

STATE OF MAINE
CUMBERLAND, ss.

DISTRICT COURT
DISTRICT NINE
Location: Portland
Docket No. POR=RE-2003-174

MAINE STATE HOUSING AUTHORITY,)
)
 Plaintiff)
)
 vs.)
)
 MARIE T. GURNEY et al.,)
)
 Defendants)

**** DISCLAIMER ****

Maine State Housing Authority has provided the information contained in this bidder's prospectus to persons interested in bidding for the real property described herein. It believes the information contained herein to be accurate and complete.

However, neither Maine State Housing Authority nor its agents, employees or attorneys, make any warranties of any kind as to the accuracy or completeness of the information contained herein.

Prospective bidders are urged to make such an independent investigation as to each of those matters to which an ordinary and prudent buyer would inquire.

Michael S. Haenn, Esq. ■ 88 Hammond Street ■ Bangor, Maine
04401 ■ Attorney for Mortgagee ■ Maine State Housing
Authority ■ www.haennlaw.com

TERMS AND CONDITIONS OF PUBLIC SALE

MSHA vs. Marie T. Gurney et al.

32 Bernard Road
Portland, Maine

The following are the terms of the public sale of the property described in the mortgage deed of Marie T. Gurney to Countrywide Home Loans, Inc., predecessor in interest to Maine State Housing Authority ("MSHA"), dated October 25, 2000 and recorded in the Cumberland Registry of Deeds in Vol. 15809, Page 119 and Vol. 5251, Page 1. The mortgage interest being foreclosed is also described in more detail in the Order and Judgment of Foreclosure dated July 11, 2007 and entered by the Maine District Court (at Portland) in the action docketed as *Maine State Housing Authority vs. Marie T. Gurney et al.*, Docket No. POR-RE-2003-174.

Date/Place of Sale - June 25, 2008 commencing at 9:30 a.m. at the Law Office of Michael S. Haenn, 88 Hammond Street, Bangor, Maine.

Nature of Sale - MSHA is foreclosing the real estate mortgages described above and granted by Marie T. Gurney. The public sale of the mortgaged property is pursuant to 14 M.R.S.A. § 6321 et seq. and the said judgment of foreclosure.

Terms of Sale - (a) All of those terms set forth in the Notice of Public Sale published in the *Portland Press Herald* on May 17, 24, and 31, 2008, including but not limited to the following: (i) a deposit to bid of \$5,000.00 in certified funds, payable to Michael S. Haenn IOLTA Trust Account; and (ii) the balance of the purchase price is due and payable within 30 days of the public sale. The deposit to bid from the highest bidder is non-refundable.

(b) MSHA makes no warranties of any kind whatsoever regarding its title to the property; or the physical condition, location or value of the property; or compliance with any applicable federal, state or local law, ordinance and regulation, including zoning or land use ordinances. Bidders must satisfy themselves as to each of those matters to which an ordinary and prudent buyer would inquire.

(c) The property is sold subject to all outstanding tax liens and municipal and quasi-municipal encumbrances, whether or not of record in the Cumberland Registry of Deeds, as well as all real estate transfer taxes.

(d) No personal property is being sold with the real estate described, and bidders must satisfy themselves as to the legal character of specific property as real or personal in nature.

Further, MSHA reserves the right, but not the obligation, to itself and its assigns to remove any personal property from the property without liability of any kind to the buyer of the real estate for any loss, injury or damage sustained as a result of the storage or removal of said personal property.

(e) A record of bidding will be maintained by MSHA for its own use. All persons present at the public sale and wishing to submit a bid must register with the auctioneer and submit the requisite deposit in cash or certified funds prior to the commencement of bidding. In the event that there is a failure to close the sale with any person who executes a Purchase and Sale Agreement, MSHA reserves the right to either hold a new sale or to contact the next highest bidder and allow that party to purchase the real estate for the next highest bid as the assignee of the highest bidder. MSHA disclaims any responsibility for providing notice of any kind to any person subsequent to the public sale.

(f) MSHA reserves the right to refuse or accept any irregular bid; to hold periodic recesses in the sale process; to continue the sale from time to time without notice to any person; and to amend the terms of sale as it deems in the best interests of MSHA.

(g) The transfer of the property by MSHA will be by release deed in substantially the same form as that attached to the Purchase and Sale Agreement and distributed in the bidder's prospectus.

