BUY-SELL AGREEMENT (Land)



This Agreement stipulates the terms of sale of this property. Read carefully before signing. This is a legally 1 2 binding contract. If not understood, seek competent advice. 3 4 Date:_____ March 1, 2017 5 6 □ joint tenants with rights of survivorship, □ tenants in common, □ single in his/her own right, □ Other □ 7 (hereinafter called "Buyer") agrees to purchase, and the Seller agrees to sell the following described real 8 9 10 in the City of _____ , County of ____ Stillwater Montana, legally described as: INDUSTRIAL SITES ADDITION TO COLUMBUS, S27, T02 S, R20 E, BLOCK 2 11 12 13 14 TOGETHER with all interest of Seller in vacated streets and alleys adjacent thereto, all easements and other 15 appurtenances thereto, uncut timber and non-harvested crops and all improvements thereon except: 16 17 18 PERSONAL PROPERTY: The following items of personal property, free of liens and without warranty of condition, are 19 20 included and shall be transferred by the bill of sale: 21 22 23 **PURCHASE PRICE AND TERMS:** Total purchase price is _____ 24 _) payable as follows: 25 U.S. Dollars (\$ _____ \$ _____ earnest money to be applied at closing. 26 \$ _____ as additional cash payment, payable on or before closing.
\$ _____ balance of the purchase price will be financed as follows: 27 28 ☐ Conventional ☐ Other Financing ☐ Seller Financing ☐ Assumption 29 ☐ Home equity (Line 31), dollars as valuable 30 Buyer hereby deposits consideration evidencing Buyer's good faith commitment to purchase the Property, which 31 32 is non-refundable and to be applied to the purchase price at closing. In the event of default by the Buyer, all deposits made hereunder may be forfeited as liquidated 33 damages without notice to Buyer, or alternatively, at Seller's election, the Seller may 34 retain such deposit as part of the payment of the purchase price and pursue any legal 35 or equitable remedies against the Buyer including the right to bring an action for 36 37 specific performance and/or to collect damages, (including reasonable legal fees). Earnest money, (Deposit), is being paid by, (Method of Payment):_____ 38 39 40 41 42 CLOSING DATE: The date of closing shall be (date) ____April 13, 2017 ___(the "Closing Date"). The parties may. 43 by mutual agreement, close the transaction anticipated by this Agreement at any time prior to the date specified. The 44 Buyer and Seller will deposit with the closing agent all instruments and funds necessary to complete the purchase in 45 accordance with this Agreement. If third party financing is required by the terms of this Agreement (including 46 assumptions, contracts for deed, and lender financing), the Closing Date may be extended without amendment by not 47 48 more than ____ 0 ___ days to accommodate delays attributable solely to such third party financing. 49 **POSSESSION:** Seller shall deliver to Buyer possession of the property and allow occupancy: 50 51 図 when the closing agent is in receipt of all required, signed documents and all funds necessary 52 for the purchase; OR 53 ☐ on the date of recording the deed, notice of purchaser's interest, OR 54 Seller shall provide keys and/or means to operate locks, mailboxes, security systems, alarms, garage door opener(s), and Homeowner's Association facilities, if applicable. 56 ©2016 Montana Association of REALTORS® Page 1 of 7 Buyer's Initials

Buy-Sell Agreement Land, February 2016

Seller's Initials

Fax: 619-342-2659

58	PAYMENT/RECEIPT OF EARNEST MONEY: Buyer agrees to provide Earnest Money in the amount of					
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62	Steven Gibson (406)855-1930 (2014) (2014)					
63	(Broker/Salesperson's Printed Name and Phone Number) (Signature of Broker/Salesperson)					
64 65	To be signed only if in actual receipt of cash or check					
66	If Buyer fails to pay the Earnest Money as set forth above, Buyer will be in default of this Agreement and Seller shall					
67	be entitled to immediately terminate this Agreement and declare any Earnest Money already paid by Buyer to be					
68	forfeited.					
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70	DEPOSIT OF EARNEST MONEY: All parties to this transaction agree, unless otherwise provided herein, that the					
71	earnest monies will be deposited or delivered by the Broker/Salesperson listed above within (1) business					
72	days of the date all parties have signed the Agreement or					
73 74	and such funds will be held in a trust account by Stillwater Abstract & Title Company .					
75	Parties agree that interest accruing on earnest money, if any, while deposited shall be payable to: Buyer					
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77	If interest is payable to the Broker it is agreed that sums so paid are consideration for services rendered.					
78	The market and harden the halden of the contest many to femously the the classical and the many the many to the					
79	The parties authorize the holder of the earnest money to forward to the closing agent, upon its request, all or any					
80 81	portion of the earnest money required to complete the closing of the transaction.					
82	FINANCING CONDITIONS AND OBLIGATIONS:					
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84	BUYER'S REPRESENTATION OF FUNDS: Buyer represents that they have sufficient funds for the down					
85	payment and closing costs to close this sale in accordance with this Agreement and are not relying upon any					
86 87	contingent source of such funds unless otherwise expressly set forth herein.					
88	LOAN APPLICATION: If Buyer fails to make written application for financing and pay to the lender any					
89	required fees, apply for assumption of an existing loan or contract, or initiate any action required for					
90	completion of a contract for deed by 5:00 P.M. (Mountain Time) (date)					
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92	CONTINUED. The continue ration and forth in this Assessment of an attached address shall be decread to be used					
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94 95	been released, waived, or satisfied, and the transaction shall continue to closing, unless, by 5:00 p.m. (Mountain Time) on the date specified for each contingency, the party requesting that contingency has notified the other party or the					
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97	notified the other party on or before the release date that a contingency is not released, waived, or satisfied, the					
98	transaction is terminated, and the earnest money will be returned to the Buyer, unless the parties negotiate other terms					
99	or provisions.					
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101	FINANCING CONTINGENCY:					
102	This Agreement is contingent upon Buyer obtaining the financing specified in the section of this Agreement					
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104 105	is terminated and the earnest money will be refunded to the Buyer; OR					
106	☐ This Agreement is contingent upon Buyer obtaining the financing specified in the section of this Agreement					
107	entitled "PURCHASE PRICE AND TERMS." Release Date:					
108						
109	APPRAISAL CONTINGENCY:					
110	□ Property must appraise for at least □ the Purchase Price OR at least □ \$ If the Property					
111	does not appraise for at least the specified amount, this Agreement is terminated and earnest money refunded					
112 113	to the Buyer unless the Buyer elects to proceed with closing this Agreement without regard to appraised value Written notice of Buyer's election to proceed shall be given to Seller or Seller's Broker/Salesperson within					
114	days of Buyer or Buyer's Broker/Salesperson receiving notice of appraised value; OR					
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116	☐ This agreement is contingent upon the Property appraising for at least ☐ the Purchase Price OR at least					
117	□ \$. Release Date: .					

