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EXHIBIT D

BYLAWS
OF
14 CONSULTANT PLACE OWNERS ASSOCIATION, INC.

a non-profit Corporation
organized under the Laws of the
State of North Carolina

ARTICLE I.

Identity

These are the Bylaws of 14 CONSULTANT PLACE OWNERS ASSOCIATION, INC., a North Carolina nonprofit corporation (the "Association"), the Articles of Incorporation (the "Articles") of which have been filed in the office of the North Carolina Secretary of State.

For purposes of these Bylaws, terms specifically defined in the Declaration of 14 CONSULTANT PLACE OWNERS ASSOCIATION, INC. (the "Declaration") shall have the same meaning herein.

ARTICLE II.

Qualifications and Responsibilities
of Members

2.1. Members. Each Unit Owner shall be a member of the Association, and shall remain a member until such Unit Owner ceases to be a Unit Owner.

2.2. More Than One Owner. When there is more than one Unit Owner of a Unit, all such persons shall be members of the Association.

2.3. Registration. It shall be the duty of each Unit Owner to register his name and the number of his Unit with the Secretary of the Association. If a Unit Owner does not so register, the Association shall be under no obligation to recognize his membership.

2.4. Prohibition of Assignment. The interest of a member in the Association's assets cannot be transferred or encumbered except as an appurtenance to his Unit.

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ARTICLE III.

Members' Meetings and Voting

3.1. Place. Meetings of the members shall be held at the registered office of the Association, or such other place within Durham County, North Carolina as may be designated from time to time by the Board.

3.2. Annual Meeting. The members shall meet at least once each year as specified in the notice of such meeting given pursuant to Section 3.4. At each annual meeting the members shall elect members of the Executive Board ("Directors") and may transact any other business properly coming before them.

3.3. Special Meetings. Special meetings of the members may be called at any time by the President or by the Executive Board, and shall be called and held within thirty (30) days after written request therefor signed by members of the Association entitled to cast at least twenty percent (20%) of the total votes in the Association is delivered to any officer or Director of the Association. No business shall be transacted at a special meeting except that which is stated in the notice thereof.

3.4. Notices. Notice of all meetings of the members, stating the time and place and accompanied by a complete agenda, shall be given by the President or Secretary to each member. The notice shall be in writing, and shall be hand delivered or sent by United States mail to the members at the addresses of their respective Units and to other addresses as any member may have designated in writing to the President or Secretary, not less than ten (10) nor more than fifty (50) days in advance of any meeting. If applicable, the notice shall also state the general nature of any proposed amendment to the Declaration or these Bylaws, any budget changes, and any proposal to remove a Director or officer.

3.5. Quorum; Adjournment if no Quorum. A quorum shall consist of members present, in person or by proxy, entitled to cast at least twenty percent (20%) of the total votes in the Association. If a quorum is not present, the meeting shall be adjourned from time to time until a quorum is present.

3.6. Votes; Association Shall Not Vote. The total votes in the Association are allocated to Units by the Declaration. The votes allocated to a Unit may be cast by the Unit Owner of that Unit. When there is more than one Unit Owner of a Unit, the votes for that Unit shall be cast as they shall determine. The votes allocated to a Unit shall not be split in accordance with the provisions of the Declaration. When there is more than one Unit Owner of a Unit and only one of the multiple Unit Owners is present at a meeting of the Association, he shall be entitled to cast all the votes allocated to that Unit. If more than one of the multiple Unit Owners is present, the votes allocated to that Unit shall be cast in accordance with the agreement of a majority in interest of the multiple Unit Owners. Majority agreement is conclusively presumed if any one of the multiple Unit Owners casts the votes allocated to that Unit without protest being made

promptly by any of the other Owners of the Unit to the person presiding over the meeting. The Association shall not be entitled to cast the votes allocated to any Unit owned by it.

