STATE OF SOUTH CAROLINA

COUNTY OF BEAUFORT

DECLARATION OF AMENDMENT TO THE BY-LAWS OF THE PALMETTO BEACH VILLAS HORIZONTAL PROPERTY REGIME I

THIS AGREEMENT made this 1st day of September, A.D., 1977, by THE BOARD OF ADMINISTRATORS OF PALMETTO BEACH VILLAS HORIZONTAL PROPERTY REGIME I, acting on behalf of The Council of Co-Owners of said Regime which is an unincorporated association existing and operating under the laws of South Carolina.

WITNESSETH:

WHEREAS, on or about the 25th day of September, 1972, Palmetto Dunes Resort, Inc., a Delaware Corporation, authorized to do business in the State of South Carolina, whose principal place of business is situated on Hilton Head Island, South Carolina, did execute and record a certain 'Master Deed for Horizontal Property Regime' (Hereinafter 'Master Deed') to the Palmetto Beach Villas Horizontal Property Regime I (1) (hereinafter 'Regime') pursuant to the provisions of the Horizontal Property Act of South Carolina, which Instrument was recorded in the Office of the Clerk of Court for Beaufort County, South Carolina in Deed Book 202 at Page 276; and

WHEREAS, the By-Laws of the Regime were attached to and made a part of said Master Deed as Exhibit "C", which By-Laws provided for the administration of the property constituting the Regime; and

WHEREAS, Article VII of the said By-Laws provides that the By-Laws may be amended upon approval of at least two-thirds (2/3) of the Council of Co-owners of the Regime;

WHEREAS, in its meeting held on January 21, 1977 the Beach Villas Horizontal Property Regime Council of Co-Owners initiated action to amend Article VI, Section 8 of said By-Laws as hereinafter set forth and in excess of two-thirds (2/3) of the Council of Co-owners authorized and directed the Board of Administrators to execute an Amendment to said By-Laws as hereinafter set forth.

NOW, THEREFORE, the Board of Administrators, acting on behalf of the Council of Co-owners as hereinabove recited, hereby amends the By-Laws of the said Regime by adding additional language to Article VI, Section 8 so that, as amended, the said Section shall read as follows:

Section 8. USE OF COMMON ELEMENTS. A Co-owner shall not place or cause to be placed in the passage, parking areas or roads, any furniture, packages or obstructions of any kind. Such areas shall be used for no other purposes than the normal transit through them and for normal vehicular parking. No boats, trailers, trucks, self-contained motor homes, or commercial vans of any type are allowed to remain parked in the Beach Villa Area.

Villas Horizontal Property Regime I, on behalf of the Council of Co-owners of said Regime, has caused this Instrument to be executed on the day and year, first above written. STATE OF SOUTH CAROLINA COUNTY OF BEAUFORT PERSONALLY appeared before me Mary J. Julseth and made oath he saw the within named La Junta W. Stovall , a member of the Board of Administrators of Palmetto Beach Villas Horizontal Property Regime I, sign, and made seal and as his act and deed deliver the within document for the uses and purposes witnessed the Cary S. Griffin therein stated, and that She with execution thereof. SWORN to before me this 30th day of January 1918. Notary Public for South Carolina My Commission Expires: April 22, 1985 STATE OF South Caraline COUNTY OF Richland PERSONALLY appeared before me oath he saw the within named 1/0 & & Bern & , a member of the Board of Administrators of Palmetto Beach Villas Horizontal Property Regime I, sign, seal and as his act and deed deliver the within document for the uses and purposes therein stated, and that he with Lemand R Joulan. witnesse witnessed the execution thereof. SWORN to before me this 25 day of September; 1973. Notary Public for South My Commission Expires:

IN WITNESS WHEREOF, the Board of Administrators for the Palmetto Beach

STATE OF SOUTH CAROLINA COUNTY OF BEAUFORT PERSONALLY appeared before me Mary J. Julseth and made oath he saw the within named Billie N. Lariscy , a member the Board of Administrators of Palmetto Beach Villas Horizontal Property Regime I, a member of sign, seal and as his act and deed deliver the within document for the uses and purposes therein stated, and that she with Cary S. Griffin the execution thereof. SWORN to before me this 30th day of Japuany 1978 Notary Public for, South Carolina My Commission Expires: April 22, 1985 SOUTH CAROLINA STATE OF COUNTY OF BEAUFORT PERSONALLY appeared before me Mary J. Julseth and made oath he saw the within named S. D. Mohn , a member the Board of Administrators of Palmetto Beach Villas Horizontal Property Regime I, oath he saw the within named a member of sign, seal and as his act and deed deliver the within document for the uses and purposes therein stated, and that she with Cary S. Griffin witnessed the execution thereof. SWORN to before me this 30 day of SJanuarys, 1978 Notary Public for South Carolina My Commission Expires: April 22 STATE OF SOUTH CAROLINA COUNTY OF BEAUFORT PERSONALLY appeared before me Mary J. Julseth and made oath he saw the within named Ronald E. Johnson , a member the Board of Administrators of Palmetto Beach Villas Horizontal Property Regime I, a member of sign, seal and as his act and deed deliver the within document for the uses and purposes therein stated, and that she with_ Cary S. Griffin witnessed the execution thereof. SWORN to before me this 30th day of January 1978. S BMil BEAUFORT RECORDED FILED COUNTY IN : Notary Public for South Carolina My Commission Expires: April 22, S. C. 9:35 O'CLOCK PAGE FEB 15 1979

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