

L98000001754

STEVEN M. AUERBACHER, P.A.
ATTORNEY AT LAW
Bar Member: Florida, New York & D.C.

150 East Palmetto Park Road, Suite 410
Boca Raton, FL 33432
Tel: (561) 394-9311
Fax: (561) 347-1845

August 31, 1998

Via Federal Express

Department of State
Registration Section
Division of Corporations
409 E. Gains Street
Tallahassee, FL 32399

600002633026--0
-09/04/98--01130--010
***346.25 ***346.25

Attention: Registration Section

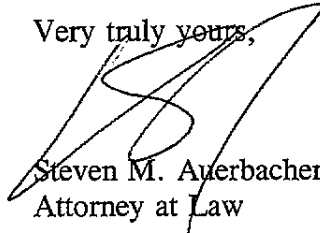
Enclosed please find Affidavit of Membership and Articles of Organization of H & J Tequesta Associates, L.L.C., along with a check in the amount of \$346.25, which includes \$52.50 for a certified copy to be returned to me at the following address:

c/o Steven M. Auerbacher, PA
150 East Palmetto Park Road, Suite 410
Boca Raton, Florida 33432
(561) 394-9311

If you have any questions, please feel free to contact me.

FILED
98 SEP -4 AM 11:20
SECRETARY OF STATE
TALLAHASSEE, FLORIDA

Very truly yours,



Steven M. Auerbacher
Attorney at Law

Name	9/8/98
Availability	dec
Document Examiner	DCC
Updater	DCC
Updater	SMA/ih
Verifier	Encls. DCC
Acknowledgement	DCC
W. P. Verifier	DCC

L98000001754

Steven
AUTHORIZATION BY PHONE TO
add mailing address
DATE 9/8/98
DOC. EXAM. dec

W980000020389

ARTICLES OF ORGANIZATION OF H & J TEQUESTA ASSOCIATES, L.L.C.

ARTICLES OF ORGANIZATION, dated as of AUGUST 31, 1998, between Harvey Jacobson and Jessica Jacobson (together referred to herein as the "Members" and individually as a "Member").

WHEREAS, the Members desire to form a limited liability company for the purposes and on the terms and conditions set forth in this Agreement;

NOW, THEREFORE, the Members hereby agree as follows:

ARTICLE ONE

Definitions

The capitalized terms used in this Agreement shall have the meanings specified in this Article One.

"Act" shall mean the Florida Limited Liability Company Act, Chapter 608 of the Florida Statute Code, as amended from time to time, and any successor to said law.

"Adjusted Capital Account Deficit" shall have the meaning set forth in Section 6.2.1

"Bankruptcy" shall mean, with respect to a Person, the occurrence of any of the following events: (a) the filing by that Person of a petition commencing a voluntary case in bankruptcy under applicable bankruptcy laws; (b) the entry against that Person of an order for relief under applicable bankruptcy laws; (c) the written admission by that Person of his or her inability to pay his or her debts as they mature, or an assignment by that Person for the benefit of creditors; (d) the appointment of a receiver for the property or affairs of that Person; or (e) the institution of any proceeding against such Person seeking to adjudicate that he or she is bankrupt or insolvent or the imposition of any other remedy afforded under applicable bankruptcy laws, and either such proceeding shall remain undismissed or unstayed for a period of 30 days or any of the actions sought in such proceeding shall occur.

"Capital Account(s)" shall have the meaning set forth in Section 3.2.

"Capital Contributions" shall mean the amount of cash and the Net Agreed Value of any property (other than cash) that a Member contributes to the Company in connection with this Agreement.

"Code" shall mean the Internal Revenue Code of 1986, as amended from time to time, and any corresponding provisions of any succeeding law.

"Company" shall have the meaning set forth in Section 2.1.1.

"Deceased Member" shall have the meaning set forth in Section 7.3.1.

FILED
98 SEP -4 AM 11:20
SECRETARY OF STATE
TALLAHASSEE, FLORIDA

98 SEP - 20
FILED
SECRETARY OF STATE

"Depreciation" shall mean, with respect to each fiscal year or other period, an amount equal to the depreciation, amortization or other cost recovery deduction reported by the Company for Federal income tax purposes with respect to its assets for such fiscal year or other period, except that, if the Gross Asset Value of an asset differs from its adjusted basis for Federal income tax purposes at the beginning of such year or other period, Depreciation shall be an amount that bears the same ratio to such beginning Gross Asset Value as the Federal income tax depreciation, amortization or other cost recovery deduction for such year or other period bears to such beginning adjusted tax basis; provided, however, that if the Federal income tax depreciation, amortization, or other cost recovery deduction for such asset from such year is zero, Depreciation shall be determined with reference to such beginning Gross Asset Value using the method utilized in preparing the financial statements of the Company. The amount of Depreciation for each fiscal year or other period shall be determined consistent with the preceding sentence.

