| WOOD DESTROY | ING PESTS AND ORGANISMS I | NSPECTION | REPORT | #: 20120132 |
|---|---|------------------------------------|--------------------------------------|------------------------------|
| BUILDING NO. STREET | CITY | ZIP | Date of Inspection | NUMBER OF PAGES |
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| Genesis Termite and Pest Con P.O. Box 1639 Atascadero, CA 93423 PH# (805) 674-3272 FAX# (866) 587 PR 6569 | | TER | MITE AND PEST C Beginning to Grea | ONTROL |
| Ordered by: YOUR NAME | Property Owner and/or Party of Interest YOUR REALTOR | Report sent to | | |
| 123 YOUR STREET | 123 YOUR STREET | | | |
| YOUR CITY, CA ZIP C | YOUR CITY, CA ZIP C | | | |
| | | | | |
| COMPLETE REPORT X LIMITED REI | PORT SUPPLEMENTAL REPORT | RE | INSPECTION REF | |
| GENERAL DESCRIPTION: | | · · · | on Tag Posted: | |
| | residence. It has an attached garage and a | | | |
| attached patio. It has a tile root and was oc | cupied and furnished at the time of inspectior | I. Other T | ags Posted: | |
| An inspection has been made of the structure(s) steps, detached decks and any other structures | on the diagram in accordance with the the Structu not on the diagram were not inspected. | ral Pest Control Ac | ct. Detached porch | hes, detached |
| Subterranean Termites X Drywood Ter If any of the above boxes are checked, it indicated | nites X Fungus/Dryrot X Oth es that there were visible problems in accessible a | er Findings X reas. Read the re | | nspection X checked items |
| Key: 1 = Subterranean Termites 2 = Drywood | d Termites 3 = Fungus/Dryrot 4 = Ot | ner Findings | 5 = Further Inspect | ion |

Sample Report



You are entitled to obtain copies of all reports and completion notices on this property report to the Structural Pest Control Board during the proceeding two years. To obtain copies contact: Structural Pest Control Board, 2005 Evergreen Street, Suite 1500, Sacramento, Calfornia 95815-3831.

NOTE: Questions or problems concerning the above report should be directed to the manager of the company. Unresolved questions or problems with services performed may be directed to the Structural Pest Control Board at (916) 561-8708, (800) 737-8188 or www.pestboard.ca.gov. (form t1a - 3/15/08) 43M-41 (Rev. 10/01)

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NOTES, CAUTIONS AND DISCLAIMERS

The pest control industry recognizes a structure to have certain areas both inaccessible and not inspected. These areas include but are not limited to: Inaccessible and\or insulated attics or portions thereof, attics with less than 18" clear crawl space, the interior of hollow walls; the crawl space underneath a deck less than 12"; covered ceilings; spaces between a floor or porch deck and the ceiling below; areas where there is no access without defacing or tearing lumber, masonry, or finished work; areas underneath, behind or below appliances or beneath floor coverings or furnishings or storage, locked areas, and areas requiring an extension ladder; areas where encumbrances, storage, conditions, or locks make inspection impractical; and areas or timbers around eaves that would require use of an extension ladder.

Slab floor construction has become more prevalent in recent years. Floor covering may conceal cracks in the slab that will allow infestations to enter. Infestations may be concealed by plaster, sheetrock or other wall coverings so that a diligent inspection may not uncover the true condition. The roof was not inspected due to lack of accessibility, qualification and licensing. These areas are not practical to inspect because of health hazards, damage, obstruction or inconvenience and unless specified or described in this wood destroying pests and organisms inspection report. This company shall exercise due care during inspections and treatments but assumes no liability for any damage to tiles, slates, shingles or other roofing materials, including patio covers, aluminum awnings, solar heating, plants, shrubbery or paint during any type of treatment.

In the performance of corrective measures, it may be necessary to drill into concealed areas and/or to cut or remove plants. The termite exterminator will not be liable for plumbing, heating, electrical, gas lines and equipment in or under a slab, nor to plants which may be damaged during treatments and/or repairs.

Guarantee policy:

This guarantee excludes structures with sub slab heating\air conditioning systems, plenum construction with air conditioning and heating duct in use, a well or cistern within fifty feet and areas that are inaccessible for treatment. Additional exclusions include structures with damage to or from excessive moisture, inadequate construction, areas of inaccessibility, deteriorating materials, masonry failure, grade alteration, pipes and conduits beneath concrete slab, furnishings or contents, etc. No guarantee will be issued for any work that is a secondary recommendation or work completed by others. Guaranteed for thirty days are any plumbing, grouting, caulking and resetting of commodes, sinks or enclosures. All other work performed by this company shall be guaranteed for the duration of one year.

