

COMMERCIAL LEASE

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CON	NCERNING THE LEASED PI	REMISES AT 702	2 Sout	th Persimmon Street, Unit 3A, Tomball, TX 77375	
	veen	Arnold Rodrig		(Landlord)	
and		T & R Harmon, LLC DBA Cra	aving	Kernels (Tenant).	
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1.	РΑ	RTIE	S: The p	arties to this leas	se are:					
		Land	dlord:			Arnold R	odriguez			; and
		Tena	ant:		T & R Hai	rmon, LLC I	DBA Cravi	ng Kernels		
2.	LE	ASEI	D PREMIS	SES:						
	A.			es to Tenant the rovements (Che			property	, known as	the "leased p	remises," along
	V	S	square fee	enant Property: et of rentable are: in	a ("rsf") in	02 South Per	Persing Simmon Si	mmon Prope treet, Unit 3A	rties	(project
		((address)	in	Tomball	(′city),		Harris	(county)
			-	ich is legally des				ENIX		or as follows:
		_								
		(2) <u>s</u>	Single-Ter entable a	nant Property: Trea ("rsf") at:	ne real proper	rty containi				_square feet of
		_		(oity)		(001)	(a	address) in	h is locally	dosoribod on
		-	attached E	(<i>city),</i> Exhibit		(<i>cou</i> o	r <i>ity)</i> , re r as follo	exas, which ws:	in is legally	described on
	B.	(1) " (2) t	Property" common a he parties area withir	A(1) applies: means the build treas, drives, par agree that the r the leased premera	ing or comple king areas, ar entable area nises and may	x in which nd walks; a of the leas r include ar	the lease and ed premi a allocatio	ed premise ses may no	ot equal the a	inclusive of any
3.	ΤE	RM:								
	Α.	Tern	n: The te	m of this lease is	3 6	months a	and 14	days, d	commencing o	n:
		_		12/18/2023		_ _(Commer	ncement	—— Date) and e	ending on	
		-		12/31/2026		_(Expiratio	n Date).			
	B.	beca	ause of co	upancy: If Tenar onstruction on th prior tenant's ho	e leased prer	nises to be	e comple	ted by Lan	dlord that is r	not substantially
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such delay and this lease will remain enforceable.	In the event of such a d	lelay, the C	ommence	ment
Date will automatically be extended to the date Tena	ant is able to occupy the F	roperty and	d the Expi	ration
Date will also be extended by a like number of days,	so that the length of this	lease remai	ins uncha	nged.
If Tenant is unable to occupy the leased premises a	fter the 90th	day	after	the
Commencement Date because of construction on the	e leased premises to be o	completed b	y Landlor	d that
is not substantially complete or a prior tenant's holdin	g over of the leased premi	ses, Tenant	t may term	inate
this lease by giving written notice to Landlord be	fore the leased premises	s become a	available [·]	to be
occupied by Tenant and Landlord will refund to Ter	ant any amounts paid to	Landlord by	y Tenant.	This
Paragraph 3B does not apply to any delay in occupa	ancy caused by cleaning o	or repairs.		

C. <u>Certificate of Occupancy</u>: Unless the parties agree otherwise, Tenant is responsible for obtaining a certificate of occupancy for the leased premises if required by a governmental body.

4. RENT AND EXPENSES:

A. <u>Base Monthly Rent</u>: On or before the first day of each month during this lease, Tenant will pay Landlord base monthly rent as described on attached Exhibit ______ or as follows:

Dates		Rate per rentable sq	Base Monthly	
From	То	\$ Monthly Rate	\$ Annual Rate	Rent \$
12/18/2023	12/31/2023	1.05 / rsf / month	/ rsf / year	1,327.74
01/01/2024	12/31/2024	1.05 / rsf / month	/ rsf / year	2,940.00
01/01/2025	12/31/2025	1.10 / rsf / month	/ rsf / year	3,080.00
01/01/2026	12/31/2026	1.15 / rsf / month	/ rsf / year	3,220.00
		/ rsf / month	/ rsf / year	
		/ rsf / month	/ rsf / year	

B.	Additional Rent: In addition to the base monthly rent, Tenant will pay Landlord the expense reimbursement detailed in Paragraph 4J (if applicable) and all other amounts, as provided by the attached (Check all that apply.):
	 ☐ (1) Commercial Lease Addendum for Percentage Rent (TXR-2106) ☐ (2) Commercial Lease Addendum for Parking (TXR-2107) ☐ (3)
	All amounts payable under the applicable addenda are deemed to be "rent" for the purposes of this lease.
C.	First Full Month's Rent: The first full monthly rent is due on or before At lease execution
_	

