SECOND AMENDMENT TO DECLARATION ESTABLISHING COVENANTS, CONDITIONS, AND RESTRICTIONS FOR FALCON RIDGE

FIVE MILE CORPORATION, a Washington corporation ("Declarant") hereby amends that certain Declaration Establishing Covenants, Conditions, and Restrictions for Falcon Ridge recorded December 1, 2003 in the Office of the Spokane County, Washington Auditor under Recording No. 5006402 (the "Declaration"), which Declaration was amended by the First Amendment to Declaration Establishing Covenants, Conditions, and Restrictions for Falcon Ridge recorded December 30, 2003 in the Office of the Spokane County, Washington Auditor under Recording No. 5018096 (the "First Amendment"). The Declaration is amended by this Second Amendment (this "Second Amendment"), pursuant to Section 10.1 of the Declaration, as follows:

1. Declarant hereby annexes the additional real property legally described on Exhibit "A" attached hereto. Said additional real property shall hereafter be considered as part of the Property covered by the Declaration as though it was originally included
therein. This additional property is intended to be known as Falcon Ridge 1st Addition once finally platted.

2. The Declaration, as originally recorded, and as modified by the First Amendment and this Second Amendment, shall remain in full force and effect.

3. This Amendment shall be effective upon its recordation with the Spokane County, Washington Auditor.

FIVE MILE CORPORATION

By: [Signature]

Robert J. Frisch, President

STATE OF WASHINGTON )
COUNTY OF SPOKANE )ss.

On this 29th day of July, 2005 before me, the undersigned, a Notary Public in and for the State of Washington, duly commissioned and sworn, personally appeared Robert J. Frisch to me known to be the President of Five Mile Corporation, a Washington corporation, the corporation that executed the foregoing instrument, and acknowledged the instrument to be the free and voluntary act and deed of the corporation, for the uses and purposes therein mentioned, and on oath stated that he is authorized to execute the instrument.

WITNESS my hand and official seal hereto affixed the day and year in this certificate above written.

[Notary Seal]

Linda M. Alverna
NOTARY PUBLIC in and for the State of Washington, residing at Spokane.
My commission expires: 8/25/2011
Printed Name: Linda M. Alverna