"Distributive Rights" shall mean a Member's right to receive distributions under this Agreement.

"Gross Asset Value" of each item of Company property contributed (or deemed contributed under Regulations §1.708-1(b) (1) (iv)) to the Company shall be its fair market value when contributed. After the Gross Asset Value of any item of Company property has been determined to be an amount other than its adjusted Federal income tax basis, the Gross Asset Value of such item shall be reduced by Depreciation with respect to such item.

"Members" shall have the meaning set forth in the preamble to this Agreement.

"Membership Interest(s)" shall have the meaning set forth in Section 2.6.

"Net Agreed Value" of any noncash assets that are contributed (or deemed contributed) to or distributed by the Company shall be their Gross Asset Values reduced by the amount of any liability to which such assets are then subject.

"Net Income" or **"Net Loss"** shall mean, with respect to each fiscal year or other period, an amount equal to the Company's Taxable Income or Tax Loss, as the case may be, for such fiscal year or period, together with the following adjustments:

- (a) any income of the Company that is exempt from federal income tax and not otherwise taken into account in computing Net Income or Net Loss pursuant to this definition shall be added to such Taxable Income or Tax Loss;
- (b) any expenditures of the Company described in Code Section 705(a) (2) (B) or treated as Code Section 705 (a) (2) (B) expenditures pursuant to Regulations §1.704-1(b) (2) (iv) (i) and not otherwise taken into account in computing Net Income or Net Loss pursuant to this definition shall be subtracted from such Taxable Income or Tax Loss; and
- (c) with respect to each asset whose Gross Asset Value differs from its adjusted Federal income tax basis, (1) in lieu of the depreciation, amortization, and other cost recovery deductions taken into account in computing such Taxable Income or Tax Loss, there shall be

taken into account Depreciation for such fiscal year or other period computed in accordance with the definition of Depreciation herein, and (2) gain or loss resulting from any disposition of such asset shall be computed by reference to its Gross Asset Value, rather than the adjusted Federal income tax basis of such asset.

"**Person**" shall mean any individual, partnership, corporation, limited liability company, unincorporated organization or association, trust or other entity.

"**Purchase Price**" shall have the meaning set forth in Section 7.3.2.

"**Regulations**" shall mean the Income Tax Regulations promulgated under the Code, as amended from time to time and any corresponding provisions of any succeeding regulations.

"**Secretary of State**" shall mean the Florida Secretary of State.

"**Taxable Income**" or "**Tax Loss**" shall mean, with respect to each fiscal or other period, an amount equal to the Company's taxable income or loss for such year or period determined in accordance with Code Section 703(a) (for this purpose, all items of income, gain, loss or deduction required to be separately stated pursuant to Code Section 703(a) (1) shall be included in such taxable income or loss).

"**Tax Matters Member**" shall have the meaning set forth in Section 10.3.

"**Transfer**" shall mean any sale, transfer, gift, assignment, pledge of or grant of a security interest in, a Membership Interest, by operation of law or otherwise, excluding, however, any grant of such a security interest in favor of the Company or a Member.

ARTICLE TWO Organization

2.1 Formation and Foreign Qualification.

2.1.1 The Members agree to and do hereby form a limited liability company (the "Company") pursuant to the provisions of the Act and this Agreement. The Members shall execute and file or cause to be executed and filed a Certificate of Formation in substantially the form of Exhibit A annexed hereto, with the Secretary of State.

2.1.2 The Members shall cause the Company to comply with any requirements necessary to qualify the Company as a foreign limited liability company in a jurisdiction in which the Company shall be conducting business so as to require such compliance.

2.2 **Name.** The name of the Company is "H & J Tequesta Associates, L.L.C."