- D. <u>Prorated Rent</u>: If the Commencement Date is on a day other than the first day of a month, Tenant will pay Landlord as prorated rent, an amount equal to the base monthly rent multiplied by the following fraction: the number of days from the Commencement Date to the first day of the following month divided by the number of days in the month in which this lease commences. The prorated rent is due on or before the Commencement Date.
- E. <u>Place of Payment</u>: Tenant will remit all amounts due to Landlord under this lease to the following person at the place stated or to such other person or place as Landlord may later designate in writing:

Name:	Persimmon Development Partners, LLC	
Address:	6811 Theall Rd., Suite A, Houston, Texas 77066	

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and Tenant:

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Norma Rodriguez

- F. Method of Payment: Tenant must pay all rent timely without demand, deduction, or offset, except as permitted by law or this lease. If Tenant fails to timely pay any amounts due under this lease or if any check of Tenant is returned to Landlord by the institution on which it was drawn, Landlord after providing written notice to Tenant may require Tenant to pay subsequent amounts that become due under this lease in certified funds. This paragraph does not limit Landlord from seeking other remedies under this lease for Tenant's failure to make timely payments with good funds.
- G. <u>Late Charges</u>: If Landlord does not <u>actually receive</u> a rent payment at the designated place of payment within 5 days after the date it is due, Tenant will pay Landlord a late charge equal to 10% of the amount due. In this paragraph, the mailbox is not the agent for receipt for Landlord. The late charge is a cost associated with the collection of rent and Landlord's acceptance of a late charge does not waive Landlord's right to exercise remedies under Paragraph 20.
- H. <u>Returned Checks</u>: Tenant will pay \$___50.00__ for each check Tenant tenders to Landlord which is returned by the institution on which it is drawn for any reason, plus any late charges until Landlord receives payment.
- I. <u>Application of Funds</u>: Regardless of any notation on a payment, Landlord may apply funds received from Tenant first to any non-rent obligations of Tenant, including but not limited to: late charges and returned check charges, repairs, brokerage fees, periodic utilities and thereafter to rent.

(Check box only if Tenant reimburses Landlord for some or all expenses. Do not check for "gross" leases.)

□ J.	Expense Reimbursement. In addition to base monthly rent stated in Paragraph 4A, Tenant will pay Landlord the expense reimbursement described in this Paragraph 4J. Tenant will pay the expense reimbursement as additional rent each month at the time the base-monthly rent is due. All amounts payable under this Paragraph 4J are deemed to be "rent" for the purposes of this lease.
	(1) <u>Reimbursable Periods</u>. Additional rent under this Paragraph 4J is due for all months listed in the char in Paragraph 4A, even if the base monthly rent is zero.
	(2) <u>Definitions</u> :
	(a) "Tenant's pro rata share" is%.
	(b) "CAM" means all of Landlord's expenses reasonably incurred to maintain repair operate

- (b) "CAM" means all of Landlord's expenses reasonably incurred to maintain, repair, operate, manage, and secure the Property (for example, security, lighting, painting, cleaning, decorations, utilities, trash removal, pest control, promotional expenses, and other expenses reasonably related the Property's operations); including all expenses incurred by Landlord under Paragraph 15, but not including expenses for structural components and roof replacement; CAM does not include capital expenditures, interest, depreciation, tenant improvements, insurance, taxes, or brokers' leasing fees. Notwithstanding the foregoing, CAM does include the amortized costs incurred by Landlord in making capital improvements or other modifications to the Property to the extent such improvements or modifications reduce CAM overall. These costs will be amortized over the useful life of the improvement or modification on a straight-line basis; however, in no event will the charge for such amortization included in CAM exceed the actual reduction in CAM achieved by the improvements and modifications.
- (c) "Insurance" means Landlord's costs to insure the leased premises and the Property including but not limited to insurance for casualty loss, general liability, and reasonable rent loss.
- (d) "Taxes" means the real property ad valorem taxes assessed against the leased premises and Property inclusive of all general and special assessments and surcharges.

		<u> </u>
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- (e) "Structural" means all of Landlord's expenses reasonably incurred to maintain, repair, and replace the roof, foundation, exterior walls, load bearing walls and other structural components of the Property.
- (f) "Roof" means all roofing components including, but not limited to decking, flashing, membrane, and skylights.

(3) Method: The additional rent under this Paragraph 4J will be computed under the following method

(Cl	neck	k only one box): Note: "CAM" does not include taxes and insurance costs.
	(a)	Base-year expenses: Each month Tenant will pay Tenant's pro rata share of the projected monthly expenses for the Property that exceed the amount of the monthly base-year expenses for the calendar year for:taxes;insurance;CAM;structural; and
	(b)	Expense-stop: Each month Tenant will pay Tenant's pro rata share of the projected monthly expenses for the Property that exceed \$ per square foot per year for: taxes; insurance; CAM; structural; roof replacement; and
	(c)	Net: Each month Tenant will pay Tenant's pro rata share of the projected monthly expenses for the Property for: ☐ taxes; ☐ insurance; ☐ CAM; ☐ structural; ☐ roof replacement; and
(4)	the cal	pjected Monthly Expenses: On or about December 31 of each calendar year, Landlord will project applicable monthly expenses (those that Tenant is to pay under this lease) for the following endar year and will notify Tenant of the projected expenses. The projected expenses are based Landlord's estimates of such expenses. The actual expenses may vary

