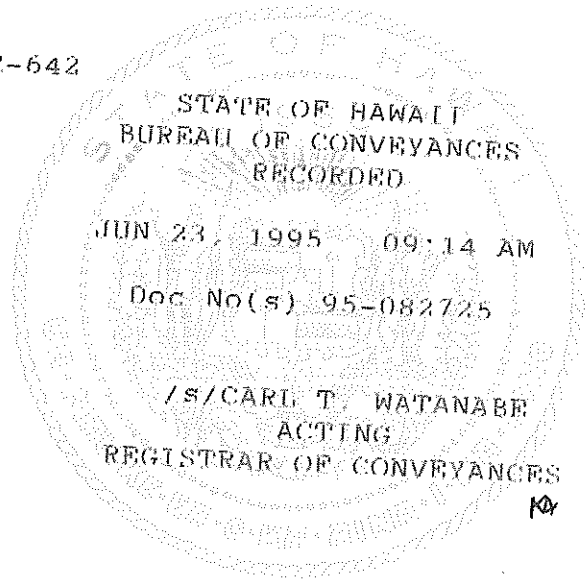


R-642



AFTER RECORDATION, RETURN BY MAIL (✓) PICK UP ()

Planning Department
County of Hawaii
25 Aupuni Street, Room 109
Hilo, Hawaii 96720

TITLE OF DOCUMENT:

Farm Dwelling Agreement

PARTIES TO DOCUMENT:

Lila Farms, Inc.
Leonard A. Stenback

PROPERTY DESCRIPTION:

TMK: 8-4-005: 024, Lot 62
por. Honaunau (mauka)
South Kona, Hawaii

RECORDATION REQUESTED BY:

AFTER RECORDATION, RETURN TO:
Planning Department
County of Hawaii
25 Aupuni Street
Hilo, HI 96720

RETURN BY: Mail () Pickup ()

FARM DWELLING AGREEMENT

WHEREAS, Lila Farms Inc.,
(hereinafter "Lessee"), whose residence mailing address is
P.O. Box 51, Hanaunau, Hawaii 96726
, desires to enter into an agreement with
the PLANNING DEPARTMENT of the County of Hawaii (hereinafter
"County"); and

WHEREAS, there exists a single family dwelling on land which is
within the exclusive use, possession, and control of Lessee and which
is legally described as follows:

TMK: 8-4-005: 024, Lot 62
por. Honaunau (mauka)
South Kona, Hawaii.

and zoned A-5a
by the County of Hawaii and classified within an agricultural
district by the State Land Use Commission; and

WHEREAS, Lessee seeks the County's approval for the construction of an additional single family dwelling (hereinafter "farm dwelling") on the property described above; and

WHEREAS, Lessee intends to conduct substantial agricultural activity on the subject property in furtherance of the State Land Use policies relating to agricultural land and has commenced initial agricultural activity which, if pursued, will develop into a viable and substantial undertaking.

NOW, THEREFORE, IT IS AGREED that the County's approval is given and accepted, subject to the following conditions:

1. The farm dwelling shall be used to provide shelter only to persons conducting agricultural activity on the subject land; and

2. The existing dwelling shall be used in connection with a farm or where agricultural activity provides income to the family occupying the dwelling as defined in Section 15-15-03, Subchapter 1 of the Hawaii Land Use Commission Rules; and

3. Lessee grants to the County the right-of entry, after reasonable notice, for inspection of the premises to assure compliance with provisions of this agreement; and

4. This agreement shall run with the land and bind Lessee's heirs, successors, and assigns with regard to the future use of the dwellings above described; and

5. The County's approval of the construction of the farm dwelling by this agreement shall be effective only until _____ agriculture use ceases _____, unless otherwise extended pursuant to Lessee's written request prior to the above termination date. After such timely request, the County shall extend its approval upon the

terms of this agreement only if it determines that the agricultural activity that is being conducted is viable, substantial in income production, and conforms to the applicable provisions of the State Land Use District regulations and policies; and

6. Lessee shall record this agreement with the State of Hawaii Bureau of Conveyances and shall furnish a recorded copy of it to the County's Planning Department within six (6) months from the date of approval of the building permit for the farm dwelling; and

7. Failure of Lessee to abide by this agreement shall result in the immediate removal of the farm dwelling Lessee and Lessee's expense upon demand by County. Upon Lessee's failure to remove the farm dwelling within one month after demand is made by the County, the parties agree that this agreement will be a nullity and the County may treat the additional farm dwelling as a violation of Chapter 205, Hawaii Revised Statutes, as amended, and applicable ordinances then in existence. This enforcement provisions shall be binding on Owner's heirs, devices, successors, and assigns.

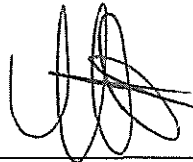
IT IS HEREBY FURTHER AGREED that if this agreement is with a lessee, the legal owner shall be a party to this agreement.

IT IS HEREBY FURTHER AGREED that should the pertinent provisions of the State and County laws, rules, and regulations change to authorize said dwelling, upon request of the undersigned, this agreement may be reconsidered for possible amendment and/or severance.

IN CONSIDERATION OF THE AFORESAID, the County hereby accepts this agreement as being in conformity with Section 15-15-25, Subchapter 3 of the Hawaii Land Use Commission Rules and Chapter 205, Hawaii Revised Statutes, as amended, relative to permitted uses within the Agricultural District.

IN WITNESS WHEREOF, the undersigned parties have caused this instrument to be executed on the 13th day of DECEMBER, 19 94.

LILA FARMS, INC.



Leonard A. Stenback, President

COUNTY OF HAWAII, through its Planning Department,

By Virginia Gordon

Its Planning Director

STATE OF HAWAII)
) SS
COUNTY OF HAWAII)

On this 20th day of June, 1995, before me personally appeared Virginia Gordon to me known to be the person(s) described in and who executed the foregoing instrument, and acknowledged that he/she/they executed the same, by signing, and delivering the same, as his/her/their free act and deed.

Samuel A. Koy

Notary Public, Third Judicial
Circuit, State of Hawaii
My commission expires July 17, 1998

LS.

STATE OF HAWAII

SS.

COUNTY OF HAWAII

On this 13th day of December, in the year 1994, before me GLORIA J. B. ANDRADE, Notary Public, personally appeared Leonard A. Stenbeck, proved to me on the basis of satisfactory evidence to be the person, who being duly sworn, did say that he is the President, of Lila Farms, Inc., and that the corporate seal affixed to the instrument is the corporate seal of the corporation and that the instrument was signed and sealed in behalf of the corporation by authority of its board of directors, and President acknowledged the instrument to be the free act and deed of the corporation.

LS



Gloria J. B. Andrade, Notary Public
My commission expires: 1-27-96

FOR CORPORATE ACKNOWLEDGEMENT

STATE OF HAWAII)
)
COUNTY OF HAWAII) SS:

On this _____ day of _____
19_____, before me personally appeared _____
_____ and _____
to me personally known, who, being by me duly sworn, did
say that they are the _____ and
_____ respectively, of _____

and that the seal affixed to the foregoing instrument is
the corporate seal of said corporation, and that said
instrument was signed and sealed in behalf of said corporation
by authority of its Board of Directors, and said

_____ and _____
severally acknowledged said instrument to be the free act and
deed of said corporation.

Notary Public, Third Judicial
Circuit, State of Hawaii

My commission expires _____