2.3 **Purposes.** The Company is formed for the object and purpose of, and the nature of the business to be conducted and promoted by the Company is, engaging in any lawful act or activity for which limited liability companies may be formed under the Act and engaging in

FILED
SEP -4 AM 11:20
SECRETARY OF STATE
TALLAHASSEE, FLORIDA

98 SEP -11 11:20
FILED
SECRETARY OF STATE
TALLAHASSEE, FLORIDA

any and all activities necessary or incidental to the acquisition, sale, financing and leasing of real property located in Tequesta, Palm Beach County, Florida (the "Property") together with the improvements thereon and the equipment, fixtures and other personal property used in connection with the operation and maintenance thereof, and do all things reasonably incident thereto. For so long as any first mortgage encumbers the Property, the company shall not without the prior written consent of said mortgagee:

(a) engage in any business activity other than the ownership, operation and maintenance of the Property, and activities incidental thereto;

(b) acquire or own any material assets other than (i) the Property, and (ii) such incidental personal property as may be necessary for the operation of the Property.

(c) merge into or consolidate with any person or entity or dissolve, terminate or liquidate in whole or in part, transfer or otherwise dispose of all or substantially all of its assets or change its legal structure, without in each case such mortgagee's consent;

(d) fail to preserve its existence as an entity duly organized, validly existing and in good standing (if applicable) under the laws of the jurisdiction of its organization or formation, and qualification to do business in the state where the Property is located, if applicable;

(e) own any subsidiary or make any investment in, any person or entity;

(f) commingle its assets with the assets of any of its members, managers, principals or of any other person or entity;

(g) incur any debt, secured or unsecured, direct or contingent (including guaranteeing any obligation), other than a first mortgage loan for the Property, and except for trade payables in the ordinary course of its business of owning and operating the Property, provided that such debt is not evidenced by a note and is paid when due;

(h) become insolvent and fail to pay its debts and liabilities from its assets as the same shall become due;

(i) fail to maintain its records, books of account and bank accounts separate and apart from those of its members, managers, principals and affiliates and the affiliates of the members, manager or principal of the Company and any other person or entity;

(j) enter into any contract or agreement with any member, manager, principal or affiliate of the Company, except upon terms and conditions that are intrinsically fair and substantially similar to those that would be available on an arm's length basis with third parties other than any member, manager, principal or affiliate of the Company;

(k) seek the dissolution or winding up in whole, or in part, of the Company;

(l) fail to correct any known misunderstandings regarding the separate identity of the Company;

98 SEP -4 AM 11:20
FILED
SECRETARY OF STATE
TALLAHASSEE FLORIDA

- (m) hold itself out to be responsible for the debts of another person;
- (n) make any loans or advances to any third party, including any members, manager, principal or affiliate of the Company;
- (o) fail to file its own tax returns;
- (p) fail to either hold itself out to the public as a legal entity separate and distinct from any other entity or person or to conduct its business solely in its own name in order not (i) to mislead others as to the identity with which such other party is transacting business, or (ii) to suggest that the Company is responsible for the debts of any third party;
- (r) to carry on a general mercantile industry;
- (q) fail to maintain adequate capital for the normal obligations reasonably foreseeable in a business of its size and character and in light of its contemplated business operations;
- (r) file or consent to the filing of any petition, either voluntary or involuntary, to take advantage of any applicable insolvency, bankruptcy, liquidation or reorganization statute, or make an assignment for the benefit of creditors.

2.4 **Principal Office.** The location of the principal office of the Company shall be 150 East Palmetto Park Road, Suite 400, Boca Raton, Florida 33432, or such other location as the Manager may, from time to time, designate. The mailing address is the same.

2.5 **Duration.** The term of the Company shall commence on the date that the Certificate of Formation is filed with the Secretary of State and shall continue perpetually in full force and effect until terminated in accordance with the provisions of this Agreement.

2.6 **Membership Interests.** A Member's membership interest (a "**Membership Interest**") is its interest in the Company's assets, liabilities, capital, Net Income and Net Loss, subject to the provisions of this Agreement and the Act.

2.7 **Management.** The overall business, operations and tax, accounting, financial and other affairs of the Company shall be managed by Harvey Jacobson, who shall serve as Manager, annually, from the date of formation of the Company, and upon each anniversary thereafter the Members may elect such other Member as Manager, such election to be in proportion to their respective Capital Account. The Manager shall have the same levels of authority as persons holding the corresponding office of President in a Florida corporation would have, and shall be held to act to the general standards adopted in Florida Statutes Section 608.4225, as amended from time to time, unless otherwise specified by the Members in writing. The Manager shall retain the authority for making all decisions which would be required to be made by the Board of Directors or stockholders of a Florida corporation. The Management of the Company is hereby vested in the Manager. No Member shall take any action on behalf of the Company that is not authorized by or is otherwise inconsistent with the provisions of this Agreement.