Projected Expenses		
\$ Monthly Rate	\$ Annual Rate	
/ rsf / month	/ rsf / year	

<u>Notice</u>: The applicable projected expenses at the time the lease commences are shown in the table below. The total area of the Property presently used by Landlord for calculating expense

rentable square feet (including any add on factor for

(5) Reconciliation: Within 120 days after the end of each calendar year, Landlord will notify Tenant of the actual costs of the applicable expenses (those that Tenant is to pay under this lease) for the previous year. If the actual costs of the applicable expenses exceed the amounts paid or owed by Tenant for the previous year, Tenant must pay the deficient amount to Landlord within 30 days after Landlord notifies Tenant of the deficient amount. If the actual costs of the applicable expenses are less than the amounts paid by Tenant for the previous year, Landlord will refund the excess to Tenant or will credit the excess to Tenant's next rent payment(s). Tenant may audit or examine those items in Landlord's records that relate to Tenant's obligations under this Paragraph 4J. Landlord will promptly refund to Tenant any overpayment revealed by an audit or examination. If the audit or examination reveals an error of more than 5% over the amounts Landlord collected in a calendar year from Tenant under this lease, Landlord will pay the reasonable cost of the audit or examination. Landlord may not seek a deficiency from Tenant under this paragraph if Landlord fails to timely provide the required notice.

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reimbursements is __ common areas).

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702 South Persimmon Street, Unit 3A, Tomball, TX 77375

Commercial Lease concerning:

5. SECURITY DEPOSIT:

Comme	ercial Lease concerning:	702 South Persimmon Street, Unit 3A, Tomball, TX 77375
	under Paragraph 9C for no add the leased premises during oth will pay Landlord the charges u Hourly charges are charged on	services to the leased premises during the operating hours specified itional charge and will, at Tenant's request, provide HVAC services to er hours for an additional charge of \$ per hour. Tenant under this paragraph immediately upon receipt of Landlord's invoice. a half-hour basis. Any partial hour will be rounded up to the next half Landlord's procedures to make a request to provide the additional graph.
\checkmark	(3) Tenant will pay for the HVAC se	ervices under this lease.
8. IN	ISURANCE:	
A.	from an insurer authorized to opera (1) commercial general liability insurant an occurrence basis in a minimum (a) \$1,000,000; or (b) \$2,000,000. If neither box is checked the minimum (2) personal property damage insurant premises and contents in the lead a casualty loss; and	ct, Tenant must, at Tenant's expense, maintain in full force and effect ate in Texas: urance naming Landlord as an additional insured with policy limits on um amount of: (check only (a) or (b) below) nimum amount will be \$1,000,000. urance for the business operations being conducted in the leased eased premises in an amount sufficient to replace such contents after a sufficient to pay 12 months of rent payments.
В.	evidencing the required coverage. degree at any time this lease is in e	Tenant must provide Landlord with a copy of insurance certificates If the insurance coverage is renewed or changes in any manner or ffect, Tenant must, not later than 10 days after the renewal or change, rance certificate evidencing the renewal or change.
C.	Landlord may: (1) purchase insurance that will p	red insurance in full force and effect at all times this lease is in effect, rovide Landlord the same coverage as the required insurance and burse Landlord for such expense; or nder Paragraph 20.
D.	and extended coverage in an amou	e, Landlord will maintain in full force and effect insurance for: (1) fire unt to cover the reasonable replacement cost of the improvements of cial general liability insurance in an amount that Landlord determines
E.	contents that is caused by Tenant, or for Tenant, Tenant will, for each after Landlord notifies Tenant of the	d's insurance premiums for the leased premises or Property or its Tenant's use of the leased premises, or any improvements made by a year this lease is in effect, pay Landlord the increase immediately ne increase. Any charge to Tenant under this Paragraph 8E will be increase in Landlord's insurance premium.
9. US	SE AND HOURS:	
A.	. Tenant may use the leased premis use.	es for the following purpose and no other: General office and warehouse
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12. ACCESS BY LANDLORD:

- A. During Tenant's normal business hours Landlord may enter the leased premises for any reasonable purpose, including but not limited to purposes for repairs, maintenance, alterations, and showing the leased premises to prospective tenants or purchasers. Landlord may access the leased premises after Tenant's normal business hours if: (1) entry is made with Tenant's permission; or (2) entry is necessary to complete emergency repairs. Landlord will not unreasonably interfere with Tenant's business operations when accessing the leased premises.
- B. During the last 90 days of this lease, Landlord may place a "For Lease" or similarly worded sign on the leased premises.
- **13. MOVE-IN CONDITION:** Tenant has inspected the leased premises and accepts it in its present (as-is) condition unless expressly noted otherwise in this lease or in an addendum. <u>Landlord and any agent have made no express or implied warranties as to the condition or permitted use of the leased premises or Property.</u>

