

provided the garage door is closed and said vehicles or accessories are not visible to persons from the outside.

ARTICLE IV.

HOMEOWNERS ASSOCIATION

Section 1. Nonprofit Corporation. 1200 Pelham Homeowners Association, Inc. is a nonprofit corporation organized under the laws of the State of South Carolina. The Association shall be managed by a Board of three Directors who need not be members of the Association. Until the first annual meeting is held, the initial Board of Directors shall be Ned R. Arndt, Clifton G. Rickard and Paul C. Aughtry, III. The Association may increase the size of the Board up to seven members by a majority vote. The initial mailing address of the Board shall be c/o Ned R. Arndt, Suite 500, First Federal Building, 301 College Street, Greenville, S. C. 29601. Said Board shall be responsible for preparing the initial By-Laws of the Association and distributing the same to the members thereof.

Section 2. Membership. Every person who is record owner of a fee or undivided fee interest in any lot which is subject by covenants of record to assessment by the Association, including contract sellers, but excluding persons who hold an interest merely as security for the performance of any obligations, shall be a member of Association. Ownership of such interest shall be the sole qualification for such membership; no owner shall have more than one membership in each Association and there shall be only one vote per lot in such Association. Membership shall be appurtenant to and may not be separated from ownership of any lot which is subject to assessment. The Board of Directors may make reasonable rules regarding proof of ownership.

Section 3. Mergers. To the extent permitted by law, the Association may participate in mergers and consolidations with other nonprofit corporations organized for the same purposes, provided that any such merger or consolidation shall have the assent of two-thirds of the entire Class A Membership and two-thirds of the entire Class B Membership, if any.