This wood destroying pests and organisms inspection report does not include work which requires contact with materials containing asbestos. Termite inspectors have no expertise or license in asbestos analysis. Asbestos is a natural occurring mineral fiber used extensively in construction prior to 1978. The owner, employee or contractor must determine the asbestos status prior to the commencement of work on a project. Occupants and employees must be protected from asbestos fiber release. Should asbestos be observed during any construction or demolition, work must stop. The owner shall obtain the services of an asbestos abatement contractor to evaluate the situation, provide the necessary services and certify the area safe before work may resume. Asbestos statement ref: Ab2040, sb2572 and general industry safety order number 5208.

The purpose of this report is to document findings and recommendations which pertain to the absence or presence of wood destroying organisms and or conducive condition[s] at the time of inspection. This report should be read carefully and is not to be confused with a home maintenance survey. The client's cooperation and compliance to correct and or complete the recommendations documented in this report are obligatory. Without a mutual effort this company can not assure effective or satisfactory results.

The owner of this structure has certain obligations regarding maintenance and pertaining to the deterrence of wood destroying organisms. Maintenance procedures include; but are not limited to: Reasonable cleaning, upkeep of roofs, gutters and downspouts; painting and sealing of exposed surfaces; caulking about doors and windows or grouting about commodes, tub and shower enclosures; storing materials one foot away the structure's foundations; providing adequate ventilation, maintaining proper drainage away from structure (including sprinkler systems); keeping soil levels below the top of foundations and prohibiting earth contact with wood components of the structure(s).

It is the owner's responsibility to disclose any knowledge of conditions which are not visible during the course of a normal inspection.

Note: Reinspection and supplemental report fee will be a minimum of \$49.00 to a maximum of the original report fee if the inaccessible area is opened and/or made accessible by others prior to or during the reinspection appointment.

THE ROOF WAS NOT INSPECTED. If roof information is necessary, please contact the appropriate licensed tradesman.

The Structural Pest Control Board encourages competitive business practices among registered companies. Reports on this structure prepared by various registered companies should list the same findings (ie. Termite infestations, termite damage, fungus damage, etc.). However, recommendations to correct these findings may vary from company to company. Therefore, you may wish to seek a second opinion since there may be alternative methods of correcting the findings listed on this report that may be less costly.

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THIS IS A COMPLETE INSPECTION and includes structure(s) of the property as described on page one of this report. The inspection is limited to visible and accessible areas of the structure(s) drawn in diagram space. Other structures of the property were not included in this report. See the statements on the final page of this report for further information as to the scope of this inspection.

Note: There was normal storage at the interior of the garage at the time of inspection. Areas covered by storage were not visible for inspection. If further inspection is desired after all the storage has been removed, it should be requested and completed prior to the close of escrow. There will be a minimum fee of \$49.00 for this reinspection.

Note: This structure was furnished and occupied at the time of this inspection, some areas were covered by normal storage or furnishings and was not visible for inspection. If further inspection of the interior is desired after all storage has been removed, it should be requested and completed prior to the close of escrow. There will be a minimum fee of \$49.00 for this reinspection.

Note: The subfloor of the structure was insulated. The subfloor, portions of the floor joists, and some areas of plumbing were not visible for inspection. If further inspection is desired, we will reinspect the substructure area after the insulation has been removed in areas of concern. Further findings will be issued on a supplemental report and there will be an inspection fee charged.

Note: The attic was partially inaccessible due to insulation and low construction in some areas.

Note: The tile shower test was performed with a water level of 2 inches above the top of the drain and water held for a minimum of 15 minutes. Accessible areas adjacent to the shower pan were inspected for indications of leakage. There was no visible indication of current leakage detected. Waterproofing of the shower pan above 2 inches from the top of the drain was not verified. Further water testing at a higher water level will be completed upon request. A fee may be charged for further testing.

The second level eaves and/or other portions of the structure which extend above 12 feet from the ground were inspected from the ground level only. Portions of the structure within 12 feet were visually inspected and were accessible for physical probing where indications of infestation, infection or adverse condition were found. Portions of the structure above 12 feet were visually inspected only and limited in relation to height. Further inspection of the portions of these areas is desired, parties in interest should contact our office prior to the close of escrow. There will be additional fees for this service.

