

P.O. Box 11890 College Station, Texas 77842-1890 Phone: 979-696-9744 Fax: 979-694-6687 www.inspectmasters.com

PROPERTY INSPECTION REPORT

Prepared For:	Acme Corporation					
	(Name of Client)					
Concerning:	799 Commerce Drive, Bottom Line City, Texa	as				
	(Address or Other Identification of Inspect	ed Property)				
By:	Craig A. Reagan, T.R.E.C. # 2147	12/24/2003				
-	(Name and License Number of Inspector)	(Date)				
	(Name, License Number and Signature of Sponsoring Inspec	tor, if required)				

The inspection of the property listed above must be performed in compliance with the rules of the Texas Real Estate Commission (TREC).

The inspection is of conditions which are present and visible at the time of the inspection, and all of the equipment is operated in normal modes. The inspector must indicate which items are in need of repair or are not functioning and will report on all applicable items required by TREC rules.

This report is intended to provide you with information concerning the condition of the property at the time of inspection. Please read the report carefully. If any item is unclear, you should request the inspector to provide clarification.

It is recommended that you obtain as much history as is available concerning this property. This historical information may include copies of any seller's disclosures, previous inspection or engineering reports, reports performed for or by relocation companies, municipal inspection departments, lenders, insurers, and appraisers. You should attempt to determine whether repairs, renovation, remodeling, additions or other such activities have taken place at this property.

Property conditions change with time and use. Since this report is provided for the specific benefit of the client(s), secondary readers of this information should hire a licensed inspector to perform an inspection to meet their specific needs and to obtain current information concerning this property.

ADDITIONAL INFORMATION PROVIDED BY INSPECTOR

Promulgated by the Texas Real Estate Commission(TREC) P.O. Box 12188, Austin, TX 78711-2188, 1-800-250-8732 or (512) 459-6544 (http://www.trec.state.tx.us). REI 7A-0

Additional pages may be attached to this report. Read them very carefully. This report may not be complete without the attachments. If an item is present in the property but is not inspected, the "NI" column will be checked and an explanation is necessary. Comments may be provided by the inspector whether or not an item is deemed in need of repair.

l=Insp	ected		NI=Not	Insp	ected	NP=Not Present R=Not Functioning or In Need of Repair
I	NI	NP	R			Inspection Item
V				I.	STF A.	RUCTURAL SYSTEMS Foundations (If all crawl space areas are not inspected, provide an explanation.) Type of foundation: Post-tensioned concrete slab-on grade Method of inspection: Visual inspection of interior and exterior; Compulevel
						Comments (An opinion on performance is mandatory.): The foundation is performing its intended function at the time of this inspection and not in need of repairs. However, the perimeter of the building was measured to be slightly low. A foundation watering program may help to offset this condition.
Ŋ			V		В.	Grading & Drainage <i>Comments:</i> High landscape grading was observed along the front and right end of the building, as well as a portion of the rear. The soil in these areas should be a minimum of 4-inches below brick veneer and 8-inches below wood or composition siding. The soil should be lowered in such a manner so as to provide for positive drainage <u>away</u> from the foundation.
J					C.	Roof Covering (If the roof is inaccessible, report the method used to inspect.) Type of roof covering: Metal Method of inspection: Walked on roof <i>Comments:</i> Some previous patches were observed on the top side of the roof but were tested to be dry at the time of this inspection.
					D.	 Roof Structure & Attic (If the attic is inaccessible, report the method used to inspect.) Method of inspection: Viewed space above ceiling tiles by removal of random tiles. Approximate depth of insulation: 1.5 - 8 inches <i>Comments:</i> Some areas of insulation have fallen down and should be put back in place.
Ø					E.	Walls (Interior & Exterior) Comments:
V					F.	Ceilings & Floors <i>Comments:</i> Some staining was observed on isolated ceiling panel but were tested to be dry at the time of this inspection.

