

BY-LAWS

of
ASHE LAKE PROPERTY OWNERS, INC.
a North Carolina Non-Profit Corporation

ARTICLE I

NAME, LOCATION and PURPOSE

Section 1. The name of this non-profit corporation shall be ASHE LAKE PROPERTY OWNERS, INC.

Section 2. Its principal office shall be located in West Jefferson, Ashe County, North Carolina and it shall be authorized to protect property owners rights in the Ashe Lake Section of Blue Ridge Manor Subdivision as shown on a plat of said subdivision, which is of record in the Ashe County Public Registry in Plat Book 2, page 201, to which recorded plat reference is hereby made for a metes and bounds description. Also to uphold all of the restrictions, covenants and to carry out any other business pertaining to the welfare of its membership.

ARTICLE II

MEMBERSHIP

Section 1. There shall be no stock certificates issued by this Corporation but instead memberships issued by the Corporation.

Section 2. The form of membership to be issued shall be decided by the Board of Directors of the Corporation.

Section 3. Each membership shall entitle the holder to one vote in the management of the Corporation.

ARTICLE III

BOARD OF DIRECTORS

Section 1. The business and affairs of the corporation shall be managed by a Board of (3) Directors.

Section 2. The Directors shall be elected annually by the members.

Section 3. In order to serve as a member of the Board of Directors, a Director must also hold membership and a transfer by a Director of his membership shall automatically operate as his resignation as a Director.

Section 4. In the event of a vacancy occurring in the Board of Directors for any reason, the remaining Directors shall elect one of the holders of a membership to serve as a Director for the unexpired portion of the term of the former Director.

ARTICLE IV

OFFICERS

Section 1. The officers of this corporation shall be a

President, a Vice-President and a Secretary/Treasurer who shall be elected for the term of one year and shall hold office until their successors are duly elected and qualified. The first officers of the corporation shall serve until the first annual election.

Section 2. The President shall have general supervision over the affairs of the Corporation and other officer.

Section 3. The Vice-President of the Corporation shall perform all of the duties of the President in his absence and such other duties as may be required of him by the Board of Directors.

Section 4. The Secretary/Treasurer shall issue notices to members and shall have charge of all corporate books, records and papers. He shall keep regular books of account and shall submit them, together with all his vouchers, receipts, records and other papers to the Directors for the examination and approval as they may require, and shall perform all other duties as are incident to his office.

ARTICLE V

FINANCE

Section 1. The funds of the Corporation shall be deposited in a bank to be selected by the Board of Directors, and shall be withdrawn only upon check or order signed by the Secretary/Treasurer, or any other officer named by the Board of Directors.

Section 2. For accounting purposes, the Corporation shall operate upon the calendar year beginning on the first day of July and ending on the 30th day of June of each year. The Board of Directors are expressly authorized to change this fiscal year at any time for the convenience of the Corporation.

ARTICLE VI

AMENDMENT OF BY-LAWS

Section 1. The By-Laws of the Corporation may be altered, amended, or repealed by a 3/4 vote of the members.

September 19, 1979

AMENDMENT one of the BY-LAWS OF ASHE LAKE PROPERTY OWNERS, INC.,
a North Carolina Non-Profit Corporation.

Add to Article V - FINANCE, Section 3

Section 3. Officers, directors, and members of this
corporation or any other private individual shall not
share in any net earnings of the corporation.

Add Article VII.

ARTICLE VII

DISTRIBUTION OF ASSETS

Section 1. In the event of dissolution or liquidation of
the corporation, all valid members shall share equally in the
net assets.