SECTIONED REPORTING: This is a separated report which is defined as section 1 or section 2 conditions evident on the date of this inspection. Section 1 contains items where there is evidence of active infestation, infection or conditions that have resulted in or from infestation or infection on the date of inspection. Section 2 items are conditions deemed likely to lead to infestation or infection but where no visible evidence of such was found on the date of inspection. Further inspection items are defined as recommendations to inspect area(s) which during the original inspection did not allow the inspector access to complete his inspection and cannot be defined as Section 1 or Section 2.

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| 1. SUBTERRA | NEAN TERMITE | ES | | | | | |
| ITEM NO. 1A | | (Section 1) | | | | | |
| FINDING AND RECOMMENDATION: 1A | | Evidence of Subterranean Termite indicates an infestation in the soil b | | at the siding ar | าป | | |
| | | Chemically treat the soil in areas of (fipronil). In addition, application wi wall around the complete perimeter concrete, paving or masonry adjace limited to, patios, sidewalks, porche treatment of the soil below. We will assume no liability for damage to hi these areas. The location of such u Regardless of locations of Subterra entire structure is guaranteed. Com Pest Control for a period of 5 years | ill be made to the soil a of the structure. Hole ent to the foundation ir es and driveways, to a l exercise reasonable idden plumbing, electr utilities should be iden unean Termite infestation trol is guaranteed by o | adjacent to the es may be drille a areas such as llow for chemic caution when c ical, or other u tified prior to ou on found, cont Genesis Termit | exterior ed through s, but not cal drilling but tility below ur arrival. rol of the | | |
| ITEM NO. 1B | | (Section 1) | | | | | |
| FINDING AND | | Subterranean Termite damage was noted at the siding . | | | | | |
| RECOMMENDAT | FION: 1B | Remove and replace the damaged wood members as needed. | | | | | |
| 2. DRYWOOD | TERMITES | | | | | | |
| ITEM NO. 2A | | (Section 1) | | | | | |
| FINDING AND RECOMMENDAT | FION: 2A | Evidence of Drywood Termite infes | tation was found in wo | ood members o | of the eave | | |
| | | Seal the structure and fumigate with (sulfuryl Fluoride). All occupants ar fumigation is complete. The subcor- but cannot be held responsible to d to the fumigation. Further terms an upon scheduling of the fumigation. the fumigation and performed by th man per hour in addition to the price | nd pets must vacate the ntracted company will amage to plants, TV and instructions will be so Required preparation e subcontractor will be | ne structure un exercise all du intennas or roc supplied upon r s not complete | til the le caution, ofing due request or ed prior to | | |
| | | ***Fumigations are guaranteed for s | 5 years from the date | completed*** | | | |
| ITEM NO. 2B | | (Section 1) | | | | | |
| FINDING AND | | Drywood Termite damage was four | nd at the fascia . | | | | |
| RECOMMENDAT | FION: 2B | Remove and replace the damaged portion of the fascia as needed. | | | | | |

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| 3. FUNGUS OF | R DRYROT | | | | |
| ITEM NO. 3A | | (Section 1) | | | |
| FINDING AND RECOMMENDAT | ION: 3A | Fungus damage as occurred to the leakage at the wax seal of the toile | | e bathroom floc | or due to |
| | | Replace the damaged portions of unew wax seal at the toilet to elimination of standard grathing company reserves the right to Additional costs may apply if dama or floor framing. | ate the excessive mois ate flat lay linoleum. L choose a harmonizing | sture condition. Inless otherwis color and/or pa | Price e notified, attern. |
| ITEM NO. 3B | | (Section 1) | | | |
| FINDING AND RECOMMENDAT | ION: 3B | Fungus infection and damage were decking and framing. | e found in the wood de | eck throughout | the |
| | | Remove and replace the damaged likely involve complete replacement member is not replaced and VERY no detectable deterioration has occur wire brush and chemically treat the octaborate tetrahydrate) for elimination with similar materials unless impro- | t of the wood deck. Ir MINOR surface funge curred, scrape away the woodmembers with the ation of infection. Rep | a areas where a us growth is pre le surface grow he Tim-Bor (dis air includes rep | a wood esent but /th with a sodium |
| ITEM NO. 3C | | (Section 1) | | | |
| FINDING AND RECOMMENDAT | ION: 3C | Earth to wood contact and fungus faulty grade condition that exists w concrete foundation level. | | | |
| | | Lower the soil to eliminate the eart condition. Remove and replace the of plywood siding, repair may invol removed and/or metal counter flash Additional costs will apply if replace desired by the parties in interest. | e fungus damaged sid ve installing wood trim hing at cut sections of | ing as needed. in place of sid siding replacer | In cases ing nent. |

