

Mondragon Co-operative Homes Inc.

By-law No. 11

Director Arrears By-law

Passed by the Board of
Directors:

May 15, 2012

Confirmed by the
members:

June 3, 2012

Director Arrears By-law

1. Purpose of This By-law

This By-law sets out the Co-op's rules for the dealing board members in arrears.

2. Priority of this By-law


This By-law takes the place of or amends all previous by-laws or decisions that deal with board members in arrears.

3. Directors in Arrears

3.1 No one who is in arrears of housing charges or is behind in their financial obligations to the Co-op for any reason can be a director of the Co-op.

3.2 All directors must pay their housing charges or other money owed to the Co-op in full and on time. If a director falls into arrears, she/he will automatically cease to be a director. The Co-op will promptly give the director written notice of this.

PASSED by the Board of Directors and sealed with the corporate seal of Mondragon Co-operative Homes Inc. on May 15, 2012.

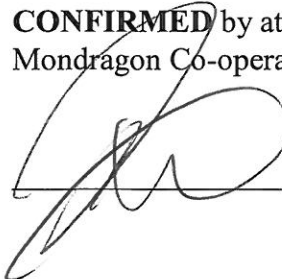


President



Secretary c/s

CONFIRMED by at least two-thirds of the votes cast at a general meeting of the members of Mondragon Co-operative Homes Inc on June 3, 2012.



President



Secretary c/s