

**FIFTH AMENDMENT TO SECTION 5.7 OF THE
RULES AND REGULATIONS OF EAGLE RIDGE RANCH**

At its duly noticed Meeting on December 31, 2012, the Board of the Association unanimously approved the fifth amendment to Section 5.7 of the Rules of the Association. The adoption of this amendment is based upon five years of experience with hunting and cabin use in the Primitive Area, including the first conflict which the Board was required to resolve, since the adoption of the first four amendments to the Rule. This Fifth Amendment was adopted as a result of a great deal of discussion among the Board members, but excluding one member due to a conflict of interest, over a lengthy period in the Fall of 2012 with respect to hunting and cabin usage in 2013 and future years (i) regarding the safety of Owners and Guests, (ii) providing Owners and Guests with a high quality hunting experience, (iii) maintaining the Primitive Area as a high quality wildlife habitat, big game hunting, and wildlife viewing area, and (iv) providing efficient, fair, and enjoyable use of the Primitive Area and cabins. This Fifth Amendment to Section 5.7 of the Rules is effective January 1, 2013.

Section 5.7 shall be amended to read as follows:

5.7 Hunting, Primitive Area and Cabin Usage During Hunting Seasons. Hunting and discharging explosive weapons on the Ranch, use of the cabins in the Primitive Area, and use of the Primitive during hunting seasons shall be in accordance with the Rules set forth in this Section. In addition to the rules and regulations set forth in this section, all hunters must comply with all applicable Federal, State, and local hunting regulations.

a. Safety Is Paramount. Hunting and discharging explosive weapons on the Ranch shall be undertaken at all times in such a manner as to absolutely minimize the possibility of inflicting injury or damage to all persons, non-game and non-varmint animals, and property. No automatic weapons (more than one shot from one trigger pull) of any kind shall be used on the Ranch except as permitted by written authority from the Board. It shall be the primary responsibility and liability of the Owner using the Primitive Area during a hunting season to assure that all of his or her guests and family members conduct all of their activities in compliance with all applicable hunting laws and regulations and in the safest reasonable manner with respect to themselves and third parties. The use of the Primitive Area during a hunting season by an Owner shall, by such use, automatically constitute consent to comply with all of the requirements and provisions of this Rule 5.7. Target practice on the lower Ranch is permitted only in the area designated by the Board, and shooting only in a direction, which assures the safety of all persons, livestock, domestic animals, and property on the lower Ranch.

b. Hunting Permitted by Owners and Guests Only. Except for persons retained by the Association to remove varmints or other animals from the Ranch, only Owners and Guests accompanied by an Owner or member of an Owner's immediate family shall be permitted to hunt on the Ranch.

c. Hunting Permitted Only In Primitive Area: Except as provided in this Section, hunting or discharging explosive weapons shall be only in the Primitive Area, unless specifically authorized in writing by action of the Board. Discharging explosive weapons or hunting for varmints, mountain lion, badger, otter, coyote, musk rat, or beaver may be undertaken on the Ranch other than in the Primitive Area solely under the following conditions:

i. "Varmints" means only the following: coyotes, porcupines, whistle pigs/rockchucks, rabbits, hares, prairie dogs, rats, ravens, woodpeckers, and chipmunks or other ground squirrels.

ii. Discharging an explosive weapon or hunting with a weapon of greater than .22 caliber shall be undertaken only after notifying the Ranch Manager or an officer of the Association, and then only in compliance with any instructions issued by the Ranch Manager or officer.

iii. Hunting for mountain lion may be only in the Primitive Area unless the Ranch Manager or an officer of the Association expressly authorizes a hunt elsewhere on the Ranch in advance of the hunting, and then only in compliance with any instructions issued by the Ranch Manager or officer.

iv. Hunting for badgers, otters, musk rats, or beaver may be undertaken only if expressly authorized by the Ranch Manager or an officer of the Association in advance of the hunting, and then only in compliance with any instructions issued by the Ranch Manager or officer.

d. Guests Must Be Accompanied By Owner. All Guests of an Owner engaging in hunting activities on the Ranch shall be accompanied by that Owner, or a member of that Owner's immediate family, during such activities.