14. MOVE-OUT CONDITION AND FORFEITURE OF TENANT'S PERSONAL PROPERTY:

- A. At the time this lease ends, Tenant will surrender the leased premises in the same condition as when received, except for normal wear and tear. Tenant will leave the leased premises in a clean condition free of all trash, debris, personal property, hazardous materials, and environmental contaminants.
- B. If Tenant leaves any personal property in the leased premises after Tenant surrenders possession of the leased premises, Landlord may: (1) require Tenant, at Tenant's expense, to remove the personal property by providing written notice to Tenant; or (2) retain such personal property as forfeited property to Landlord.
- C. "Surrender" means vacating the leased premises and returning all keys and access devices to Landlord. "Normal wear and tear" means deterioration that occurs without negligence, carelessness, accident, or abuse.
- D By providing written notice to Tenant before this lease ends, Landlord may require Tenant, upon moveout and at Tenant's expense, to remove, without damage to the Property or leased premises, any or all fixtures that were placed on the Property or leased premises by or at the request of Tenant. Any fixtures that Landlord does not require Tenant to remove become the property of the Landlord and must be surrendered to Landlord at the time this lease ends.

15. MAINTENANCE AND REPAIRS:

A.	Cleaning: Tenant must keep the leased premises clean and sanitary and promptly dispose of all garbage in appropriate receptacles. ☐ Landlord ☑ Tenant will provide, at its expense, janitorial services to the leased premises that are customary and ordinary for the property type. Tenant will maintain any grease trap on the Property which Tenant uses, including but not limited to periodic emptying and cleaning, as well as making any modification to the grease trap that may be necessary to comply with any applicable
	law.

- B. Repairs of Conditions Caused by a Party: Each party must promptly repair a condition in need of repair that is caused, either intentionally or negligently, by that party or that party's guests, patrons, invitees, contractors or permitted subtenants.
- C. Repair and Maintenance Responsibility: Except as otherwise provided by this Paragraph 15, the party designated below, at its expense, is responsible to maintain and repair the following specified items in the leased premises (if any). The specified items must be maintained in clean and good operable

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condition. If a governmental regulation or order requires a modification to any of the specified items, the party designated to maintain the item must complete and pay the expense of the modification. The specified items include and relate only to real property in the leased premises. Tenant is responsible for the repair and maintenance of its personal property. (Check all that apply.)

(1) (2) (3) (4) (5) (6)	Foundation, exterior walls, and other structural components Roof replacement		Landlord	Tenant
(7)	Exterior and overhead doors, including closure devices, molding, locks, and hardware			abla
(8)	Grounds maintenance, including landscaping and irrigation systems	П	abla	П
(9)	Interior doors, including closure devices, frames, molding, locks, and hardware	П	П	
(10)			$\overline{\mathbf{Z}}$	
(11)	•			\checkmark
(12)	Electrical systems, mechanical systems			\checkmark
(13)	Ballast and lamp replacement			\checkmark
(14)	Heating, Ventilation and Air Conditioning (HVAC) systems			\checkmark
(15)	HVAC system replacement		\checkmark	
(16)	Signs and lighting:			\checkmark
	(a) Pylon	\checkmark		
	(b) Fascia	\checkmark		
	(c) Monument	\checkmark		
	(d) Door/Suite			\checkmark
	(e) Directional	\checkmark		
	(f) Other:	\checkmark		
(17)	Extermination and pest control, excluding wood-destroying insects			\checkmark
(18)	Fences and Gates		abla	
(19)	Storage yards and storage buildings	\checkmark		
(20)	Wood-destroying insect treatment and repairs		\checkmark	
(21)	Cranes and related systems	\checkmark		
(22)		\checkmark		
(23)		\checkmark		
(24)	All other items and systems			\checkmark
D. <u>Repa</u> i	r Persons: Repairs must be completed by trained, qualified, and insure	ed repair	persons.	
	Service Contract: If Tenant maintains the HVAC system under Particular Partic			
	is not required to maintain, at its expense, a regularly scheduled			
	act for the HVAC system. The maintenance and service contract must be enance company that regularly provides such contracts to similar pro			
	ain a required HVAC maintenance and service contract in effect at a			
	ord may do so and Tenant will reimburse Landlord for the expense of suc			
	act or Landlord may exercise Landlord's remedies under Paragraph 20.			
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- F. <u>Common Areas</u>: Landlord will maintain any common areas in the Property in a manner as Landlord determines to be in the best interest of the Property. Landlord will maintain any elevator and signs in the common area. Landlord may change the size, dimension, and location of any common areas, or allocate areas for short term or reserved parking for specific tenants, provided that such change does not materially impair Tenant's use and access to the leased premises. Tenant has the non-exclusive license to use the common areas in compliance with Landlord's rules and regulations. Tenant may not solicit any business in the common areas or interfere with any other person's right to use the common areas. This paragraph does not apply if Paragraph 2A(2) applies.
- G. <u>Notice of Repairs</u>: Tenant must promptly notify Landlord of any item that is in need of repair and that is Landlord's responsibility to repair. All requests for repairs to Landlord must be in writing.
- H. <u>Failure to Repair</u>: Landlord must make a repair for which Landlord is responsible within a reasonable period of time after Tenant provides Landlord written notice of the needed repair. If Tenant fails to repair or maintain an item for which Tenant is responsible within 10 days after Landlord provides Tenant written notice of the needed repair or maintenance, Landlord may: (1) repair or maintain the item, without liability for any damage or loss to Tenant, and Tenant must immediately reimburse Landlord for the cost to repair or maintain; or (2) exercise Landlord's remedies under Paragraph 20.