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| 4. OTHER FI | NDINGS | | | | |
| ITEM NO. 4A | | (Section 2) | | | |
| FINDING AND | ATION: 4A | The toilet was found to be loosely source of leakage. | bolted to the floor. This | s creates a pote | ential |
| | | Reset the toilet using a new wax so toilet flange is found to be damage reused. | | | |
| 5. FURTHER | INSPECTION | | | | |
| ITEM NO. 5A | | (Further Inspection) | | | |
| FINDING AND | ATION: 5A | The attic space above the garage an adequate access opening. | was inaccessible for ir | nspection due to | o lack of |
| | | Install an access opening, reinspective recommendations on a supplement be \$45.00 if access is installed by | tal report. Cost for rei | • | report will |

COMMENTS AND OTHER INFORMATION

"N" items listed below are intended to inform parties in interest about questionable conditions. These conditions may be of concern, but did not qualify as a required finding or correction as defined by the Structural Pest Control Act. All parties should satisfy themselves as to these conditions prior to the close of escrow.

Item N1: There was a moderate amount of storage at the garage interior at the time of inspection. Areas covered by storage were not visible for inspection. If further inspection of inaccessible areas is desired, it should be requested and completed prior to the close of escrow. Storage must be removed by others prior to reinspection. There will be a fee for this reinspection.

Item N2: The stall shower located over the finished ceiling was not water tested. The ceiling below the shower was inspected for indications of leakage. No indications of leakage were found. Parties in interest should satisfy themselves as to this disclosure prior to the close of escrow.

Paint colors will be computer matched at a local paint store. However Genesis Termite and Pest Control can not guarantee an exact color match due to varying brands and weathering. For best results the customer should provide the paint or a paint color code.

UNLESS OTHERWISE STATED IN THIS REPORT, ALL WORK COMPETED BY THIS COMPANY IS GUARANTEED FOR TWO YEARS FROM THE DATE OF COMPLETION AGAINST DEFECTS IN MATERIALS OR WORKMANSHIP. STRUCTURAL FUMIGATION AND "PERIMETER PLUS" SUBTERRANEAN TERMITE TREATMENT IS GUARANTEED FOR FIVE YEARS.

CALIFORNIA STATE LAW REQUIRES THAT YOU BE GIVEN THE FOLLOWING INFORMATION:

CAUTION – PESTICIDES ARE TOXIC CHEMICALS. Structural pest control companies are registered and regulated by the Structural Pest Control Board, and apply pesticides which are registered and approved for use by the California Department of Pesticide Regulation and the United States Environmental Protection Agency. Registration is granted when the State finds that based on existing scientific evidence there are no appreciable risks if proper use conditions are followed or that the risks are outweighed by the benefits. The degree of risk depends upon the degree of exposure, so exposure should be minimized."

If within 24 hours you experience symptoms of dizziness, headache, nausea, reduced awareness, slowed movement, garbled speech or difficulty in breathing, leave the structure immediately and seek medical attention by contacting your physician or Poison Control Center (800) 876-4766 and notify Genesis Termite and Pest Control (805) 674-3272.

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For further information, contact any of the following: Genesis Termite and Pest Control (805) 674-3272; for Health Questions – the San Luis Obispo County Health Department (805) 781-5500; for Application Information – the San Luis Obispo County Agricultural Commissioner (805) 781-5910; and for Regulatory Information – the Structural Pest Control Board, (800) 737-8188, 2005 Evergreen Street, Suite 1500, Sacramento, California, 95815.