3.7. Manner of Casting Votes. Votes may be cast in person or by proxy. A proxy must be in writing, be dated, be signed by all Unit Owners of the Unit the votes of which are subject to the proxy, be given only to another member, and be filed with the Secretary before the meeting. A proxy may not be revoked except by written notice of revocation signed by all Unit Owners signing the proxy to be revoked, which notice must be delivered to the person presiding over a meeting of the Association. A proxy terminates one year after its date, unless an earlier termination is specified in the proxy.

3.8. Required Votes. All questions shall be decided by a majority of the votes cast on the question, unless the provisions of applicable law, the Articles, the Declaration or these Bylaws require a greater vote.

3.9. Action by Members Without Meeting. Any action that may be taken at a meeting of the members may be taken without a meeting if such action is authorized in a writing setting forth the action taken and is signed by all members, or if such action is taken in any other manner permitted by law.

3.10. Prohibition of Cumulative Voting. There shall be no cumulative voting.

ARTICLE IV.

Directors

4.1. First Executive Board. Following the termination of the Declarant Control Period the affairs of the Association shall be managed by the first Executive Board which shall consist of three (3) persons whose names are set forth in the Articles, and successors to any thereof elected by the members.

4.2. Number and Qualifications of Directors. Following the termination of the Declarant Control Period the affairs of the Association shall be managed by an Executive Board which shall consist of no less than three (3) nor more than seven (7) natural persons, as determined at any annual meeting by the members. Each Director shall be a Unit Owner or the individual nominee of a Unit Owner which is other than a natural person.

4.3. Election of Directors. At the first annual meeting of the members, and at each subsequent annual meeting, the members shall elect the Directors by a majority of the votes cast.

4.4. Term. The terms of the Directors shall be staggered so that at least one (1) but not more than three (3) Directors are elected at any one meeting and so that no Director's term is less than one (1) year nor more than three (3) years. The Directors shall establish rules to implement

the provisions of this section. Once elected, a Director shall hold office until his successor has been duly elected and has qualified.

4.5. Removal. Until the end of the Declarant Control Period, but in no event for a period of less than three (3) years from the effective date hereof, any director may be removed from the Board with or without cause, by Declarant. After the termination of the Declarant Control Period, but in no event earlier than one (1) year from the effective date hereof, any Director may be removed, with or without cause, by a vote of the Unit Owners entitled to cast at least sixty-seven percent (67%) of the votes of all persons present and entitled to vote at any meeting of the Unit Owners at which a quorum is present, and a successor may then be elected by the members to serve for the balance of the removed Director's term.

4.6 Vacancies. Any vacancy in the Executive Board arising by death or resignation of a Director shall be filled by act of the remaining Directors, whether or not constituting a quorum, and a Director so elected shall serve for the unexpired term of his predecessor in office.

4.7. Regular Meetings. Regular meetings of the Executive Board may be held at such time and place as shall be determined by a majority of the Directors. Notice of regular meetings shall be given to each Director, personally or by mail, telephone, or other appropriate means, at least seventy-two (72) hours prior to the meeting.

4.8. Special Meetings. Special meetings of the Executive Board may be called by the President and shall be called by the President or the Secretary and held within ten (10) days after written request therefor signed by two (2) Directors is delivered to any other Director, the President or the Secretary. Not less than seventy-two (72) hours' notice of such special meeting shall be given personally or by mail, telephone, or other appropriate means to each Director; provided that in case the President or any Director determines that an emergency exists, a special meeting may be called by giving such notice as is possible under the circumstances. All notices of a special meeting shall state the time, place and purpose thereof. No business shall be transacted at a special meeting except that which is stated in the notice thereof.

4.9. Quorum; Adjournment if No Quorum. A majority of the Executive Board shall constitute a quorum for the transaction of business at any meeting of the Executive Board. If a quorum is not present, the meeting shall be adjourned from time to time until a quorum is present. The signing by a Director of the minutes of a meeting shall be conclusive proof of his attendance at that meeting for the purpose of determining a quorum.

4.10. Manner of Acting. Each Director shall be entitled to one (1) vote. The act of a majority of the Directors present at a meeting shall constitute the act of the Executive Board unless the act of a greater number is required by the provisions of applicable law, the Declaration or these Bylaws.