16. ALTERATIONS:

- A. Tenant may not alter (including making any penetrations to the roof, exterior walls or foundation), improve, or add to the Property or the leased premises without Landlord's written consent. Landlord will not unreasonably withhold consent for the Tenant to make reasonable non-structural alterations, modifications, or improvements to the leased premises.
- B. Tenant may not alter any locks or any security devices on the Property or the leased premises without Landlord's consent. If Landlord authorizes the changing, addition, or rekeying of any locks or other security devices, Tenant must immediately deliver the new keys and access devices to Landlord.
- C. If a governmental order requires alteration or modification to the leased premises, the party obligated to maintain and repair the item to be modified or altered as designated in Paragraph 15 will, at its expense, modify or alter the item in compliance with the order and in compliance with Paragraphs 16A and 17.
- D. Any alterations, improvements, fixtures or additions to the Property or leased premises installed by either party during the term of this lease will become Landlord's property and must be surrendered to Landlord at the time this lease ends, except for those fixtures Landlord requires Tenant to remove under Paragraph 11 or 14 or if the parties agree otherwise in writing.
- 17. LIENS: Tenant may not do anything that will cause the title of the Property or leased premises to be encumbered in any way. If Tenant causes a lien to be filed against the Property or leased premises, Tenant will within 20 days after receipt of Landlord's demand: (1) pay the lien and have the lien released of record; or (2) take action to discharge the lien. Tenant will provide Landlord a copy of any release Tenant obtains pursuant to this paragraph.
- **18. LIABILITY**: To the extent permitted by law, Landlord is NOT responsible to Tenant or Tenant's employees, patrons, guests, or invitees for any damages, injuries, or losses to person or property caused by:
 - A. <u>an act, omission, or neglect of: Tenant; Tenant's agent; Tenant's guest; Tenant's employees; Tenant's patrons; Tenant's invitees; or any other tenant on the Property;</u>

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- B. <u>fire, flood, water leaks, ice, snow, hail, winds, explosion, smoke, riot, strike, interruption of utilities, theft, burglary, robbery, assault, terrorism, vandalism, other persons, environmental contaminants, or other occurrences or casualty losses.</u>
- 19. INDEMNITY: Each party will indemnify, defend, and hold the other party harmless from any property damage, personal injury, suits, actions, liabilities, damages, cost of repairs or service to the leased premises or Property, or any other loss caused, negligently or otherwise, by that party or that party's employees, patrons, quests, or invitees.