e. Use of Primitive Area During Hunting Seasons. For safety reasons, and unless otherwise first approved by the President of the Association or designated Board member on a case by case basis, Owners not engaging in hunting activities should not use the Primitive Area for recreational or other activities during the portion of a hunting season in which another Owner has reserved the right to hunt. As used in these Rules, "hunting season" shall mean a season established by regulations of the State of Colorado pertaining to hunting big game (elk, deer, bear, mountain lion, moose, and sheep).

f. Number of Hunters and Guests: No more than six hunters, excluding trespassers, shall hunt in the Primitive Area during any particular hunting season. No more than eight Owners and Guests, whether hunting or not hunting, shall be in the Primitive Area during any particular hunting season. Owners or Guests initially not designated as a hunter during a particular hunting season may not participate in the hunt of big game in the Primitive Area during that particular hunting season by carrying or using an explosive weapon or archery weapon, but they may otherwise participate in the hunt as a non-shooter or non-archer with those in their party that are designated hunters. It shall be the primary responsibility of the Owner using the Primitive Area during a hunting season to limit the number of persons in his or her party to comply with this section.

g. Reservations to Hunt and for Cabin Usage. Reservations for hunting, non-hunting and cabin use in the Primitive Area during August through January shall be subject to the following:

i. An Owner desiring to reserve a hunting season, with or without cabin usage, shall deliver that Owner's request in writing, physically or electronically, to the Business Manager of the Association during the month of October of the calendar year preceding the requested hunting season.

ii. Except as provided in Rule 5.7(g)(iii), hunters shall have priority over non-hunters during Colorado Parks and Wildlife hunting seasons.

iii. Hunting during August, September and the first week of October shall be limited as follows: (a) total days of hunting by all Owners during August shall be limited to no more than seven days, (b) total days of hunting by all Owners during September shall be limited to no more than seven days, and (c) there shall be no hunting during the first week of October. Non-hunting days during August, September and the first week of October are reserved for non-hunting Owner activities.

iv. Requests for reservations for the use of the Primitive Area and cabins during August through January shall be made to the Business Manager of the Association and shall state (1) the

name of the Owner, (2) the hunting season (if applicable) and type of hunt (rifle, archery or muzzleload) requested, (3) the length of time of the reservation (which shall not exceed an arrival date the day before the first day of the hunting season and a departure date no later than the day following the last day of the hunting season (but in no case more than seven hunting days), (4) the estimated number of hunters and non-hunters, (5) and the cabin usage requested. Except in the event of conflicting requests, the Owner requesting the reservation shall have the exclusive right to (a) hunt or not hunt during the requested period and (b) the use of the requested cabin. By November 15th the Business Manager of the Association shall notify all Owners of the status of reservations. All conflicts shall resolved pursuant to Section 5.7(h) of this Rule not later than December 15 of the year preceding the hunting season at issue. In the event not all hunting season dates are reserved, additional reservations for hunting or non-hunting and associated cabin usage shall be on a first come, first served basis. Such additional reservations may be made after December 31st of the calendar year preceding the hunting season at issue (see Rule 5.8).

h. Multiple Owners Hunting During Same Hunting Season. In the event more than one Owner requests reservations under the preceding subsection to hunt during a particular hunting season, the following rules shall apply:

i. The Business Manager of the Association shall promptly notify the affected Owners of the conflicting reservation requests.

ii. The affected Owners shall converse among themselves and attempt to reach an agreement resolving the conflict. Owners desiring to participate in hunting activities shall have priority over Guests with respect to the number of hunters and non-hunters permitted in the Primitive Area during a particular hunting season. Should six or more Owners request and agree to share hunting privileges during a particular hunting season, then no agreement between or among the affected Owners shall permit Guests to have hunting privileges during that season unless under the agreement the daily number of hunters during that season does not exceed six hunters, including Owners and Guests.

iii. Owners and Guests sharing the same hunting season shall not hunt as separate groups but shall hunt as a single, coordinated group of hunters; the purpose of this requirement is to assure the safety of all Owners and Guests engaging in hunting activities in the Primitive Area.