FILED
98 SEP -4 AM 11:20
SECRETARY OF STATE
TALLAHASSEE, FLORIDA

ARTICLE THREE

Capital Contributions; Capital Accounts

3.1 Capital Contributions

3.1.1. Each Member has made their respective initial Capital Contributions, which Capital Contributions are as described in Schedule 1 annexed hereto. Each Member's Membership Interest shall be the percentage set forth opposite such Member's name on Schedule 1 annexed hereto. Each Member shall contribute such additional Capital Contribution as may be required hereunder, in proportion to the percentage set forth in Schedule I.

3.1.2 No Member shall be entitled to withdraw any part of its Capital Contribution from the Company or to receive any distribution from the Company, except as expressly provided in this Agreement. No Member shall be entitled to demand any property from the Company other than cash except as expressly provided herein.

3.1.3. No Member shall be paid interest on any Capital Contribution.

3.2 Capital Accounts. An individual capital account (the "Capital Account") shall be established and maintained for each Member in compliance with this Agreement and Florida Statutes 608.4211, as amended from time to time.

ARTICLE FOUR

Members

4.1 No Liability. The Manager and/or Members shall have no personal liability for the losses, debts, claims obligations or expenses of, or encumbrances against, the Company or its property.

4.2 Voting. All Members shall be entitled to vote on matters relating to the Company or its property. Each Member's vote shall be weighted in proportion to the Members relative Capital Account.

4.3 New Members. No person may be admitted as a Member unless each Member consents in writing to the admission of the additional Member.

ARTICLE FIVE

Distributions

5.1 Distributions Generally. The timing and amount of any distributions of funds of the Company shall be determined by the Manager.

5.2 Apportionment of Distributions. Distributions shall be made to each Member in proportion to his or her Membership Interest.

98 SEP -4 AM 11:20
FILED
SECRETARY OF STATE
TALLAHASSEE, FLORIDA

ARTICLE SIX

Allocations

6.1 Allocations of Net Income and Net Loss. After making the allocations (if any) required by Section 6.2 hereof, all Net Income and Net Loss for each fiscal year (or portion thereof) of the Company shall be allocated among the Members in accordance with the proportion of each Member's Capital Account to that of the aggregate amount of all Members' Capital Accounts.

6.2 Regulatory Allocations.

6.2.1 Notwithstanding any other provision of this Agreement, Net Loss (or items of deduction as computed for book purposes) shall not be allocated to a Member to the extent that the Member has or would have, as a result of such allocation, an Adjusted Capital Account Deficit. A Member's "Adjusted Capital Account Deficit" shall mean and refer to such Member's Capital Account, increased by any amounts which such Member is obligated to restore pursuant to the terms of this Agreement or is deemed to be obligated to restore pursuant to the penultimate sentences of Regulations §1.704-2(g) (1) and §1.704-2(i) (5), and reduced by any adjustments, allocations or distributions described in Regulations §1.704-1(b) (2) (ii) (d) (4), (5) and (6). Any Loss (or items of deduction as computed for book purposes) which otherwise would be allocated to a Member, but which cannot be allocated to such Member because of the application of the immediately preceding sentence, shall instead be allocated to the other Members, in accordance with their respective Percentage Interests, subject to the limitation imposed by the immediately preceding sentence.

6.2.2 In order to comply with the "qualified income offset" requirement of the Regulations under Code Section 704 (b), and notwithstanding any other provision of this Agreement to the contrary, except Section 6.2.3, in the event a Member for any reason (whether or not expected) has an Adjusted Capital Account Deficit, items of Net Income (consisting of a pro rata portion of the items thereof) shall be allocated to such Member in an amount and manner sufficient to eliminate as quickly as possible the Adjusted Capital Account Deficit.

6.2.3 In order to comply with the "minimum gain chargeback" requirements of Regulations §1.704-2(f) (1) and §1.804-2(i) (4), and notwithstanding any other provision of this Agreement to the contrary, in the event there is a net decrease in a Member's share of Company minimum gain [as defined in Regulations §1.704-2(d) (1)] and/or Member nonrecourse debt minimum gain [as defined in Regulations §1.704-2(i) (2)] during a Company taxable year, such Member shall be allocated items of income and gain for that year (and if necessary, for other years) as required by and in accordance with Regulations §1.804-2(f) (1) and §1.704-2(i) (4) before any other allocation is made.

6.2.4 Notwithstanding any other provision of this Agreement, all items of deduction and loss that, pursuant to Regulations §1.704-2(i), are attributable to a nonrecourse debt for which a Member [or a Person related to such Member under Regulations §1.752-4(b)] bears the economic risk of loss (within the meaning of Regulations §1.752-2); and shall be allocated to such Member as required by Regulations §1.704-2(c).

98 SEP -4 4 11 20
FILED
SECRETARY OF STATE
TALLAHASSEE, FLORIDA

6.3 Other Allocation Rules.

6.3.1 Each separate item of income, deduction, gain and loss of the Company shall be allocated among the Members in the same proportion as the portion of the total Net Income or Net Loss for such period.

6.3.2 Income, gain, loss and deductions of the Company shall, solely for income tax purposes, be allocated among the Members in accordance with Code Section 704(c), so as to take account of any difference between the adjusted basis of the assets of the Company for Federal income tax purposes and their respective Gross Asset Values, and otherwise shall be allocated in the same manner as the related book items were allocated under Sections 6.1 and 6.2 hereof. Except as otherwise determined by the Members, any allocations required by Code Section 704(c) shall be effectuated using the traditional method described in Regulations §1.704-3(b)(1).

ARTICLE SEVEN

Transfers of Membership Interests

7.1 Transfers of Membership Interests. No Member shall have the right to Transfer or otherwise dispose of all or any portion of his or her Membership Interest in the Company, except with the consent of the Manager (which consent may be granted or withheld in the sole and absolute discretion of the Manager), provided, however, that upon the death of a Member, such Member's Distributive Rights may be transferred to his or her estate or beneficiaries, but such transferee(s) shall acquire no other rights hereunder unless admitted as Members in accordance with the provisions of Section 7.2 hereof.

7.2 Substitute Members. Anything to the contrary contained in this Agreement notwithstanding, the assignee of a Membership Interest shall have the right to become a substituted Member in the Company only if (1) the consent referred to in Section 7.1 has been obtained, (2) the assignor so provides in an instrument of assignment, (3) the assignee agrees in writing to be bound by the terms of this Agreement and (4) the assignee pays the reasonable costs incurred by the Company in preparing any necessary amendments to this Agreement, unless waived by consent of the Members.

7.3 Death of a Member.

7.3.1. Upon the death of a Member (such deceased Member being hereinafter referred to as a "Deceased Member"), if the surviving Member elects to continue the business of the Company in accordance with Section 8.1.1(c), the legal representative of the Deceased Member may exercise all of the Member's rights for the purpose of setting his or her estate or administering his or her property, including the right, if not otherwise provided by will, to sell to the Company and the Company shall have the right to purchase, at the Purchase Price and pursuant to the terms and conditions set forth in this Section 7.3, the Membership Interest owned by such Deceased Member.

7.3.2. The Purchase Price (the "Purchase Price") for the Deceased Member's

98 SEP -11 AM 11:20
FILED
SECRETARY OF STATE
TALLAHASSEE, FLORIDA

Membership Interest pursuant to 7.3.1. shall be an amount equal to the value of the Capital Account of the Deceased Member as of the date of his or her death.

ARTICLE EIGHT

Dissolution, Liquidation and Termination

8.1 Dissolution.

8.1.1. The Company shall not be dissolved so long as the Company owns the Property encumbered by a first mortgage.

8.1.2. The Company may only thereafter dissolve upon, but not before, the first to occur of the following:

(a) The vote in favor of dissolution of the holders of a majority in interest of the Membership Interests;

(b) The disposition of all or substantially all of the assets of the Company; or

(c) The bankruptcy or death of any Member or any other event that would cause the dissolution of a limited liability company under the Act unless the remaining Members agree to continue the business of the Company within ninety (90) days after such event or, if only one Member remains, such Member elects to continue the business of the Company and admits additional Members in order to do so.

8.1.2. Upon dissolution of the Company, the Company shall immediately commence to wind up its affairs, and the Members shall proceed with reasonable promptness to liquidate the business of the Company.

8.1.3. During the period of the winding up of the affairs of the Company, the rights and obligations of the Members shall continue as provided herein.

8.2 Liquidation. The Company shall terminate after its affairs have been wound up and its assets fully distributed in liquidation as follows:

(a) first, to the payment of the debts and liabilities of the Company and the Company's expenses of liquidating;

(b) next, to the setting up of any reserves which the Members may deem reasonably necessary for any contingent or unforeseen liabilities or obligations of the Company, provided that any reserves not necessary to satisfy such liabilities or obligations are distributed as soon as practicable; and

(c) thereafter, except as hereinafter provided, to the Members, in proportion to their respective positive Capital Accounts.

98 SEP -4 AM 11:20
FILED
SECRETARY OF STATE
TALLAHASSEE, FLORIDA

No Member shall be obligated to repay any deficit Capital Account to the Company or any other Member.

8.3 Cancellation of Certificate of Formation of the Company.

Upon the completion of the liquidation of the Company's property, the Members shall cause the cancellation of the Certificate of Formation and all qualifications of the Company as a foreign limited liability company in all foreign jurisdictions.

ARTICLE NINE

Company Property

9.1 **Company Property.** All property now or hereafter owned by the Company shall be deemed owned by the Company as an entity and no Member, individually, shall have any ownership of such property. Title to the assets and properties, real and personal, now or hereafter owned by or leased to the Company, shall be held in the name of the Company; provided, however, that if the parties mutually agree that title shall be held other than in the name of the Company, the Person or Persons who hold title shall certify by instrument duly executed and acknowledged, in form for recording or filing, that title is held as nominee and/or trustee for the sole benefit of the Company pursuant to the terms of this Agreement, and an executed copy of such instrument shall be delivered to each Member.

9.2 **Prohibition Against Partition.** Each Member hereby permanently waives and relinquishes any and all rights it may have to cause all or any part of the property of the Company to be partitioned, it being the intention of the Members to prohibit any Member from bringing a suit for partition against the other Members, or any one of them.

ARTICLE TEN

Records and Accounting; Fiscal Affairs

10.1 **Accounting Method; Fiscal Year; Taxable Year.** The books and records of the Company shall be kept on the accrual basis (except for revenues and related royalties, which shall be accounted for on a cash basis). The fiscal year of the Company for accounting purposes shall end on December 31. The taxable year of the Company shall be determined by applying the rules of Subchapter K of the Code.

10.2 **Tax Status.** The Members intend that the Company will be treated as a partnership for US Federal State and local income tax purposes and will be subject to all provisions of Subchapter K of the Code.

10.3 **Tax Matters.** Pursuant to Section 6231 (a) (7) (A) of the Code, Harvey Jacobson is hereby designated as the "**Tax Matters Member**" of the Company for all purposes of the Code and for the corresponding provision of any US state or local statute. All of the Members hereby consent to such designation and agree to take any such further action as may be required by the regulations or otherwise to effectuate and maintain such designation. Each Member agrees, with respect to each Company income tax return that is prepared and filed in compliance

98 SEP 14 11 42 AM
FILED
SECRETARY OF STATE
TALLAHASSEE, FLORIDA

with the provisions of this Agreement, that such Member shall not (a) treat on its income tax returns, any item of income, gain, loss, deduction or credit relating to its interest in the Company in a manner inconsistent with the treatment of such item by the Company as reflected on Form K-1 or any other information statement furnished by the Company to such Member for use in preparing such Member's income tax returns or (b) file any claim for refund relating to any such item based on, or which would result in, such inconsistent treatment. This Section 10.3 shall survive any termination of this Agreement and any Transfer or withdrawal by a Member. The Manager may from time to time designate another Member as the Tax Matters Member. The Tax Matters Member shall provide each other Member with copies of all correspondence and communications between the company and any taxing authority. Notwithstanding anything to the contrary in this Agreement, without the Manager's prior consent, the Tax Matters Member shall not have the authority to, and shall not, take any actions in its capacity as such except for the actions expressly authorized by the provisions of this Article Ten.

