



Form 1 AGREEMENT BETWEEN COMMERCIAL ON-SELLER AND PURCHASER Section 362V, Building Act 2004

INFORMATION FOR PURCHASERS

- (1) Signing this form is optional.
- (2) You should take independent legal advice before signing this form.
- (3) Before signing this form, you should consider:
 - (a) the effect that the absence of a code compliance certificate for the household unit may have on you;
For example:
 - (i) will you be able to insure the household unit?
 - (ii) will you be able to draw down mortgage finance for the purchase of the household unit?
 - (iii) will you be able to sell the household unit?
 - (b) whether you (instead of the developer) will have to pay a development contribution to obtain the code compliance certificate; and
 - (c) the extent of the work required to obtain the code compliance certificate.
- (4) If you sign this form, then you must apply for a code compliance certificate for the household unit as soon as practicable after all building work to be carried out under the building consent for the household has been completed.

THIS AGREEMENT is made on the _____ day of _____

BETWEEN: _____ (commercial on-seller)

AND: _____ (purchaser)
(together the parties)

The commercial on-seller and the purchaser have entered or intend to enter into a contract for the sale and purchase of
_____ (household unit) dated _____ (contract).

BACKGROUND

- A. As at the date of this agreement, a building consent has been granted in relation to the household unit but a code compliance certificate has not been issued.
- B. Section 362V of the Building Act 2004 (Act) provides that a commercial on-seller commits an offence if that developer completes a sale of the household unit or allows the purchaser into possession of the household unit before a code compliance certificate has been issued for the household unit, unless the parties enter into an agreement in accordance with section 362V of the Act.
- C. The parties wish to enter into this agreement under section 362V of the Act to enable the commercial on-seller to complete a sale of the household unit or to allow the purchaser of the household unit to enter into possession of the household unit before a code compliance certificate has been issued in relation to the household unit.

AGREEMENT

1. In consideration of entering into the contract, the parties agree that the commercial on-seller may, before a code compliance certificate has been issued in relation to the household unit:
 - *(a) complete the sale of the household unit;
 - *(b) allow the purchaser to enter into possession of the household unit.
2. If there is any conflict between this agreement and the contract, the provisions of this agreement prevail.
 - * Delete if inapplicable.

SIGNED by the commercial on-seller
in the presence of:

Signature of commercial on-seller

Witness signature

Full name

Address

Occupation

Signed by the purchaser
in the presence of:

Signature of purchaser

Witness signature

Full name

Address

Occupation