



IDENTIFICATION OF REPLACEMENT PROPERTY

Escrow Number 5500- _____ Escrow Name _____
Date _____

Sent Via Fax U.S. Mail Overnight Mail Messenger Hand-Delivered

To: HomeStar Deferred Exchange Corporation Phone (815) 935-2184
222 N. Industrial Drive Fax (815) 932-5247
Bradley, IL 60915

Reference is made to Exchange Agreement dated _____. In accordance with that Agreement and Treasury Regulations Section 1.1031(k)-1(c), the undersigned is hereby identifying the following property (ies) as his/her/its intended replacement property:

- 1. _____
- 2. _____
- 3. _____

- Pursuant to Section IV C. of the Exchange Agreement, the undersigned has not identified a replacement property located in the following states: California, Colorado, Connecticut, Idaho, Maine, Minnesota, Nevada, Oregon, Virginia and Washington.
- If additional space is needed to identify your properties, please attach an exhibit to this form and write the words, "see attached exhibit" on the applicable lines
- If you are identifying more than three properties, please refer to page two of this document

*****Signatures are required*****

Taxpayer (Individual)

By _____ By _____

Taxpayer (Entity or Trust)

By _____

Its

Received this ____ day of _____, 20____.
HomeStar Deferred Exchange Corporation

By _____

Its

IF IDENTIFYING MORE THAN THREE PROPERTIES

You, and your tax counsel, should review the:

- 200% Rule {1.1031(k)-1(4)(i)(b)} and
- 95% Rule {1.1031(k)-1(4)(ii)(b)}



THREE-PROPERTY RULE / 200% RULE / 95% RULE

If there is more than one item of Replacement Property, multiple designations shall be made in accordance with Treasury Regulations Section 1.103(k)-1c(4). The maximum number of items of Replacement Property that the Taxpayer may identify is:

- Three without regard to the fair market value of these identified properties (the “Three Property Rule”).
- More than three, if the aggregate fair market value of these identified properties, does not exceed 200 percent of the aggregate fair market value of the Relinquished Property (the “200% Rule”).
- More than 200 percent of the aggregate fair market value of the Relinquished Property, if the Taxpayer receives, within the Exchange Period, at least 95 percent of the aggregate fair market value of all identified Replacement Property (the “95% Rule”).

For purposes of this section, the fair market value of Replacement Property shall be determined in accordance with Treasury Regulations Section 1.1031(k)01.



GENERAL INFORMATION ABOUT YOUR ATTORNEY REPRESENTATIVE

Inquiry

Will the attorney, listed on page one of your Exchange Agreement & Escrow Agreement, continue to represent you during the acquisition of your identified replacement property?

Yes No (if no is checked, please provide new attorney information in the space below)

New Attorney Information:

Attorney’s Name _____

Attorney’s Address _____

Phone _____ Fax _____