I	NI	NP	R		Inspection Item
V			V	G.	Doors (Interior & Exterior) <i>Comments:</i> Some doorways are slightly misaligned. The back hallway door doesn't seal properly.
V			Ø	Н.	Windows Comments: Three of the front windows area broken.
		Ø		I.	Fireplace/Chimney Comments:
V			V	J.	Porches, Decks and Carports (Attached) <i>Comments:</i> Some transitions from parking lots to walkway present a tripping hazard and should be corrected.
Ø				II. ELI A.	ECTRICAL SYSTEMS Service Entrance and Panels Comments: The service panel does not have a main breaker inside and one should be installed. At least one underprotected circuit was observed and should be protected. Some melted components were observed inside the service panel. A licensed electrician should be contacted to evaluate these conditions and to make the necessary corrections.
			V	B.	Branch Circuits - Connected Devices and Fixtures (Report as in need of repair the lack of ground fault circuit protection where required.): Type of branch circuit wiring: Copper <i>Comments:</i> The required GFCI protection is not present and should be installed. One of the exterior outlet covers is improperly installed. A licensed electrician should be contacted to evaluate these conditions and to make the necessary corrections.
			Ø	III. HE A.	ATING, VENTILATION AND AIR CONDITIONING SYSTEMS Heating Equipment Type And Energy Source: Type of heating system: 4 Central Forced Air Furnaces Energy source: Gas Comments: The north end unit was observed to have excessive rust scale below the burner, possibly indicating a problem with the heat exchanger. A licensed mechanical contractor should be contacted to perform a complete inspection of this unit and to make any necessary repairs.

I	NI	NP	R		Inspection Item		
			V	В.	Cooling Equipment Type And Energy Source: Type of cooling system: 4 Central Forced Air Systems Energy source: Electric Comments: The circuit breaker is too large for one of the 2 units and should be		
					corrected. Some exterior refrigerant line insulation is missing and should be replaced. The primary condensate drain for all units should be completely insulated. Of the units on the North end, two of the secondary drain pans are corroded and one has standing water in it.		
V				C.	Ducts and Vents Comments:		
V				IV. PL A.	UMBING SYSTEM Water Supply System and Fixtures Comments:		
V			V	В.	Drains, Wastes, Vents <i>Comments:</i> Evidence of a leak was observed below the ladies restroom sink.		
V			Ø	C.	Water Heating Equipment (Report as in need of repair those conditions specifically listed as recognized hazards by TREC rules.) Energy Source: Energy source: Electricity		
					<i>Comments:</i> Proper plumbing of the high pressure relief drain line and the pan drain could not be verified.		
		V		D.	Hydro-Therapy Equipment Comments:		
		V		V. AP A	PLIANCES Dishwasher Comments:		
		Ø		В.	Food Waste Disposer Comments:		
				C.	Range Hood Comments:		
This confidential report is prepared exclusively for Acme Corporation Page 4 of 6							

I	NI	NP	R		Inspection Item
		V		D.	Ranges/Ovens/Cooktops Comments:
		V		E.	Microwave Cooking Equipment Comments:
		Ø		F.	Trash Compactor Comments:
V				G.	Bathroom Exhaust Fans and/or Heaters Comments:
		V		Н.	Whole House Vacuum Systems Comments:
		V		I.	Garage Door Operators Comments:
		V		J.	Door Bell and Chimes Comments:
		Ø		К.	Dryer Vents Comments:
	V				TIONAL SYSTEMS Lawn Sprinklers Comments:
		Ø		В.	Swimming Pools and Equipment Comments:
		Ø		C.	Outbuildings Comments:

Report Identification: 799 Commerce Drive, Bottom Line City, Texas

1	NI	NP	R		Inspection Item
		V		D.	Outdoor Cooking Equipment Comments:
Ŋ				E.	Gas Lines Comments: See comments for individual appliances.
		V		F.	Water Wells (A coliform analysis is recommended.) Comments:
		V		G.	Septic Systems Comments:
	V			н.	Security Systems Comments:
		V		I.	Fire Protection Equipment Comments: