

Whereas:

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

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

VanCity has provided a new Credit Facility in the form of a \$100,000.00 temporary increase in the existing Line of Credit (the Temporary LOC) for 9 months. AND

VanCity’s financing conditions for the Temporary LOC requires verification that the CLRC will repay, in full, the outstanding amount of the Temporary LOC should it not be repaid or reduced prior to the 9-month window.

Therefore, Be It Resolved That:

The Board enter into an agreement with VanCity Savings to temporarily increase the Line of Credit by \$100,000 on the terms and conditions presented in the Commitment Letter (attached) and specifically the CLRC and its shareholders will repay in full any outstanding amount of the Temporary LOC at the end of 9 months.

Signed:

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R.M. (Rick) Jeffery, President

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Lloyd Ferguson, Treasurer