ARTICLE ELEVEN

Miscellaneous

11.1 **Notice.** Notice to any Member shall be sent to such Member at his or her address as set forth on Schedule 1 hereto as the same may be amended from time to time or to such other address as such Member shall designate in writing to the other Members. Any notice to the Company shall be sent to the address set forth in Section 2.4 hereto or to such other address as the Company shall designate in writing to the Members. All communications required or permitted to be given hereunder shall be in writing and shall be deemed to have been duly given if (i) delivered personally with receipt acknowledged, (ii) sent by registered or certified mail, return receipt requested, (iii) transmitted by facsimile, telex or cablegram (which shall be confirmed by a writing sent by registered or certified mail on the same day that such facsimile, telex or cablegram is sent) or (iv) sent by recognized overnight courier for next business day delivery. Notice of change of address shall be deemed given when actually received or upon refusal to accept delivery hereof; all other communications shall be deemed to have been given, received and dated on the earlier of: (i) when actually received or upon refusal to accept delivery thereof, (ii) on the date when delivered personally, (iii) one day after being sent by facsimile, cable, telex or overnight courier and (iv) four business days after mailing, as aforesaid.

11.2 **Severability.** In case any one or more of the provisions contained in this Agreement shall be invalid or unenforceable in any respect, the validity and enforceability of the retaining provisions contained herein shall not in any way be affected or impaired thereby and the parties will attempt to agree upon a valid and enforceable which shall be a reasonable substitute for such invalid and unenforceable provision in light of the tenor of this Agreement and, upon so agreeing, shall incorporate such substitute provision in this Agreement.

(a) This Agreement shall be interpreted and construed in accordance with the laws of the State of Florida, without giving effect to the principles of conflicts of laws thereof.

(b) All pronouns and any variations thereof shall be deemed to refer to the masculine, feminine, neuter, singular, or plural as the identity of the Person or Persons referred to may

98 SEP -4 AM 11:20
FILED
SECRETARY OF STATE
TALLAHASSEE, FLORIDA

require. The captions of sections of this Agreement have been inserted as a matter of convenience only and shall not control or affect the meaning or construction of any of the terms or provisions hereof.

11.4 **Entire Agreement.** The parties hereto agree that all understandings and agreements heretofore made between them with respect to the subject matter hereof are merged in this Agreement, which alone fully and completely expresses their agreement with respect to the subject matter hereof. There are no promises, agreements, conditions, understandings, warranties, or representations, oral or written, express or implied, among the parties hereto, other than as set forth in this Agreement. All prior agreements among the parties with respect to the subject matter hereof are superseded by this Agreement, which integrates all promises, agreements, conditions and understandings among the parties with respect to the Company and its property

11.5 **Termination, Revocation, Waiver, Modification or Amendment.** No termination, revocation, waiver, modification or amendment of this Agreement shall be binding unless agreed to in writing by all of the Members and as to **Articles TWO 2.3 and EIGHT 8.1,** any first mortgagee of the Property.

11.6 **Binding Effect.** This Agreement shall be binding upon, and shall inure to the benefit of, the parties hereto and, subject to the restrictions on Transfer set forth in **Article Seven,** their respective successors, permitted assigns, heirs, executors, administrators and legal representatives.

11.7 **Further Assurances.** Each of the parties hereto agrees to execute, acknowledge, deliver, file, record and publish such for the certificates, instruments, agreements and or the documents, and to take all such further actions as may be required by law or deemed by the Members to be necessary or useful in furtherance of the Company's purposes and the objectives and intentions underlying this Agreement and not inconsistent with the hereof.

11.8 **Waiver.** No consent or waiver, express or implied, by any Member to or of any breach or default by any other Member in the performance by any other Member of its obligations hereunder shall be deemed or construed to be a consent to or waiver of any or a breach or default in Members performance by such other Member of the same or any other obligation of such Member hereunder. Failure on the part of a Member to complain of any act or failure to act of any other Member or to declare such other Member in default, irrespective of how long such failure continues, shall not constitute a waiver by such Member of its rights hereunder.


11.9 **Additional Remedies.** The rights and remedies of any Member shall not be mutually exclusive. The respective rights and obligations hereunder shall be enforceable by specific performance, injunction or other equitable remedy, but nothing herein contained is intended to, nor shall it limit or affect, any other rights in equity or any rights at law or by statute or otherwise of any party aggrieved as against the other for breach or threatened breach of any provision hereof, it being the intention of this paragraph to make clear the agreement of the parties hereto that their respective rights and obligations hereunder shall be enforceable in equity as well as at law or otherwise.

