

terms of all the Directors shall not expire in the same year. In the event the First Annual Meeting is not held in December, the time period from the First Annual Meeting until December of that year shall be added to the terms of the original Directors so that subsequently all terms shall expire in December.

Section 5.03 Removal. Any Director may be removed from the Board, with or without cause, by a majority vote of the members of the Association. In the event of death, resignation or removal of a Director, his successor shall be selected by the remaining members of the Board and shall serve for the unexpired term of his predecessor. Sale of his unit by a Director shall automatically terminate his Directorship.

Section 5.04. Compensation. No Director shall receive compensation for any service he may render to the Association. However, any Director may be reimbursed for expenses incurred by him in the performance of his duties.

Section 5.05. Action Taken Without a Meeting. The Directors shall have the right to take any action which they could take at a meeting by obtaining the written approval of all the Directors thereto. Any action so approved shall have the same effect as though taken at a meeting of the Directors.

Section 5.06. Period of Development. From the activation of the Association, as provided in Section 10.01, until the termination of the period of development, Developer shall have the right to appoint all the Directors. The Directors appointed need not be members of the Association and are not subject to removal as provided in Section 5.03 above. Any one of the Directors appointed by Developer may act for all purposes for any other Director so appointed in such other Director's absence from a meeting, specifically including the right to vote and constitute a quorum.

ARTICLE VI

MEETINGS OF DIRECTORS

Section 6.01. Regular Meetings. The first regular meeting of the Board of Directors shall be held immediately following the

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