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	the preliminary title commitment. Release Date: days from Buyer's or Buyer's
	representative's receipt of preliminary title commitment.
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22	PROPERTY INVESTIGATION: This offer is contingent upon Buyer's independent investigation of the following
23	conditions relating to the property, including but not limited to; covenants, zoning, access, easements, well
24	depths, septic and sanitation restrictions, surveys or other means of establishing the corners and boundaries,
25	special improvement districts, restrictions affecting use, special building requirements, future assessments,
26	utility hook up and installation costs, environmental hazards, airport affected area, road maintenance
27	obligations or anything else Buyer deems appropriate. Buyer agrees that any investigations or inspections
28	undertaken by Buyer or on his/her behalf shall not damage or destroy the property, without the prior written
29	consent of Seller. Further, Buyer agrees to return the property to its original condition and to indemnify Seller
30	from any damage or destruction to the property caused by the Buyer's investigations or inspections, if Buyer
31	does not purchase the property. Release Date:
32	This offer is contingent upon
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37	Release Date:
88	This offer is contingent upon
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13	Release Date:
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19 <u>m</u> 50 <u>w</u>	r warranties of any type expressed or implied, statutory or otherwise as to the erchantability, usability or fitness for any particular purchase, or any matter of hatsoever type of nature.
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52 53 54 55 56 57 58 56 57 58 59 51 52 53 54 55 66 67 68 67 68 69 60 61 62 63 64 65 66 67 68 67 68	ONVEYANCE: The Seller shall convey the real property by
52	ONVEYANCE: The Seller shall convey the real property by Warranty eed, free of all liens and encumbrances except those described in the title insurance commitment, as approved by uyer. The Seller shall convey the personal property by Bill of Sale. /ATER: All water, including surface water or ground water, any legal entitlement to water, including statements of aim, certificates of water rights, permits to appropriate water, exempt existing rights, decreed basins or any ditches,
2345678901234567890123 	ONVEYANCE: The Seller shall convey the real property by
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176 WATER RIGHT OWNERSHIP UPDATE DISCLOSURE: By Montana law, failure of the parties at closing or transfer 177 of real property to pay the required fee to the Montana Department of Natural Resources and Conservation for 178 updating water right ownership may result in the transferee of the property being subject to a penalty. Additionally, in 179 the case of water rights being exempted, severed, or divided, the failure of the parties to comply with section 85-2-424, 180 MCA, could result in a penalty against the transferee and rejection of the deed for recording. 181 182 **MINERAL RIGHTS:** "Mineral rights" is a term used to describe the rights the owner of those rights has to use, mine. 183 and/or produce any or all of the minerals and hydrocarbons including oil, gas, coal, sand, gravel, etc. lying below the surface of property. These mineral rights may be separate from the rights a property owner has for the surface of a property. In some cases, these mineral rights have been transferred to a party other than the property owner and as a 186 result the subsurface mineral rights have been severed from the property owner's surface rights. If the mineral rights 187 have been severed from the surface rights, the owner of the mineral rights has the right to enter the land and occupy it 188 in order to mine the minerals even though they don't own the property. The undersigned Buyer acknowledges and agrees that neither the Seller nor the brokerage firms, brokers and salespersons involved in the transaction anticipated 190 by this Agreement warrant or make any representations concerning the mineral rights, if any, for this Property and that neither the Seller nor the brokerage firms, brokers and salespersons involved in the Buyer's purchase of the Property 192 have conducted an inspection or analysis of the mineral rights to and for the Property. 193 194 **CLOSING AGENTS FEES:** Closing agents fees will be paid by □ Seller □ Buyer □ Equally Shared. 195 196 **TITLE INSURANCE:** Seller, at Seller's expense and from a title insurance company chosen by Seller, shall furnish Buyer with an ALTA Standard Coverage Owners Title Insurance Policy (as evidenced by a standard form American 197 198 Land Title Association title insurance commitment) in an amount equal to the purchase price. Buyer may purchase additional owner's title insurance coverage in the form of "Extended Coverage" or "Enhanced Coverage" for an 200 additional cost to the buyer. It is recommended that buyer obtain details from a title company. 201 **CONDITION OF TITLE:** All mortgages, judgements and liens shall be paid or satisfied by the Seller at or prior to 202 closing unless otherwise provided herein. Seller agrees that no additional encumbrances, restrictions, easements or 203 other adverse title conditions will be placed against the title to the property subsequent to the effective date of the 205 preliminary title commitment approved by the Buyer. 206 207 **SECTION 1031 LIKE-KIND EXCHANGE:** If either Buyer or Seller intends for this transaction to be part of a Section 1031 like-kind exchange, then the other party shall cooperate in the completion of the like-kind exchange provided the 208 cooperating party does not incur any additional liability or cost in doing so. Any party who intends for this transaction to 209 210 be part of a Section 1031 like-kind exchange may assign their rights under this Agreement to a qualified intermediary or any entity expressly created for the purposes of completing a Section 1031 like-kind exchange, notwithstanding the 212 prohibition against the Buyer's assignment of this Agreement set forth in the "Binding Effect and Non-Assignability" 213 section below. 214 SPECIAL IMPROVEMENT DISTRICTS: Special Improvement Districts (including rural SIDs), including those that have been noticed to Seller by City/County but not yet spread or currently assessed, if any, will be: ☐ paid off by Seller at closing: ☐ assumed by Buyer at closing; OR All perpetual SIDs shall be assumed by Buyer.

216 217 218 219 220 221 222 ASSOCIATION SPECIAL ASSESSMENTS: Any special or non-recurring assessments of any non-governmental 223 association, including those that have been approved but not yet billed or assessed, will be: 224 paid off by Seller at closing: 225 assumed by Buyer at closing; OR 226 227

PRORATION OF TAXES AND ASSESSMENTS: Seller and Buyer agree to prorate taxes, Special Improvement District assessments for the current tax year, as well as pre-paid rents, water and sewer system charges, heating fuel and tank rental, irrigation assessments, Homeowner's Association dues and/or common maintenance fees, if any, as

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228

Page 4 of 7

231	of the date of closing unless otherwise agreed and:
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CONDITION OF PROPERTY: Seller agrees that the Property shall be in the same condition, normal wear and tear excepted, from the date of the execution of this Agreement up to the time Buyer takes possession of the Property. Seller will remove all personal property not included in this sale prior to closing.

NOXIOUS WEEDS DISCLOSURE: Buyers of property in the state of Montana should be aware that some properties 240 contain noxious weeds. The laws of the State of Montana require owners of property within this state to control, and to the extent possible, eradicate noxious weeds. For information concerning noxious weeds and your obligations as an owner of property, contact either your local County extension agent or Weed Control Board.

