

ARTICLE III  
MEMBERSHIP AND VOTING RIGHTS  
IN THE MASTER ASSOCIATION

Section 1.        Membership in the Master Association. The qualifications for membership in the Master Association and the classes of membership are set forth in the Article in the Master Declaration entitled "The Master Association."

Section 2.        Representative Form of Governance. In order to provide for the efficient and effective management of the Master Association, Declarant has established a representative form of governance for the Master Association which utilizes a Delegate District system of voting as described in the Master Declaration and herein. The procedures for the formation of the Delegate Districts and the initial selection and subsequent election of the Delegates (and Alternate Delegates) are set forth in the Master Declaration. Additionally, the voting procedures to be followed by the Delegates (including, but not limited to, the number of votes [i.e. voting power] held by each Delegate), the manner in which a Delegate shall cast the votes attributable to the Members in his respective Delegate District and the voting rights of the Declarant's Delegate are set forth in the Master Declaration. Where applicable, all references herein to the term "Delegate" shall be deemed to include the Declarant's Delegate.

Section 3.        Meaning of the Total Voting Power of the Master Association. Any reference in the Master Declaration or in these ByLaws to a matter to be approved by a specified percentage of the "total voting power of the Master Association" shall mean Delegates casting affirmative votes or giving written consent on behalf of such specified percentage of the combined total number of votes of both the Class A and Class B Members of the Master Association. Except as otherwise provided in the Master

Declaration or in these ByLaws, any action which may be taken by the Master Association may be taken by Delegates casting affirmative votes or giving written consent on behalf of a majority of the total voting power of the Master Association.

Section 4. Vesting of Voting Rights. The voting rights attributable to a Lot or Condominium in the Community shall not vest until the Assessments provided for in the Master Declaration have been levied by the Master Association against said Lot or Condominium.

Section 5. Transfer. The Master Association membership held by any Owner of a Lot or Condominium shall not be transferred, pledged or alienated in any way, except as incidental to the sale of such Lot or Condominium and the membership shall be automatically transferred upon the sale of such Lot or Condominium. In the event of such sale, the Master Association membership may only be transferred, pledged or alienated to the bona fide purchaser or purchasers of the Lot or Condominium, or to the Mortgagee (or third-party purchaser) of such Lot or Condominium upon a foreclosure sale, deed in lieu or other remedy set forth in the Mortgage. Any attempt to make a prohibited transfer is void and will not be reflected in the books and records of the Master Association.

#### ARTICLE IV

##### MEETINGS OF THE MASTER ASSOCIATION

Section 1. Organization and Annual Meetings of the Master Association. Regular meetings of Master Association shall be held not less frequently than once each calendar year at the time and place prescribed by these ByLaws. The first meeting of the Master Association, whether a regular or special meeting, shall be held not later than six (6) months after the first Close of