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cannot exceed one (1) year, renewable by agreement for successive one-year periods.

E. Notice. Notice for any purpose may be given by the Association to residence owners and the residence owners to the Association in the manner provided in the By-Laws for notice of meetings to member of the Association.

XI. INSURANCE. Insurance (other than title insurance) which shall be carried upon the common areas and facilities and the residences shall be covered by the provisions set out in Appendix One, which is attached as part of this Declaration. Some of these provisions are summarized as follows:

A. The Association will carry at the common expense of the residence owners the following policies.

1. Fire and extended coverage on the residences (but not contents) and common facilities for the benefit of the residence owners and their mortgagees in an amount not less than the full insurable value thereof with such deductible amounts as the Board of Directors may determine which amount of coverage shall be adjusted by reappraisal or revaluation of the insured property not less frequently than once every three years. In the event 50% or more of a building(s) is destroyed by fire or other casualty, and due to zoning regulations said building(s) may not be reconstructed as part of the Condominium, the Association agrees that adequate fire and extended coverage insurance shall be maintained so as to pay the insurance trustee for the benefit of each unit owner or his lien creditors, as their interest may appear in his unit located in said destroyed building, an amount not less than the cost of his unit plus improvement package cost and closing cost at the time of purchase. Should this occur and upon payment in full of said insurance proceeds, the said unit owner shall have no further interest in or obligation to Paris Ridge Horizontal Property Regime. His pro rata interest in the Condominium shall then be added to the interest of the remaining unit owners on a pro rata basis.

2. Liability coverage covering the common areas and facilities for the benefit of the Association in amounts of not less than \$300,000 for injuries to each person, \$300,000.00 for each occurrence, and \$300,000 for damage to property.

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