MEGAN'S LAW DISCLOSURE: Pursuant to the provisions of Title 46, Chapter 23, Part 5 of the Montana Code Annotated, certain individuals are required to register their address with the local law enforcement agencies as part of Montana's Sexual and Violent Offender Registration Act. In some communities, law enforcement offices will make the information concerning registered offenders available to the public. If you desire further information please contact the local County Sheriff's office, the Montana Department of Justice, in Helena, Montana, and the probation officers assigned to the area.

252 BUYER'S REMEDIES: (A) If the Seller fails to accept the offer contained in this Agreement within the time period provided in the BUYER'S COMMITMENT section, all earnest monies shall be returned to the Buyer. (B) If the Seller accepts the offer contained in this Agreement, but refuses or neglects to consummate the transaction within the time period provided in this Agreement, the Buyer may:

- (1) Demand immediate repayment of all monies that Buyer has paid as earnest money, and upon the return of such money, the rights and duties of Buyer and Seller under this Agreement shall be terminated: OR
- (2) Demand that Seller specifically perform Seller's obligation under this Agreement; OR
- (3) Demand monetary damages from Seller for Seller's failure to perform the terms of this Agreement.

SELLER'S REMEDIES: If the Seller accepts the offer contained in this Agreement and Buyer refuses or neglects to consummate the transaction within the time period provided in this Agreement, the Seller may:

(1) Declare the earnest money paid by Buyer be forfeited; OR

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- (2) Demand that Buyer specifically perform Buyer's duties and obligations under this Agreement; OR
- (3) Demand that Buyer pay monetary damages for Buyer's failure to perform the terms of this Agreement.

BUYER'S AND SELLER'S CERTIFICATION: By entering into this Agreement, each person or persons executing this Agreement, as Buyer or Seller, represents that he/she is eighteen (18) years of age or older, of sound mind, and legally competent to own or transfer real property in the State of Montana; and, if acting on behalf of a corporation, partnership, or other non-human entity, that he/she is duly authorized to enter into this Agreement on behalf of such entity.

273 FOREIGN PERSON OR ENTITY: Section 1445 of the Internal Revenue Code provides for the withholding of tax upon the sale of U.S. real property owned by a foreign entity or foreign person unless the amount realized (usually the sales price) does not exceed \$300,000 and the Buyer intends to use the property as a residence. If the Seller is a foreign entity or foreign person, Seller acknowledges and agrees that the Buyer or closing agent is required to deduct and withhold the applicable tax from the proceeds of sale at closing and submit the tax to the Internal Revenue Service unless the transfer of the property satisfies an exception provided for in Section 1445 of the Internal Revenue Code.

AGRICULTURAL FOREIGN INVESTMENT DISCLOSURE ACT: The Agricultural Foreign Investment Disclosure Act of 1978 (AFIDA) requires any foreign person who acquires or transfers any interest, other than a security interest, in agricultural land to submit a report to the Secretary of Agriculture not later than 90 days after the date of the acquisition or transfer. If Buyer or Seller is or may be considered a foreign person under the AFIDA they are advised to consult with an appropriate professional concerning any reporting that may be required by the AFIDA.

286 CONSENT TO DISCLOSE INFORMATION: Buyer and Seller hereby consent to the procurement and disclosure by 287 Buyer, Seller, and Salespersons and their attorneys, agent, and other parties having interests essential to this 288 Agreement, of any and all information reasonably necessary to consummate the transaction described in this Agreement, specifically including access to escrows for review of contracts, deeds, trust indentures, or similar 290 documents concerning this property or underlying obligations pertaining thereto. 291 292 RISK OF LOSS: All loss or damage to any of the above-described real property or personal property to any cause is assumed by Seller through the time of closing unless otherwise specified. 294 295 **TIME IS OF THE ESSENCE:** Time is of the essence as to the terms and provisions of this agreement. 296 297 BINDING EFFECT AND NON-ASSIGNABILITY: This Agreement is binding upon the heirs, successors and assigns 298 of each of the parties hereto; however, Buyer's rights under this Agreement are not assignable without the Seller's express written consent. 299 300 301 ATTORNEY FEES: In any action brought by the Buyer or the Seller to enforce any of the terms of this Agreement, the prevailing party in such action shall be entitled to such reasonable attorney fees as the court or arbitrator shall 303 determine just. 304

305 **COMMISSION:** The Seller's and/or Buyer's commitment to pay a commission in connection with this transaction is an integral part of this Agreement.

308 **FACSIMILE:** The parties agree that a facsimile copy of this Agreement to Sell and Purchase which contains the 309 parties' signatures may be used as the original.