iv. If the affected Owners have not resolved the conflict among themselves within 15 days following notice by the Business Manager of the Association of the conflicting requests, any of them may request a resolution by the President of the Association. Following such a request, the President will promptly talk with each of the affected Owners and determine a resolution to the conflict. If any of the affected Owners disagrees with the President's determination, that Owner may request a resolution by the entire Board. The resolution by the Board shall be binding and final. In determining the resolution of the conflict, the President and/or Board shall deny the reservation request(s) of the Owner or Owners who most recently reserved and used the hunting season type (i.e., archery, muzzleload, or rifle) and cabins at issue. If none of the affected Owners has previously reserved the subject hunting season and cabins at issue, the President and/or Board shall base the resolution on such criteria as the President and/or Board believe, in their discretion, are applicable to the circumstances involving each of the various Owners. Any resolution by the President or the Board may, irrespective of the time provisions of Section 5.7.g, allow a priority hunting reservation for any hunting season in a future calendar year for an Owner whose reservation request is denied. It is the intent of this subsection that an Owner whose request for a particular hunting season is denied shall, if so requested by that Owner, have priority during a hunting season in a future calendar year.

i. Cabin and Primitive Area Usage During August through January: Hunting and use of the cabins in the Primitive Area during August through January shall be in accordance with the following rules.

i. Hunting shall not be permitted during the two day period preceding any immediately following hunting season; provided, however, if there is a three day or more break between seasons, then hunting shall be permitted to the end of the season.

ii. Except as provided in Rule 5.7(g)(iii), Owners and Guests engaging in hunting activities shall have priority to use the cabins in the Primitive Area during hunting seasons.

iii. Subject to the hunting time limitations set forth above in Section 5.7(f) above, Cabins may be reserved for a period equal to a particular hunting season (but in no event to exceed seven days).

iv. No Owner may reserve more than one cabin if multiple Owners are hunting during the same hunting season, unless the Owners participating in that hunting season otherwise agree among themselves.

v. Overnight occupancy of a cabin is limited to eight people.

vi. An Owner using the Primitive Area during any hunting season (for hunting or non-hunting activities) shall notify the Ranch Manager of the Owner's impending use during the ten-day period preceding the use and again within one day following termination of the use. **Non-hunters should be particularly careful to notify the Ranch Manager to verify no hunters are using the Primitive Area.**

vii. Reservations for hunting or use of the Primitive Area and cabin usage shall, except for requests made during the month of October, be made on a first come first served basis and have priority over any subsequent requests of hunting, non-hunting or cabin usage during that hunting season except as noted above.

viii. No Owner may reserve more than one hunting season in a given hunting year of August through January unless no other Owner has requested the hunting season at issue; provided, however, no Owner may reserve more than ten (10) days of hunting during a single August through January hunting period.

ix. The Owner using a cabin shall assure that the cabin is in good, clean, sanitary and repair condition at the time of that Owner's departure at the end of the hunt. In the event the cabin is not left in such condition, the Association may, but is not required to, hire the necessary work done, and that Owner shall be responsible for payment of the costs as a Default Assessment under Section 11.7 of the CC&Rs. If any of the equipment or facilities of the cabins are in a state of disrepair, the Owner causing or noticing the same shall immediately notify the Ranch Manager.

j. Protection of Ranch. All persons using the Ranch for hunting or shooting activities shall exercise due care to prevent undue pollution, aesthetic impairment of hunting areas, damage to the Ranch or any Improvements, or the environment of the Ranch and surrounding areas. All Owners are encouraged to promptly notify the Ranch Manager or an officer of the Association of any observed trespasses in the Primitive Area or elsewhere on the Ranch. All Owners shall exercise due care to avoid activities which damage or degrade wildlife habitat on the Ranch.

k. Violations. In the event an Owner violates any of the provisions of this Rule 5.7, the Board shall, in its discretion, be entitled to impose such penalty upon that Owner as the Board deems just and reasonable under the circumstances, including without limitation (1) imposing a monetary assessment upon the offending Owner which shall be subject to Sections 11.7 and 11.8 of the CC&Rs, and (2) the prohibition of hunting by the Owner and his family members for one or more calendar years following the violation.