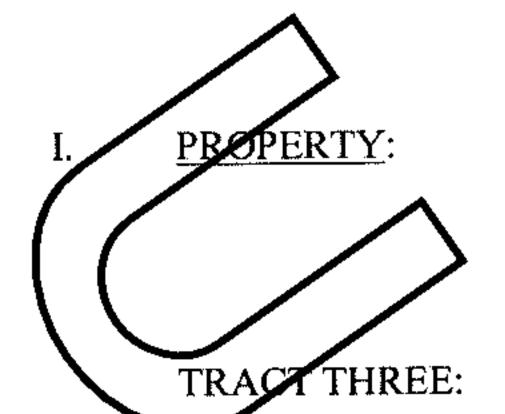


EXHIBIT "A"

All that certain tract or parcel of land, lying and being situated in the County of Kerr, State of Texas, and being Water Well Site No. 3, Block 9, of Revision Plat of Saddlewood Estates, Section Three, a subdivision of Kerr County, Texas, according to the plat of said subdivision recorded in Volume 6, Page 334, Plat Records of Kerr County, Texas, having revised a portion of a plat recorded in Volume 6, Page 294, Plat Records of Kerr County, Texas.

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THE STATE OF TEXAS

COUNTY OF KERR

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JAN 1 3 2005

COUNTY CLERK, KERR COUNTY, TEXAS

RECORD VERY PG 455

RECORDING DATE

JAN 1 3 2005

COUNTY CREAK, KEMA COUNTY, NEXAS

