

(b) Each Member shall reimburse the Association for any expenditures incurred in repairing or replacing any portion of the Association Property which are damaged through the fault of such Member or his family, guests, tenants or invitees. Such expenditures include all court costs and reasonable attorneys' fees incurred in enforcing any provision of the Restrictions.

ARTICLE VII

7. Amendments to Bylaws.

These Bylaws may be amended by the vote or written consent of Members representing at least (a) a majority of the voting power of each class of the Members, and (b) a majority of the Association's voting power residing in Members other than Declarant and Merchant Builders; provided that the specified percentage of each class of Members necessary to amend a specific Section or provision of these Bylaws may not be less than the percentage of affirmative votes prescribed for action to be taken under that Section or provision. Notwithstanding the foregoing, these Bylaws may be amended by a majority of the entire Board, at any time prior to the Close of Escrow for the sale of the first Lot. In addition to the foregoing, any amendment to these Bylaws which materially affects matters delineated in Article XI or Section 13.5 of the Declaration must be approved by the Beneficiaries of that percentage of first Mortgages on the Lots which is specified in the affected provision of Article XI or Section 13.5 of the Declaration, respective; provided that, if an amendment to these Bylaws materially affects matters delineated in both Article XI and Section 13.5 of the Declaration or purports to amend this sentence, the amendment must be approved pursuant to the requirements of both said Article XI and Section 13.5. Notwithstanding any other provision hereof, if the VA or FHA have issued a "project approval" for the Initial Closing Phase (i.e., has agreed to guarantee or insure loans secured by mortgages on Lots located in such Phase), so long as there are Class B Members, any amendment of these Bylaws shall be submitted to and approved by the VA and FHA, as applicable, prior to submission thereof to the Members for their approval.

ARTICLE VIII

8. Mortgagees.

8.1 Notice of Association.

Upon the Association's request, a Member who mortgages his Lot shall notify the Association through the Manager, or through the Secretary if there is no manager, of the name and address of his Mortgagee. The Association shall maintain such information in a book entitled "Mortgagees of Lots". Upon request, any such Member shall notify the Association of the release or discharge of any such Mortgage.

8.2 Notice of Unpaid Assessments.

The Board shall, at the request of a Mortgagee, report any unpaid assessments due from the Owner of such Lot, in accordance with the Declaration.