

NOTICE OF TAX REPORTING AND FIRPTA
WITHHOLDING REQUIREMENT
(Foreign Seller)

RE: Closing Date: **September 30, 2013**

Buyers: **Clarence V. Malton and Madeline F. Malton**

Sellers: **Edward S. Wallace, Jr. and Anabelle R. Popkin**

Property Address: **750 Waterway Drive, North Palm Beach, FL 33408**

File No: **13-015**

Under the provisions of FIRPTA, 10% of the gross proceeds (sales price) must be withheld on any transaction in which the grantor is a non-resident alien without a tax identification number. This sum must be forwarded to the Internal Revenue Service along with IRS form 8288 and 8288-A by the 20th day after the day of closing. The principal exception to this withholding requirement is that the sum does not have to be withheld in instances where the purchase price is less than \$300,000.00 AND the purchaser, or a member of the purchasers immediate family, have definite plans to use the transferred property as a residence for at least 50% of the number of days the property is used by any person for each of the two 12-month periods following the day of closing. Please note that both these requirements must be met.

The responsibility for withholding under FIRPTA is placed on the purchaser. Accordingly, it is our position that our responsibility under this law is satisfied by informing both the sellers and the buyers of the existence of this situation.

The undersigned hereby acknowledge receipt of this notification on September 30, 2013.

Purchasers/Affiants

Sellers

Clarence V. Malton

Edward S. Wallace, Jr.

Madeline F. Malton

Anabelle R. Popkin