20. DEFAULT:

- A. If Landlord fails to comply with this lease within 30 days after Tenant notifies Landlord of Landlord's failure to comply, Landlord will be in default and Tenant may seek any remedy provided by law. If, however, Landlord's non-compliance reasonably requires more than 30 days to cure, Landlord will not be in default if the cure is commenced within the 30-day period and is diligently pursued.
- B. If Landlord does not actually receive at the place designated for payment any rent due under this lease within 5 days after it is due, Tenant will be in default. If Tenant fails to comply with this lease for any other reason within 20 days after Landlord notifies Tenant of its failure to comply, Tenant will be in default.
- C. If Tenant is in default, Landlord may, with at least 3 days written notice to Tenant: (i) terminate this lease, or (ii) terminate Tenant's right to occupy the leased premises without terminating this lease and may accelerate all rents which are payable during the remainder of this lease or any renewal period. Landlord will attempt to mitigate any damage or loss caused by Tenant's breach by using commercially reasonable means. If Tenant is in default, Tenant will be liable for:
 - (1) any lost rent;
 - (2) Landlord's cost of reletting the leased premises, including brokerage fees, advertising fees, and other fees necessary to relet the leased premises;
 - (3) repairs to the leased premises for use beyond normal wear and tear;
 - (4) all Landlord's costs associated with eviction of Tenant, such as attorney's fees, court costs, and prejudgment interest;
 - (5) all Landlord's costs associated with collection of rent such as collection fees, late charges, and returned check charges;
 - (6) cost of removing any of Tenant's equipment or fixtures left on the leased premises or Property;
 - (7) cost to remove any trash, debris, personal property, hazardous materials, or environmental contaminants left by Tenant or Tenant's employees, patrons, guests, or invitees in the leased premises or Property;
 - (8) cost to replace any unreturned keys or access devices to the leased premises, parking areas, or Property; and
 - (9) any other recovery to which Landlord may be entitled under this lease or under law.
- **21. ABANDONMENT, INTERRUPTION OF UTILTIES, REMOVAL OF PROPERTY, AND LOCKOUT:** Chapter 93 of the Texas Property Code governs the rights and obligations of the parties with regard to: (a) abandonment of the leased premises; (b) interruption of utilities; (c) removal of Tenant's property; and (d) "lock-out" of Tenant.
- 22. HOLDOVER: If Tenant fails to vacate the leased premises at the time this lease ends, Tenant will become a tenant-at-will and must vacate the leased premises immediately upon receipt of demand from Landlord. No holding over by Tenant, with or without the consent of Landlord, will extend this lease. Tenant will indemnify Landlord and any prospective tenants for any and all damages caused by the holdover. Rent for any holdover period will be 150% of the base monthly rent plus any additional rent calculated on a daily basis and will be immediately due and payable daily without notice or demand.

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- 23. LANDLORD'S LIEN AND SECURITY INTEREST: To secure Tenant's performance under this lease, Tenant grants to Landlord a lien and security interest against all of Tenant's nonexempt personal property that is in the leased premises or on the Property. This lease is a security agreement for the purposes of the Uniform Commercial Code. Landlord may file a financing statement to perfect Landlord's security interest under the Uniform Commercial Code.
- 24. ASSIGNMENT AND SUBLETTING: Landlord may assign this lease to any subsequent owner of the Property. Tenant may not assign this lease or sublet any part of the leased premises without Landlord's written consent. An assignment of this lease or subletting of the leased premises without Landlord's written consent is voidable by Landlord. If Tenant assigns this lease or sublets any part of the leased premises, Tenant will remain liable for all of Tenant's obligations under this lease regardless if the assignment or sublease is made with or without the consent of Landlord.

25. RELOCATION:

A.	By providing Tenant with not less than 90 days advanced written notice, Landlord may require Tenant to
	relocate to another location in the Property, provided that the other location is equal in size or larger than
	the leased premises then occupied by Tenant and contains similar leasehold improvements. Landlord
	will pay Tenant's reasonable out-of-pocket moving expenses for moving to the other location. "Moving
	expenses" means reasonable expenses incurred by Tenant payable to professional movers, utility
	companies for connection and disconnection fees, wiring companies for connecting and disconnecting
	Tenant's office equipment required by the relocation, and printing companies for reprinting Tenant's
	stationery, business cards, and marketing materials containing Tenant's address. A relocation of Tenant
	will not change or affect any other provision of this lease that is then in effect, including rent and
	reimbursement amounts, except that the description of the suite or unit number will automatically be
	amended.

B. Landlord may not require Tenant to relocate to another location in the Property without Tenant's prior consent.

26. SUBORDINATION:

- A. This lease and Tenant's leasehold interest are and will be subject, subordinate, and inferior to:
 - (1) any lien, encumbrance, or ground lease now or hereafter placed on the leased premises or the Property that Landlord authorizes;
 - (2) all advances made under any such lien, encumbrance, or ground lease;
 - (3) the interest payable on any such lien or encumbrance;
 - (4) any and all renewals and extensions of any such lien, encumbrance, or ground lease;
 - (5) any restrictive covenant affecting the leased premises or the Property; and
 - (6) the rights of any owners' association affecting the leased premises or Property.
- B. Tenant must, on demand, execute a subordination, attornment, and non-disturbance agreement that Landlord may request that Tenant execute, provided that such agreement is made on the condition that this lease and Tenant's rights under this lease are recognized by the lien-holder.

27. ESTOPPEL CERTIFICATES AND FINANCIAL INFORMATION:

- A. Within 10 days after receipt of a written request from Landlord, Tenant will execute and deliver to Landlord an estoppel certificate that identifies the terms and conditions of this lease.
- B. Within 30 days after receipt of a written request from Landlord, Tenant will provide to Landlord Tenant's current financial information (balance sheet and income statement). Landlord may request the financial information no more frequently than once every 12 months.