4.11. Executive Board Action Without Meeting. Any action that may be taken at a meeting of the Executive Board may be taken without a meeting if such action is authorized in a writing, setting forth the action taken, signed by all Directors.

4.12 Compensation of Directors Restricted. Directors shall receive no compensation for their services, but may be paid for out-of-pocket expenses incurred in the performance of their duties as Directors.

4.13. Powers and Duties of Executive Board. All of the powers and duties of the Association shall be exercised by the Executive Board, including those existing under the common law, applicable statutes, the Act, the Declaration, the Articles, and these Bylaws, as each may from time to time be amended. Such powers and duties shall be exercised in accordance with the provisions of applicable law, the Declaration, the Articles, and these Bylaws, and shall include, but not be limited to, the following:

(a) To prepare and provide to members an annual report containing at least the following:

(i) A statement of any capital expenditures in excess of fifty percent (50%) of the current budgeted amount for such expenditure or Ten Thousand (\$10,000) Dollars, whichever is greater, anticipated by the Association during the current year or next succeeding two (2) fiscal years.

(ii) A statement of the status and amount of any reserve or replacement fund and any portion of the fund designated for any specified project by the Executive Board.

(iii) A statement of the financial condition of the Association for the last fiscal year including, without limitation, a balance sheet and a statement of receipts and expenditures.

(iv) A statement of the status of any pending suits or judgments in which the Association is a party.

(v) A statement of the insurance coverage provided by the Association.

(vi) A statement of any past due and unpaid assessments payable to the Association, identifying the Unit and the amount of the unpaid assessment.

(b) To adopt and amend budgets and to determine, and collect, assessments to pay the Common Expenses.

(c) To regulate the use of, and to maintain, repair, replace, modify and improve the Common Elements.

(d) To adopt and amend rules and regulations and to establish reasonable penalties for violations.

(e) To enforce the provisions of the Declaration, the Articles, these Bylaws, the Act, and rules and regulations by all legal means.

(f) To hire and terminate managing agents and to delegate to such agents such powers and duties as the Executive Board shall determine, except such as are specifically required by the Declaration, the Articles, these Bylaws, or the Act, to be done by the Executive Board or the members.

(g) To hire and terminate agents and independent contractors.

(h) To institute, defend, intervene in, or settle any litigation or administrative proceedings in its own name on behalf of itself or two (2) or more Unit Owners on matters affecting the Condominium, the Common Elements, or more than one Unit.

(i) To establish from time to time reserve accounts for any purpose.

(j) To buy Units in foreclosure of a lien for assessments, or at any other time or for any other reason, and to sell, lease, mortgage, and otherwise deal in Units from time to time owned by the Association.

(k) To impose and receive payments, fees and charges for the use, rental or operation of the Common Elements other than the Limited Common Elements, except for elevators, stairways, hallways and other portions of the Common Elements which provide access to the Units.

(l) To grant leases, licenses, concessions and easements through and over the Common Elements.

(m) To impose and collect reasonable charges, including reasonable costs and attorneys' fees, for the evaluation, preparation and recordation of amendments to the Declaration, resale statements required by Section 47C-4-109 of the Act, or statements of unpaid assessments.

(n) To provide for indemnification of the Association's officers and Directors and maintain Officers' and Directors' liability insurance, and to maintain such property and liability insurance and fidelity bonds as it shall deem advisable from time to time, and in any event in amounts sufficient to satisfy requirements of FNMA or its successors.

(o) To impose charges for late payment of assessments and, after notice and an opportunity to be heard, levy reasonable fines for violations of the Declaration, these Bylaws, or the rules and regulations, all as provided in Section 47C-3-107.1 of the Act.

4.14. Right of Declarant to Representation on Board of Directors of the Association: During the Declarant Control Period, but in no event for a period of less than three (3) years from the effective date hereof, Declarant shall have the right to appoint directors of the Association. Declarant shall have the right to remove any person or persons selected by it to act and serve on said Board of Directors and replace such person or persons with another person or other persons to act and serve in the place of any director or directors so removed. Any director designated and selected by Declarant serving on the Board of Directors of the Association shall not be required to disqualify himself from any vote upon any contract or matter between Declarant and the Association where Declarant may have pecuniary interest or other interest.

