**SCHEDULE B - SECTION II**

**EXCEPTIONS**

File No.: Commitment No.:

Any policy we issue will include the following exceptions, unless they are disposed of to our satisfaction:

1. Any discrepancies or conflicts in boundary lines, any shortage in area, or any encroachment or overlapping of improvements.

1. Any facts, rights, interests or claims which are not shown by the Public Record but which could be ascertained by an accurate survey of the premises or by making inquiry of persons in possession thereof .
2. Easements, liens or encumbrances or claims thereof, which are not shown by the Public Record.
3. Any lien or right to lien for services, labor, or material imposed by law and not shown by the Public Record.
4. Covenants, conditions and restrictions, if any, shown by the Public Record.
5. Easements or servitudes, if any, shown by the Public Record.
6. Any lease, grant, exception or reservation of mineral rights appearing in the Public Record. All assessments and taxes not yet due and payable at the Date of this Guarantee and Commitment.
7. The following exceptions to matters disclosed in the Public Records will be exceptions in the policy unless disposed of to our satisfaction :
8. The following matters disclosed in the Public Record will not be exception in the policy if the mortgage shown in Schedule A, Item 5 is foreclosed and the foreclosure deed issued to the Proposed Insured is satisfactory to us:

.