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28. CASUALTY LOSS:

- A. Tenant must immediately notify Landlord of any casualty loss in the leased premises. Within 20 days after receipt of Tenant's notice of a casualty loss, Landlord will notify Tenant if the leased premises are less than or more than 50% unusable, on a per square foot basis, and if Landlord can substantially restore the leased premises within 120 days after Tenant notifies Landlord of the casualty loss.
- B. If the leased premises are less than 50% unusable and Landlord can substantially restore the leased premises within 120 days after Tenant notifies Landlord of the casualty, Landlord will restore the leased premises to substantially the same condition as before the casualty. If Landlord fails to substantially restore within the time required, Tenant may terminate this lease.
- C. If the leased premises are more than 50% unusable and Landlord can substantially restore the leased premises within 120 days after Tenant notifies Landlord of the casualty, Landlord may: (1) terminate this lease; or (2) restore the leased premises to substantially the same condition as before the casualty. If Landlord chooses to restore and does not substantially restore the leased premises within the time required, Tenant may terminate this lease.
- D. If Landlord notifies Tenant that Landlord cannot substantially restore the leased premises within 120 days after Tenant notifies Landlord of the casualty loss, Landlord may: (1) choose not to restore and terminate this lease; or (2) choose to restore, notify Tenant of the estimated time to restore, and give Tenant the option to terminate this lease by notifying Landlord within 10 days.
- E. If this lease does not terminate because of a casualty loss, rent will be reduced from the date Tenant notifies Landlord of the casualty loss to the date the leased premises are substantially restored by an amount proportionate to the extent the leased premises are unusable.
- 29. CONDEMNATION: If after a condemnation or purchase in lieu of condemnation the leased premises are totally unusable for the purposes stated in this lease, this lease will terminate. If after a condemnation or purchase in lieu of condemnation the leased premises or Property are partially unusable for the purposes of this lease, this lease will continue and rent will be reduced in an amount proportionate to the extent the leased premises are unusable. Any condemnation award or proceeds in lieu of condemnation are the property of Landlord and Tenant has no claim to such proceeds or award. Tenant may seek compensation from the condemning authority for its moving expenses and damages to Tenant's personal property.
- **30. ATTORNEY'S FEES**: Any person who is a prevailing party in any legal proceeding brought under or related to the transaction described in this lease is entitled to recover prejudgment interest, reasonable attorney's fees, and all other costs of litigation from the nonprevailing party.

31. REPRESENTATIONS:

Α.	Tenant's statements in this lease and any application for rental are material representations relied upon
	by Landlord. Each party signing this lease represents that he or she is of legal age to enter into a binding
	contract and is authorized to sign this lease. If Tenant makes any misrepresentation in this lease or in any application for rental, Tenant is in default.

В.	B. Landlord is not aware of any material defect on the Property that would affect the health and safety ordinary person or any environmental hazard on or affecting the Property that would affect the he safety of an ordinary person, except: To the best of Landlord's knowledge, none exist						
C.	Designated N	nd each signatory t National and Blocke ly or indirectly, for o	d Person as def	ined in P	residéntial E	xecutive Order	13224; (2) it is not
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A. The brokers to this lease are:

arranging or facilitating this lease or any transaction related to this lease for a Specially Designated and Blocked Person. Any party or any signatory to this lease who is a Specially Designated and Blocked person will indemnify and hold harmless any other person who relies on this representation and who suffers any claim, damage, loss, liability or expense as a result of this representation.