Purchase and Sale Agreement - the highest bidder for the property will be required to execute a Purchase and Sale Agreement with MSHA, and which must be executed immediately after the close of bidding.

ADDITIONAL TERMS AND CONDITIONS MAY BE ANNOUNCED BY THE AUCTIONEER ON THE DATE OF THE PUBLIC SALE AND ARE INCORPORATED HEREIN BY REFERENCE.

Dated: June 25, 2008

Michael S. Haenn, Esq.
88 Hammond Street
Bangor, Maine 04401
Attorney for
Maine State Housing Authority
www.haennlaw.com

PURCHASE AND SALE AGREEMENT

AGREEMENT made as of this 25th day of June, 2008 by and between the following parties:

Seller: Maine State Housing Authority, a public body corporate and politic and instrumentality of the State of Maine with a place of business in Augusta, Maine ("Seller"); and

Buyer: _____
_____ ("Buyer").

1. **Purchase and Sale; Property.** Seller hereby agrees to sell, and Buyer hereby agrees to buy, a certain lot or parcel of land with any buildings thereon situated generally at 32 Bernard Road in Portland, Maine, and more particularly described in the mortgage deed of Marie T. Gurney dated October 25, 2000 and recorded in the Cumberland Registry of Deeds in Vol. 15809, Page 119 ("the Property").

2. **Basic Terms of Transfer.** Seller hereby agrees to transfer, and Buyer agrees to purchase, the Property on or before July 25, 2008 ("the Closing Deadline"). Seller will convey its interest in the Property subject to the following conditions and restrictions:

(a) conveyance of the Property at closing (on or before the Closing Deadline) will be by release deed from Seller to Buyer in substantially the same form as that annexed hereto. Unless otherwise indicated below, and if more than one Buyer executes this Agreement, the deed from Seller to Buyer will be a deed to Buyer as tenants in common.

Buyer's affirmative election as to the form of the deed of conveyance from Seller:

- joint tenancy
- tenancy in common

(b) the closing will take place at the Law Office of Michael S. Haenn, 88 Hammond Street, Bangor, Maine, or at such other place as may be agreed between the parties.

(c) Seller makes no representations of any kind or nature as to the physical condition or title to the Property, both of which are expressly and strictly sold on "AS IS, WHERE IS" basis.

(d) conveyance at closing will be subject to all outstanding property tax liens or other municipal or quasi-municipal encumbrances or assessments, whether or not of record in the Cumberland Registry of Deeds on the date of closing, and further subject to all real estate transfer taxes assessed by the State

of Maine, all of which are entirely the responsibility of Buyer.

(e) Buyer specifically and affirmatively waives the right to request any writ of possession from Seller and for the Property.

(f) conveyance is further subject to the terms and conditions of sale as announced at the public sale of the Property on June 25, 2008 or as set forth in the Terms and Conditions of Public Sale distributed by the auctioneer to registered bidders at the time of registration to bid.

3. Purchase Price. (a) Buyer hereby agrees to pay to Seller the sum of

_____ Dollars (\$_____)
for the Property as follows:

(i) Five Thousand Dollars (\$5,000.00) at the time of the execution of this Agreement, all of which is non-refundable and the receipt thereof is hereby acknowledged by Seller; and

(ii) the balance (after such deposit) due and payable at the time of closing in cash or by certified check.

(b) Should Buyer fail to tender the balance due at closing and on or before the Closing Deadline, all deposit(s) from Buyer shall be retained by Seller as liquidated damages but which shall not limit the right of Seller to enforce any other right or remedy against Buyer, including an action to compel specific performance.

4. Risk of Loss. The risk of loss or damage to the Property by fire or otherwise until closing and the delivery of a deed is assumed by Buyer.

5. Personal Property. Buyer recognizes that there are or may be items of personal property situated on or in the Property, and that Seller is not conveying any interest in such personal property to Buyer. Buyer agrees that Seller has made and will make no representations as to the legal character of specific property as real or personal in nature. Further, Seller reserves the right, but not the obligation, to itself and its designees to remove any personal property from the property without liability of any kind to Buyer for any loss, injury or damage sustained as a result of the storage or removal of such personal property.

6. Broker. Seller and Buyer agree that there is no real estate broker involved in this transaction, and that no one is due a commission in conjunction with the sale or purchase of the Property.

