

(d) Upon filing such Supplementary Declaration, the owner or owners of such property shall become members of The Association and such owners, and their successors in title, shall thereby acquire with respect to such property the rights and privileges granted herein to members of The Association and such property shall be subject to and protected by the terms and provisions of this Declaration.

(e) Pursuant to a merger or consolidation of The Association pursuant to the laws of South Carolina, the Association's properties, rights and obligations may be transferred to a nonprofit corporation, or other entity or the properties, rights and obligations of another nonprofit entity may be transferred to The Association. The surviving or consolidated entity may administer the covenants and restrictions applicable to the existing property and such other properties as may be subjected to this Declaration pursuant to the provisions of subparagraphs (a), (b) and (c) of this Section, together with the covenants and restrictions which either the merging entity, or entities, or the surviving or consolidated entity was, or were, otherwise entitled to administer; provided, however, that no such merger or consolidation shall effect any revocation, change or addition to the covenants and restrictions made applicable by this Declaration to the existing property.

ARTICLE III

MEMBERSHIP AND VOTING RIGHTS

Section 1. MEMBERSHIP. Every person who is a record owner of a fee or undivided interest in any lot subject to this Declaration shall automatically be a member of The Association; provided, however, that any such person who holds such interest merely as security for an obligation shall not be a member.

Section 2. VOTING RIGHTS. The Association shall have two classes of membership: Class A and Class B.

(a) Class A. Class A members shall be all those persons holding an interest required for membership as specified in Section 1 of this Article III with the exception of the Developer. Class A membership shall be a nonvoting membership except on such matters and in such events as are hereinafter specified. Class A members shall be entitled to full voting privileges (1) at such times as the Class B member or members no longer own primarily for the purpose of sale ninety (90%) percent of the lots then subject to this Declaration, (2) at such time as the Class B member or members may so designate by notice in writing delivered to The Association, or (3) on December 31, 1986, whichever event shall first occur. Before the earlier