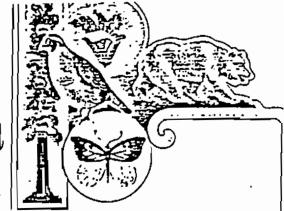


State of California

OFFICE OF THE SECRETARY OF STATE



I, MARCH FONG EU, Secretary of State of the State of California, hereby certify:

That the annexed transcript has been compared with the record on file in this office, of which it purports to be a copy, and that same is full, true and correct.



IN WITNESS WHEREOF, I execute this certificate and affix the Great Seal of the State of California this

APR 21 1977

March Force Eu

Secretory of State

ARTICLES OF INCORPORATION

OF

SANTA MARGARITA RANCHOS
PROPERTY OWNERS ASSOCIATION

ENDORSED
FILED
In the office of the Streetly of State
of the APR 2 1 1977

MARCH FORG TV. Secretary of State
College R. Petersen
Deputy

FIRST: The name of this Corporation shall be: SANTA MARGARITA RANCHOS PROPERTY OWNERS ASSOCIATION.

SECOND: The purposes for which this Corporation is formed are:

- (a) The specific and primary purposes are to maintain roads, adjoining slope easements, bridle paths and the architectural integrity within the real property area owned by the members.
- (b) The general purposes for which this Corporation is formed is for the efficient preservation of the value, desirability and attractiveness of the real property area owned by members.
- (c) This Corporation shall have and exercise all rights and powers conferred on Corporations under the laws of the State of California, provided, however, that this Corporation is not empowered to engage in any activity which in itself is not in furtherance of its purposes as set forth in sub paragraphs (a) and (b) of this Article Second.
- (d) No part of the net earnings, properties or assets of this Corporation shall enure to the benefit of any private member.

- (e) The Corporation may fix, establish or levy and collect from its members, dues, fees, charges and assessments and enforce any lien which may be provided to secure the payment thereof.
 - (f) The Corporation shall not:
- (1) Advocate the election or defeat of any candidate for public office.
- (2) Participate or intervene directly or indirectly in any political campaign.
- (3) Advocate the adoption or rejection of any legislation save incidentally, if such may affect its overall purposes.
- (4) Discriminate in its activities among individuals, organizations, institutions, firms, associations or corporations on the basis of sex, race, religion, region or country of national origin.
- (5) Encourage, support nor aid in any way individuals, corporations, organizations or institutions that discriminate in their activities on the basis of sex, race, religion, region or country of national origin.

THIRD: This Corporation is organized pursuant to the General Nonprofit Corporation Law of the State of California.

FOURTH: The commencement of this Corporation shall

be the day these Articles are filed and recorded, and this Corporation shall have perpetual existence under the laws of the State of California.

FIFTH: The County in the State where the principal office for the transaction of business of this Corporation is located is the County of Riverside, State of California.

SIXTH: The Corporation formed hereby shall have no capital stock and shall be composed of members rather than shareholders. All property owners of Parcels 1 through 157, inclusive, of Parcel Map 6835 in the County of Riverside, State of California, as per Map filed in Book 29, Pages 27 through 41, inclusive, of Parcel Maps, in the Office of the County Recorder of said County, which are subject to assessment pursuant to the Declaration of Covenants, Conditions and Restrictions, recorded on April 20, 1977, as Instrument Number 67779, Official Records of Riverside County, California, shall be voting members of this Association, so long as they are in good standing as set forth in the Bylaws.

SEVENTH: The affairs of the Corporation shall be conducted by a Board of Directors and such officers as the Directors and voting members may, from time to time, elect to appoint. The number of Directors shall be not less than five nor more than eight. The Directors shall be elected by the

members entitled to vote at the annual meeting of the Corporation to be held as set forth in the Declaration. Directors need not be voting members. They shall hold office for such terms and shall be elected in such manner as shall be designated in the Bylaws. Until the first meeting of the members and until their successors have been elected and have qualified, the following persons shall constitute the Board of Directors:

NAME	ADDRESS
JON A. LUNDIN	Post Office Box 755 Temecula, California 92390
WILLIAM X. HORTON III	Post Office Box 755 Temecula, California 92390
JEFFREY L. MINKLER	Post Office Box 755 Temecula, California 92390
RICHARD G. SIM	Post Office Box 755 Temecula, California 92390
RICHARD HALDERMAN	Post Office Box 755 Temecula, California 92390

The Bylaws of this Corporation may be adopted by the Board of Directors named in the Articles of Incorporation and may thereafter be amended or repealed by the means provided in the Bylaws.

In the event of the dissolution of the . HINIH: Corporation for any reason, the assets of the Corporation, after paying or adequately providing for the debts and obligations of the Corporation, shall be distributed to any appropriate public agency to be used for purposes similar to those for which the Association was created. In the event such distribution is refused acceptance, or upon the vote or written consent of a majority of the members of the Association, such assets shall be granted, conveyed and assigned to any non-profit corporation, association, trust or other organization organized and operated for similar purposes

STATE OF CALIFORNIA)
) ss
COUNTY OF RIVERSIDE)

On April 20, 1977 , before me, the undersigned, a Notary Public in and for said State, personally appeared JON A. LUNDIN, WILLIAM X. NORTON III, JEFFREY L. MINKLER, RICHARD G. SIM AND RICHARD HALDERMAN, known to me to be the persons whose names are subscribed to the within ARTICLES OF INCORPORATION of SANTA MARGARITA RANCHOS PROPERTY OWNERS ASSOCIATION and acknowledged to me that they executed the same.

WITNESS my hand and official seal.

OFFICIAL SEAL
DOPOTHY S. MEDLEY
HOTALT PUBLIC CALIFORNIA
FINITE PUBLIC CALIFORNIA
FINITE PUBLIC CALIFORNIA
FINITE PUBLIC CALIFORNIA
FINITE PUBLIC CALIFORNIA
MY Cappainslin Expites January 20, 1978

Notary Public in and for said State

Dorothy S. Nedley

TENTH: The Articles of Incorporation of this

Corporation can be amended by fifty-one percent (51%) of

the members. No amendments can be made without the approving

vote of at least fifty-one percent (51%) of the voting membership other than the subdivider. In the event any term or

provision of the Bylaws may conflict with these Articles of

Incorporation, then these Articles of Incorporation shall

govern.

IN WITNESS WHEREOF, we hereto affix our signatur	es
this 19th day of April, 1977.	<u></u> _
WILLIAM X. MORTON III	
JEFFREY I. MINKLER	Min
RICHARD G. SIM	<u>-`</u>
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