ENTIRE AGREEMENT: This Agreement, together with any attached exhibits and any addenda or amendments signed by the parties, shall constitute the entire agreement between Seller and Buyer, and supersedes any other written or oral agreements between Seller and Buyer. This Agreement can be modified only in writing, signed by the 314 Seller and Buyer.

316 **COUNTERPARTS:** A copy of this document may be executed by each individual/entity separately, and when each has executed a copy thereof, such copies, taken together, shall be deemed to be a full and complete contract between 318 the parties.

320 **EARNEST MONEY DISPUTES:** Buyer and Seller agree that, in the event of any controversy regarding the earnest money and things of value held by the Broker, closing agent, or any person or entity holding such money or property, 322 unless mutual written instructions are received by the holder of the earnest money and things of value, Broker or closing agent shall not be required to take any action, but may await any proceedings, or, at Broker's or closing agent's option and sole discretion, may interplead all parties and deposit any monies or things of value in a Court of competent jurisdiction and may utilize as much of the earnest money deposit as may be necessary to advance the cost and fees required for filing such action.

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328	ADDENDA AND/OR DISCLOSURES ATTACHED: (Check all that apply.)					
329	☐ Contingency for Sale of Buyer's Property	□ Back-up Offer				
330	☐ Addendum for Additional Provisions					
331	□ Water Rights Acknowledgement					
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334	RELATIONSHIP CONFIRMATION: The parties to this	agreement confi	m that the real estate licensees identified			
335	hereafter have been involved in this transaction in the	capacities indica	ted below and the parties have previously			
336	received the required statutory disclosures setting forth	the licensees dutie	es and the limits of their obligations to each			
337	party:					
338						
339	Steven Gibson	of Preferred	Property Brokers			
340	(name of licensee)	(name of Broke	rage company)			
341	is acting as $\ \square$ Seller's Broker/Salesperson; $\ \square$ Dual Broker	oker/Salesperson;				

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344 345 346	☐ Seller's Broker/Salesperson (includes Seller's Sub-Broker or Salesperson).					
347 348 349 350 351	BUYER'S ACKNOWLEDGMENT: Buyer acknowledges that he/she has examined the real and personal property, that Buyer enters into this Agreement in full reliance upon his/her independent investigation and judgement, that prior verbal representations by the Seller or Seller's agent or representatives do not modify or affect this Agreement, and that by signing this Agreement Buyer acknowledges having read and understood this entire Agreement.					
352 353	BUYER'S COMMITMENT: I/We agree to purchase the above-described Property on the terms and conditions set forth in the above offer and grant to said Salesperson until (date) March 1, 2017					
354 355 356	at a.m. p.m. (Mountain Time) to secure Seller's written acceptance, whether nor not that deadline falls on a Saturday, Sunday or holiday. Buyer may withdraw this offer at any time prior to Buyer being notified of Seller's written acceptance. If Seller has not accepted by the time specified, this offer is automatically					
357 358 359 360	The parties hereto, all agree that the transaction contemplated by this document may be conducted by electronic means in accordance with the Montana Uniform Electronic Transaction Act.					
361 362	I/WE HEREBY ACKNOWLEDGE receipt of a copy of this Agreement bearing my/our signature(s).					
363 364	Buyer's Address:, City,					
365 366	State , Zip Code					
367 368	Buyer's Name Printed:					
369 370 371	Dated this March 1, 2017, at am _ pm (Mountain Time).					
372 373	(Buyer's Signature) (Buyer's Signature)					
374 375	OFFER PRESENTATION: This offer was presented to the Seller(s) on					
376 377	Date: Time am pm By: (Signature of person presenting the offer)					
378 379 380						
381 382	Seller's Address: On File City,					
383 384	State, Zip Code					
385 386 387	Seller's Name Printed:					
388 389 390	Dated this march 1, 2017, at am _ pm (Mountain Time).					
391 392	(Seller's Signature) (Seller's Signature)					
393 394	ACTION TAKEN, IF OTHER THAN ACCEPTANCE:					
395 396	I/We acknowledge receipt of this Agreement bearing my/our initial(s) and the signature(s) of the Buyer(s) named above.					
397 398	☐ Rejected by Seller / / Modified per Attached Counter / / Seller's Initials Date ☐ Modified per Attached Counter / Seller's Initials Date					

NOTE: Unless otherwise expressly stated the term "Days" means calendar days and not business days. Business days are defined as all days as except Sundays and holidays. Any performance which is required to be completed on a Saturday, Sunday or a holiday can be performed on the next business day.