7. Non-reliance; Construction. Buyer acknowledges that Buyer has not relied upon any oral or written representations of any employee, agent, or attorney for Seller not expressly set forth in this Agreement as a basis for Buyer's decision to

execute this Agreement. In express recognition thereof, Buyer agrees that in the event of any ambiguity as to the meaning or intent of the terms or obligations set forth herein, or any documents executed in connection herewith, such ambiguous term or provision shall not be construed more favorably to one party than to another.

8. **Limitation on Buyer Damages.** Buyer agrees that in any dispute or action arising out of this Agreement, or the matters described herein, the damages to which Buyer may be due at any time and as against Seller for any reason shall be specifically limited to the amount of Buyer's deposit, repayable without interest, and that under no circumstances may such damages include any claim for punitive damages, lost profits or investment opportunities, or attorneys' fees.

9. **Waiver of Jury Trial, Arbitration.** (a) Buyer agrees that in the event of any dispute as between Buyer and Seller and relating to the subject matter of this Agreement, or the property hereby contemplated to be transferred by Seller to Buyer, such dispute shall (unless Seller shall have demanded arbitration as set forth in this paragraph) be tried before a single Justice of the Superior Court in Kennebec County sitting without a jury.

(b) Buyer further agrees that in any dispute or controversy with Seller as to the terms of this Agreement, or with respect to the matters described herein, and whether sounding in contract or tort, shall, at the election of Seller and at any time, be resolved by binding arbitration in accordance with the applicable provisions of the Maine Uniform Arbitration Act, at 14 M.R.S.A. § 5927 et seq. and as the same may be amended from time to time. Seller may further elect to submit less than all disputes or controversies as between Buyer and Seller to binding arbitration. Nothing herein shall be construed as limiting the rights or remedies of Seller pursuant to this Agreement or any document or agreement as between Buyer and Seller and at any time, whether or not Seller shall have previously demanded such arbitration.

10. **Assignment.** Buyer may assign its rights under this Agreement to any third party by a writing approved by Seller, but such assignment may not mitigate or modify Buyer's obligations and liability to Seller pursuant to the terms hereof. Any such assignment, in a form approved by and acceptable to counsel for Seller, must be executed and delivered by Buyer and the proposed assignee(s) to counsel for Seller at least seven (7) calendar days prior to the date of closing.

11. **Amendments.** This Agreement contains the entire agreement of the parties, and it may not be amended subsequent to the execution hereof except by a writing executed by each of the parties to this Agreement.

12. **Binding Nature.** This Agreement shall be binding upon

the respective heirs, successors, personal representatives and assigns of the parties hereto.

13. **Applicable Law.** This Agreement shall be enforced and construed in accordance with the laws of the State of Maine.

14. **TIME IS OF THE ESSENCE AND NOT A MERE RECITAL.** Should Buyer default in any obligation under this Agreement, Buyer agrees to indemnify and hold Seller harmless from any resulting or consequential loss, claim or damage of any kind whatsoever, including but not limited to any attorneys' fees incurred by Seller.

IN WITNESS WHEREOF, Seller and Buyer have executed this Agreement in duplicate original as of the day and year first above written.

Witness:

MAINE STATE HOUSING AUTHORITY
By: Graystone Solutions, Inc.
Its Attorney in Fact

By: _____
Name:
Title:

Buyer - SS#/EID

Buyer - SS#/EID

Disclaimer: Please read this Purchase and Sale Agreement carefully. Neither Seller nor its agents, employees or attorneys, make any warranties or representations of any kind to Buyer beyond those expressly set forth in this Agreement. Further, none of such persons offer any advice to you as to any aspect of the arrangement reflected by, or contemplated by, the foregoing.

Counsel for Seller: Michael S. Haenn, Esq., 88 Hammond Street,
Bangor, Maine 04401 ■ 207-990-4905 ■ www.haennlaw.com

RELEASE DEED

Maine State Housing Authority, a public body corporate and politic and instrumentality of the State of Maine with a place of business in Augusta, County of Kennebec and State of Maine, for consideration paid, releases to _____ **[Buyer]** _____, certain real property situated in Portland, County of Cumberland and State of Maine, and more particularly bounded and described as follows:

A certain lot or parcel of land with the buildings thereon, situated on the southerly side of Bernard Road, in the City of Portland, County of Cumberland and State of Maine, and being lot numbered 5 as shown on the Plan recorded in the Cumberland County Registry of Deeds in Plan Book 60, Page 57, to which plan reference is made for a complete description.