98 SEP -14 AM 11:20
FILED
SECRETARY OF STATE
TALLAHASSEE, FLORIDA

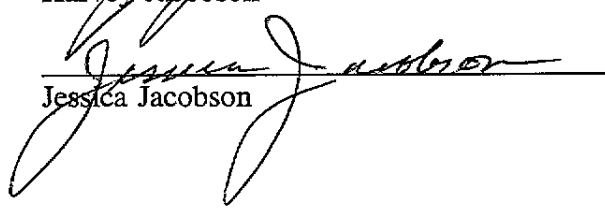
11.10 **No Reliance by Third Parties.** The provisions of this Agreement are not for the benefit of any creditor or other Person other than a Member and no creditor or Person shall obtain any rights under this Agreement or by reason of this Agreement.

11.11 **Counterparts.** This Agreement may be executed in multiple counterparts each of which shall be deemed an original and all of which shall constitute one agreement.

IN WITNESS WHEREOF, the parties hereto have executed this Agreement effective as of the date first above written.



Harvey Jacobson



Jessica Jacobson

FILED
98 SEP -4 AM 11:20
SECRETARY OF STATE
TALLAHASSEE, FLORIDA

SCHEDULE I

CAPITAL CONTRIBUTIONS\MEMBERSHIP INTERESTS

<u>Member/Address</u>	<u>Initial Capital Contribution</u>	<u>Membership Interest</u>
Harvey Jacobson 4001 N. Ocean Blvd. Apt. 701-B Boca Raton, FL 33431	\$ 99,000	99%
Jessica Jacobson 4001 N. Ocean Blvd. Apt. 701-B Boca Raton, FL 33431	\$ 1,000	1.00%

98 SEP -4 AM 11:20
FILED
SECRETARY OF STATE
TALLAHASSEE, FLORIDA

AFFIDAVIT OF MEMBERSHIP

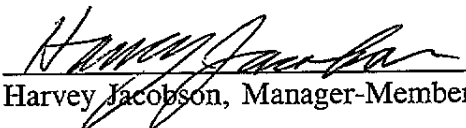
OF

H & J TEQUESTA ASSOCIATES, L.L.C.

The undersigned, an authorized natural person, for the purpose of forming a limited liability company (hereinafter called the "Company"), under the provisions and subject to the requirements of the Florida Limited Liability Company Act, hereby certifies that:

1. The name of the limited liability company is "H & J Tequesta Associates, L.L.C."
2. The Company has more than one Member.
3. The actual amount of cash contributed to date by the Members is \$100,000.00.
4. No property other than cash has been contributed by the Members.
5. The total amount of cash and property contributed and anticipated to be contributed by Members is \$1,300,000.00.
6. The address of the registered office and the name and the address of the registered agent of the limited liability company required to be maintained by Section 608.415 of the Florida Limited Liability Company Act is Steven M. Auerbacher, PA, 150 East Palmetto Park Road, Suite 410, Boca Raton, FL 33432.
7. The Company shall have the unlimited power to engage in and do any lawful act concerning any or all lawful businesses for which limited liability companies may be organized according to the laws of the State of Florida, including all powers and purposes now and hereafter permitted by law to a limited liability company.
8. In accordance with Section 608.408(3), Florida Statute, the execution of this Affidavit constitutes an affirmation under the penalty of perjury that the facts stated herein are true.

Executed on August 31, 1998.


Harvey Jacobson, Manager-Member

98 SEP -4 AM 11:20
FILED
SECRETARY OF STATE
TALLAHASSEE, FLORIDA

**CERTIFICATE DESIGNATION OF
REGISTERED AGENT/REGISTERED OFFICE**

PURSUANT TO THE PROVISIONS OF SECTION 608.415 or 608.507, FLORIDA STATUTES, THE UNDERSIGNED LIMITED LIABILITY COMPANY SUBMITS THE FOLLOWING STATEMENT TO DESIGNATE A REGISTERED OFFICE AND REGISTERED AGENT IN THE STATE OF FLORIDA.

1. The name of the limited liability company is: **H & J Tequesta Associates, L.L.C.**
2. The name and the Florida street address of the registered agent are:

Steven M. Auerbacher, Esq.
150 East Palmetto Park Road, Suite 410
Boca Raton, Florida 33432.

Having been named as registered agent and to accept service of process for the above stated Limited Liability Company at the place designated in this certificate, I hereby accept the appointment as registered agent and agree to act in this capacity. I further agree to comply with the provisions of all statutes relating to the proper and complete performance of my duties, and I am familiar with and accept the obligations of my position as registered agent.



Steven M. Auerbacher, Esq.

Dated this 31 day of AUGUST 1998.

Filing Fee: \$35.00 for Designation of Registered Agent