

Whereas:

On December 11, 2020 the shareholders of the Cowichan Lake Recreation Community Inc. passed the following motion “To provide approval to the Board of Directors to finance and purchase the Lot 1 share for a price of \$230,000.00”.

The vote was passed by 95% of the shareholders who voted representing a clear majority of 62% of all shareholders.

Under the Articles of Incorporation Section 8.1 The Director’s may from time to time authorize the company to

- a. Borrow money in such manner and amount, on such security, from such sources and upon such terms and conditions as they think fit, and may authorize the guaranteeing of any obligations of any other person; and
- c. Mortgage, charge, whether by way of specific or floating charge, or give other security on the undertaking, or on the whole or any part of the property and assets, of the company (both present and future)

Therefore, Be It Resolved That:

The Board enter into an agreement with VanCity Savings to increase the company Line of Credit to \$250,000 subject to the terms and conditions required by VanCity and agreed to by the Directors.

This includes a commitment by the Company to guaranteeing the paydown and reduction of the line of credit should the new shares created from the subdivision of lot 1 have not sold by the agreed upon time by way of a cash call to all shareholders or by other means.

Signed:

R.M. (Rick) Jeffery, President

Lloyd Ferguson, Treasurer