32. BROKERS:

Р	rincipal Bro	ker: M/I F	Properties	Cooperating Broker:	N/A
A	.gent:	Norma Rodr	riguez	Agent	
А	ddress:	17385 Village Gree	en Dr., Suite A	Address:	
		Houston, Tex	as 77040	_	
Р	hone & Fax:_	713.46	66.8400	_ Phone & Fax:	
E	-mail:	Norma@mipte	exas.com	E-mail:	
Li	icense No.:_	406	243	License No.:	
	represent	ts Landlord only. ts Tenant only.	one box) Landlord and Ter		epresents Tenant.
В. <u>F</u>	ees:				
È	a) a se ☑ La	parate written con andlord	nmission agreeme	to: <i>(Check only one box).</i> nt between Principal Broke	er and:
	(b) the a	attached Commer	cial Lease Addend	um for Broker's Fee (TXR	ર-2102).
Ì	(a) a se Pi	parate written con rincipal Broker	nmission agreeme]Landlord □Tei	ling to: <i>(Check only one bo</i> nt between Cooperating B nant. um for Broker's Fee (TXR	Broker and:
Adde of thi	enda and E	xhibit section of the contract in the contract is the contract in the contract	he Table of Conte	nts. If Landlord's Rules a	her information marked in thand Regulations are made pa andlord may, at its discretio
certif	fied mail re	turn receipt reque		ional or regional overnight	when hand-delivered, mailed to the delivery service that provide
Land	llord at:		Persimn	non Development Partners, LL	.C
		Address:	6811 T	heall Rd., Suite A, Houston, Te	
		Attention: -ax:		Arnold Rodriguez & Elena Mil 281.893.6750	lsop
	·				
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Commercial Leas	se concerning:	702 South Persimmon	Street, Unit 3A, Tomball, TX 7737	75
and a cop	v to:			
	Address:			
	Attention:			
	Fax:			
Landlo	rd also consents to	receive notices by e-mail at:	elena@arconstruc	tion.net
<u>Tenant</u> at	the leased premise	es,		
and to:		T & R Harmon, LLC	DBA Craving Kernels	
	Address:	312 Market	Street, Tomball, TX 77375	
	Attention:	T & R Harmon, LLC 312 Market Rand	y & Tracey Harmon	
	Fax:			
and a cop	v to:			
•	Address:			
	Attention:			
	Fax:			
✓ Tenant		eceive notices by e-mail at:		
other provision addendum on	ons of this lease. (the cover page of	e following special provisions ap (If special provisions are conta this lease.) hibit A, Insurance Requirements.		
B. Paragraph 20A	is modified to require n	otice to be in writing.		
	_	as original for purposes of formation o	f this Lease.	
· ·	Landlord's master key.			
-	•	ondition. Except, Landlord at Landlord's g. Landlord will also remove the wall co onversion area.	s expense will remove carpet in wo overing the warehouse overhead d	rkshop area (warehouse oor so as to allow drive
		onversion area. enant to purchase and provide Landlor gated to maintain/service HVAC system		
		ated rent, \$1,327.74, plus 1st full month		
ci occurry ucpoor	(01 40, <u>11</u> 2,100, p.a.o p.o.	aced Territ, \$2,02777 a, price Tee Turn mortal	01 4250 10100 Will Se dae at 10000 Cir	
36. AGREEM	ENT OF PARTIES	:		
	Agreement: This longed except by wr	ease contains the entire agreen itten agreement.	nent between Landlord and	Tenant and may not
		se is binding upon and inures to trators, successors, and permit		and their respective
notice	to, or refund to, or	enants are jointly and severally signature of, any one or more of tion is binding on all Tenants.		
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- D. <u>Controlling Law</u>: The laws of the State of Texas govern the interpretation, performance, and enforcement of this lease.
- E. <u>Severable Clauses</u>: If any clause in this lease is found invalid or unenforceable by a court of law, the remainder of this lease will not be affected and all other provisions of this lease will remain valid and enforceable.
- F. <u>Waiver</u>: Landlord's delay, waiver, or non-enforcement of acceleration, contractual or statutory lien, rental due date, or any other right will not be deemed a waiver of any other or subsequent breach by Tenant or any other term in this lease.
- G. <u>Quiet Enjoyment</u>: Provided that Tenant is not in default of this lease, Landlord covenants that Tenant will enjoy possession and use of the leased premises free from material interference.
- H. <u>Force Majeure</u>: If the performance of any party to this lease is delayed by strike, lock-out, shortage of material, governmental restriction, riot, war, epidemic, pandemic, quarantine, or by other cause, without fault and beyond the control of the party obligated (financial inability excepted), performance of such act will be abated for the period of the delay; provided, however, nothing in this paragraph excuses Tenant from the prompt payment of rent or other charge, nor will Tenant's inability to obtain governmental approval for its intended use of the leased premises excuse any of Tenant's obligations hereunder.
- I. <u>Time</u>: Time is of the essence. The parties require strict compliance with the times for performance.
- J. <u>Counterparts</u>: If this lease is executed in a number of identical counterparts, each counterpart is an original and all counterparts, collectively, constitute one agreement.
- **37. EFFECTIVE DATE:** The effective date of this lease is the date the last party executes this lease and initials any changes.

38.	LICENSE HOLDER DISCLOSURE: Texas law requires a real estate license holder who is a party to a
	transaction or acting on behalf of a spouse, parent, child, business entity in which the license holder owns
	more than 10%, or a trust for which the license holder acts as a trustee or of which the license holder or the
	license holder's spouse, parent or child is a beneficiary, to notify the other party in writing before entering
	into a contract of sale or rental agreement. Disclose if applicable: N/A

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Brokers are not qualified to render legal advice, property inspections, surveys, engineering studies, environmental assessments, tax advice, or compliance inspections. The parties should seek experts to render such services. READ THIS LEASE CAREFULLY. If you do not understand the effect of this Lease, consult your attorney BEFORE signing.

Landlord:	Persimmon Development Partners, LLC	Tenant:	T & R Harmon I	LLC DBA Craving Kernels
Ву:		By:		
By (signa	ture):	By (sigr	nature):	
Printed N	ame: Arnold Rodriguez	 Printed	Name:	Tracey Harmon
Title:	Managing Partner Date:	Title:	President	Date:
By:		Ву:		
By (signa	ture):	By (sigr	nature):	
Printed Name:		 Printed	Name:	Randall Harmon
Title:	Date:	Title:	Vice President	Date:

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