

BY-LAWS OF
LOS SERRANOS RANCH COMMUNITY ASSOCIATION

ARTICLE 1

NAME AND LOCATION

1.1 Name and Location. The name of the corporation is LOS SERRANOS RANCH COMMUNITY ASSOCIATION, hereinafter referred to as the "Association." The principal office of the Association shall be located at the Project or such other location as may be designated by the Board.

ARTICLE 2

DEFINITIONS

2.1 Definitions. The capitalized terms as used in these By-Laws shall, unless stated otherwise, have the same meanings as are set forth in that certain "Declaration of Covenants, Conditions and Restrictions, and Reservation of Easements for Los Serranos Ranch" recorded on _____, 1995, as Instrument No. _____, in the Official Records of San Bernardino County, California, and any amendments thereto. (Said Declaration of Covenants, Conditions and Restrictions, and Reservation of Easements, and any amendments thereto, shall hereinafter be referred to as the "Declaration.") All of the terms and provisions of the Declaration are hereby incorporated herein by reference.

ARTICLE 3

MEMBERSHIP AND VOTING RIGHTS

3.1 Membership. Every person or entity who or which is an Owner, as defined in the Declaration, shall be a Member of the Association. The foregoing is not intended to include persons or entities who hold an interest in any Lot in the Project merely as security for the performance of an obligation.

3.2 Classes of Membership. The Association shall have two (2) classes of voting membership, as follows:

Class A. Class A Members shall be all Owners, initially with the exception of the Declarant and any Merchant Builders, and shall be entitled to one (1) vote for each Lot owned. When more than one (1) person holds an interest in any Lot, all such persons shall be Members. The vote for such Lot shall be exercised as they among themselves determine, but in