Genesis Termite and Pest Control

P.O. Box 1639 Atascadero, CA 93423 PH# (805) 674-3272 FAX# (866) 587-9397



INVOICE

Invoice Number: 20120132

Invoice Date:

01/14/2013

| Bill To: | Address of | Property Inspe | cted: |
|--|-----------------|------------------|------------------------------|
| YOUR NAME | 123 YOUR STREET | | |
| 123 YOUR STREET YOUR CITY, CA ZIP C | YOUR CIT | Y, CA ZIP CO | DE |
| | | | |
| Invoice Description: Date of In | spection: | 01/14/2013 | |
| Termite Inspection Re | • | | (Termite work not included.) |
| Pa | ayments: \$ | 0.00 | Date: N/A |
| TOTAL | DUE: \$ | 75.00 | |
| | | | |
| | | | |
| TERMS: Net 30 days. Inspection fee: Work associated with this inspection report this inspection fee. Fannie Mae No.: Federal Tax ID No.: | that is comple | ted by this firm | within 90 days waives |

NOTICE TO OWNER

Under the California Mechanics Lien Law any structural pest control company which contracts to do work for you, any contractor, subcontractor, laborer, supplier or other person who helps to improve your property, but is not paid for his or her work or supplies, has a right to enforce a claim against your property. This means that after a court hearing, your property could be sold by a court officer and the proceeds of the sale used to satisfy the indebtedness. This can happen even if you have paid your structural pest control company in full if the subcontractor, laborers or suppliers remain unpaid.

To preserve their right to file a claim or lien against your property, certain claimants such as subcontractors or material suppliers are required to provide you with a document entitled "Preliminary Notice". Prime contractors and laborers for wages do not have to provide this notice. A Preliminary Notice is not a lien against your property. Its purpose is to notify you of persons who may have a right to file a lien against your property if they are not paid.

Work Authorization

Genesis Termite and Pest Control

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| | Section | n 1 | | |
|----------|-------------------|--------|--------|------|
| 1A | = | | 985.00 | Ρ |
| 1B | = | | 485.00 | Ρ |
| 2A | = | 1 | 485.00 | Ρ |
| 2В | = | 1 | 120.00 | Ρ |
| 3A | = | 1 | 785.00 | Ρ |
| 3B | = | 3 | 470.00 | Ρ |
| 3C | = | | 585.00 | Ρ |
| | Section 1 | Totals | | |
| Total us | sing primary recs | \$ | 991 | 5.00 |

| | Section 2 | | | | |
|---------------------------------|------------------|---------|--|--|--|
| 4A | = | 95.00 P | | | |
| | Section 2 Totals | | | | |
| Total using primary recs\$95.00 | | | | | |

(w6b 9-25-08)

Cost of all Primary Recommendations \$

10010.00

NOTE: Damage found in Inaccessible Areas may require a Supplemental report and/or Work Authorization, or may require amendments to this Work Authorization.

1. If FURTHER INSPECTION is recommended, if additional work is required by any government agency, or if additional damage is discovered while performing the repairs, this company reserves the right to increase prices.

2. In the event that legal action is necessary to enforce the terms of this contract, reasonable attorney's fees may be awarded to the prevailing party.

3. This company will use due caution and diligence in their operations but assume no responsibility for matching existing colors and styles, or for incidental damage to roof coverings, Tv. Antennaes, solar panels, rain gutters, plant life, or paint.

4. This report is limited to the accessible areas shown on the diagram. Please refer to the report for the areas not inspected.

5. If this contract is to be paid our of escrow impound the buyers and sellers agree to provide this company with all escrow billing information required to collect the amount due. The persons signing this contract are responsible for payment, and if the escrow does not close within 30 days after the date of completion of the work agree to pay in full the amount specified in this work authorization agreement

6. If this agreement includes a charge for opening an area for FURTHER INSPECTION, it is for opening the area only and does not include making additional repairs, if needed, nor does it include replacing removed or damaged floor coverings, wall coverings, or painted exposed surfaces unless specifically stated.

NOTICE TO OWNER

DATE:

Under the California Mechanics Lien Law any structural pest control company which contracts to do work for you, any contractor, subcontractor, laborer, supplier or other person who helps to improve your property, but is not paid for his or her work or supplies, has a right to enforce a claim against your property. This means that after a court hearing, your property could be sold by a court officer and the proceeds of the sale used to satisfy the indebtedness. This can happen even if you have paid your structural pest control company in full if the subcontractor, laborers or suppliers remain unpaid.

To preserve their right to file a claim or lien against your property, certain claimants such as subcontractors or material suppliers are required to provide you with a document entitled "Preliminary Notice". Prime contractors and laborers for wages do not have to provide this notice. A Preliminary Notice is not a lien against your property. Its purpose is to notify you of persons who may have a right to file a lien against your property if they are not paid.

Authorized to perform items:

OWNER or OWNER'S AGENT:

Cost of work authorized: \$ _

Genesis Termite and Pest Control

ESCROW:

Χ