Subject to all municipal liens and encumbrances, including but not limited to real property taxes, whether or not of record in the Cumberland Registry of Deeds. Further subject to all real estate transfer taxes.

For Grantor's source of title reference may be had to the mortgage deed of Marie T. Gurney to Countrywide Home Loans, Inc. ("CHL") dated October 25, 2000 and recorded in the Cumberland Registry of Deeds in Vol. 15809, Page 119. CHL assigned said mortgage deed and the debt secured thereby to the Grantor by an instrument dated October 25, 2000 and recorded in the Cumberland Registry of Deeds in Vol. 15809, Page 128. The Grantor foreclosed said mortgage deed in an action commenced in the Maine District Court (at Portland) in the action docketed as *Maine State Housing Authority vs. Marie T. Gurney et al.*, Docket No. POR-RE-2003-174, and pursuant to an Order and Judgment of Foreclosure entered by the said Court. This deed is a conveyance of all right, title and interest of the Grantor and all parties to said action and in and to the above property pursuant to 14 M.R.S.A. § 6323.

For purposes of compliance with 14 M.R.S.A. § 6323(1):

Newspaper in which publication occurred: *Portland Press Herald*.

Dates of publication: May 17, 24, and 31, 2008.

Sale date: June 25, 2008. [If the public sale was continued from the date reflected in the notice of public sale as printed in such newspaper, such sale was continued in accordance with 14 M.R.S.A. § 6323(1)].

In witness whereof, Maine State Housing Authority has caused this instrument to be executed by Nick J. Maimonis, Vice President of Graystone Solutions, Incorporated f/k/a Graystone Mortgage Corporation, Its Attorney in Fact pursuant to a Limited Power of Attorney recorded in the Cumberland Registry of Deeds, duly authorized this _____ day of June, 2008.

Witness:

**MAINE STATE HOUSING AUTHORITY
By: Graystone Solutions, Inc.
f/k/a Graystone Mortgage
Corporation
Its Attorney In Fact**

By: _____
Nick J. Maimonis
Its Vice President

State of Massachusetts
Middlesex, ss.

June _____, 2008

Personally appeared the above-named Nick J. Maimonis, Vice President of Graystone Solutions, Incorporated, Attorney in Fact for Maine State Housing Authority, and acknowledged the foregoing instrument by him signed to be his free act and deed in said capacity and the free act and deed of said corporation.

Before me,

Notary Public

NOTICE OF PUBLIC SALE

14 M.R.S.A. § 6323

Notice is hereby given that in accordance with a Judgment of Foreclosure and Sale dated n Order and Judgment of Foreclosure dated November 29, 2003 and entered by the Maine District Court (at Portland) in the action entitled *Maine State Housing Authority vs. Marie T. Gurney et al.*, Docket No. POR-RE-2003-174, and wherein the Court adjudged a foreclosure of a mortgage deed dated October 25, 2000 and recorded in the Cumberland Registry of Deeds in Vol. 15809, Page119, the period of redemption from said judgment having expired, a public sale will be conducted on June 25, 2008 commencing at 9:30 a.m. at the Law Office of Michael S. Haenn, 88 Hammond Street, Bangor, Maine, of the following property:

Property Description: Certain property situated generally at 32 Bernard Road in Portland, Maine. Reference should be had to said mortgage deed for a more detailed legal description of the property to be conveyed.

Terms of Sale: The property will be sold subject to all outstanding municipal assessments, whether or not of record in the Cumberland Registry of Deeds, as well as all real estate transfer taxes assessed on the transfer. The sale will be by public auction. The deposit to bid, non-refundable as to the highest bidder, is \$5,000.00 in certified funds. The deposit to bid should be made payable to Michael S. Haenn IOLTA Trust Account. The highest bidder will be required to execute a purchase and sale agreement with MSHA. The balance of the sale price will be due and payable within 30 days of the public sale. Conveyance of the property will be by release deed. All other terms will be announced at the public sale. Further information is also available at www.haennlaw.com

Michael S. Haenn, Esq., Attorney for Maine State Housing Authority, 88 Hammond Street, Bangor, Maine.