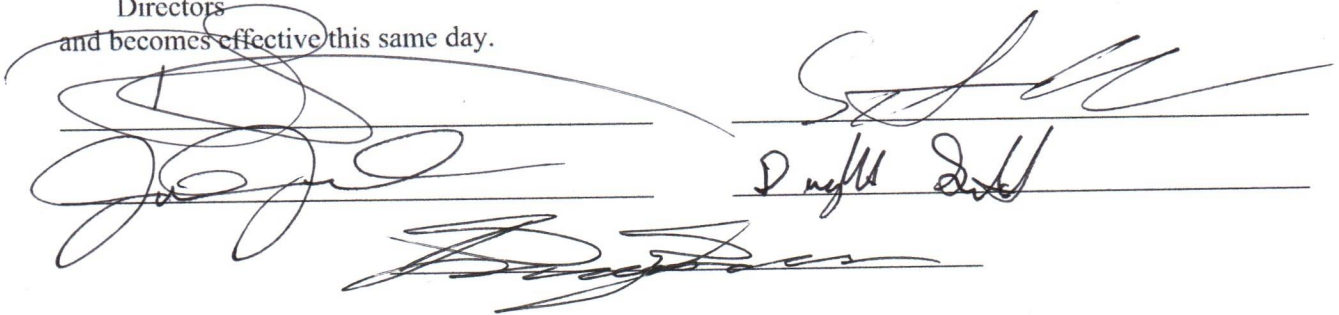


**VILLA CASITAS HOMEOWNER'S ASSOCIATION
CONFLICTS OF INTEREST POLICY**

1. The Board of directors shall comply with all of Colorado's statutory provisions against conflicting interest transactions as found in the Colorado Revised Nonprofit Corporation Act and the Colorado Common Interest Ownership Act. A "conflicting interest transaction" is defined by the Colorado statutes, but generally means a contract, transaction, or other financial relationship between the Association and a director of the Association and an entity in which a director of the Association is a director or officer or has a financial interest. A conflicting interest transaction does not include transactions that are of a general benefit to a group of homeowners which includes one or more directors. In the event of any uncertainty or dispute, the Board shall decide, in its reasonable business judgment, but without the vote of the involved director, whether a conflict of interest exists in particular circumstances; the Board's decision shall be final and binding on all persons.
2. Each Board member is obligated by law to disclose, in an open Board meeting, any existing conflict of interest prior to any discussion or action on that issue, and the Board member shall not vote on such issue, but may participate in the discussion on the issue.
3. The above notwithstanding, at any Board meeting, a Board member with a conflict of interest may be counted "present" for the purpose of determining whether a quorum exists.
4. The Association may require that all Board members sign a copy of this Rule, to acknowledge that they have read and understand it and will comply fully with it.
5. The Association's policies, procedures, rules and regulations regarding conflict of interest shall be reviewed on a periodic basis, no less frequently than five (5) years.

Adopted this 3rd day of March, 2023, at a duly called and held meeting of the Board of Directors

and becomes effective this same day.

Three handwritten signatures are present, each written over a horizontal line. The signatures are in black ink and appear to be cursive or stylized. The first signature is on the left, the second is in the middle, and the third is on the right. The signature on the right is more legible and appears to read 'D. M. D. D.'.