

- (1) Investing or speculating with Partnership funds in other than an insured savings account.
- (2) Hiring or setting salaries for permanent employees.
- (3) Borrowing money or making any individual purchases in an amount exceeding one hundred dollars (\$100.00).
- (4) Admitting new partners to the firm.
- (5) Bringing of law suits or taking legal action against any third party on behalf of the partnership.

In the event of an emergency requiring an expenditure of more than one hundred dollars (\$100.00) for maintenance or repairs and one or more of the partners is unavailable, the available partner or partners may authorize the expenditure.

8. WITHDRAWAL OF EQUITY

No partner may withdraw funds from the Partnership and reduce his Capital Account except as provided for under section 9, Disbursements to Partners unless mutual agreement is reached with the other Partners to reduce his percentage of ownership.

9. DISBURSEMENTS TO PARTNERS

It is anticipated that a reserve of cash will be maintained in a bank checking and/or savings account. Periodically, as cash exceeds the agreed upon reserve amount, disbursements will be made to the partners.

Each partner shall share in any disbursement in proportion to his percent ownership. For example, if a Partner owns 30%, he shall receive 30% of all disbursements paid.

10. LOSSES AND DEFICITS

In the event that losses or deficits occur and additional Capital is required to maintain operation, each partner shall be assessed a pro-rata share of the total additional Capital required according to his current percent ownership.

Any partner defaulting in paying in his share of the additional Capital within thirty (30) days agrees that his percent ownership shall be reduced to reflect his Capital Account as a percent of the new total of all Capital Accounts.