ARTICLE V.

Officers

5.1. Designation of Officers. The officers of this Association shall be a President, a Vice President, a Secretary, and a Treasurer. Each officer shall be a Unit Owner or the individual nominee of a Unit Owner which is other than a natural person. A person may hold one or more of such offices at one time, except that the President and the Vice President shall not at the same time hold another office in the Association. The Executive Board may elect an assistant treasurer, an assistant secretary and such other officers as in its judgment may be necessary.

5.2. Election of Officers. Officers of the Association shall be elected by the Executive Board. Election shall be held annually at the first meeting of the Executive Board held after the annual meeting of the members, except that the first Executive Board shall elect officers as soon as practicable after filing of the Declaration.

5.3. Term. Each officer shall serve until his successor has been duly elected and has qualified.

5.4. Removal. Any officer may be removed, with or without cause, and without notice, by the Executive Board.

5.5. Vacancy. Any vacancy in any office shall be filled by the Executive Board, and an officer elected to fill a vacancy shall serve for the unexpired term of his predecessor in office.

5.6. Powers and Duties of Officers.

(a) President. The President shall be the chief executive officer of the Association; shall have all of the powers and duties incident to the office of a president of a corporation, including, but not limited to, the duty to preside at all meetings of the Executive Board and of the members, and the general supervision of officers in the management of the business and affairs of the Association; and shall see that all actions and resolutions of the Executive Board are carried into effect.

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(b) Vice President. The Vice President shall perform such duties of the President as shall be assigned to him by the President, and in the absence of the President shall perform the duties and functions of the President.

(c) Secretary. The Secretary shall keep the minutes of all meetings and actions of the Executive Board and of the members; shall give all required notices to the Directors and members; shall keep the records of the Association, except those kept by the Treasurer; shall perform all other duties incident to the office of a secretary of a corporation; and shall perform such other duties required by the Executive Board or the President.

(d) Treasurer. The Treasurer shall have custody of all intangible property of the Association, including funds, securities, and evidences of indebtedness; shall keep the books of the Association in accordance with generally accepted accounting principles, and, upon request, shall submit them, together with all vouchers, receipts, records, and other papers to the Executive Board for examination and approval; shall deposit all moneys and other valuable effects in insured depositories designated by the Executive Board; shall disburse funds of the Association as directed by the Executive Board; and shall perform all other duties incident to the office of a treasurer of a corporation.

5.7. Execution of Agreements, etc. All agreements, deeds, mortgages, deeds of trust, contracts or other instruments shall be executed by the President or the Vice President, and attested by the Secretary or Assistant Secretary. The Secretary shall prepare, certify and record amendments to the Declaration on behalf of the Association, which amendments shall be executed in accordance with the foregoing provision.

5.8. Compensation of Officers Restricted. No officer shall be compensated for his services in such capacity, but may be reimbursed for out-of-pocket expenses incurred in performing his duties.

5.9. Books and Records. The books and records of the Association shall be available for inspection by any Owner or its mortgagee upon reasonable prior notice.

ARTICLE VI.

Indemnification of Directors and Officers

The Association shall indemnify such persons, for such expenses and liabilities, in such manner, under such circumstances, and to such extent, as permitted by Sections 55A-17.1, -17.2, and -17.3 of the North Carolina General Statutes, as now enacted or hereafter amended.

ARTICLE VII.

Fiscal Management

7.1. Depository. The Executive Board shall designate an insured depository for the funds of the Association, and may change such depository to another insured depository. Withdrawal of funds from such depository shall be only by checks signed by any two (2) officers of the Association, or any other persons authorized by the Executive Board.

7.2. Fidelity Bonds. Fidelity bonds shall be maintained by the Association, in an amount determined by the Executive Board, covering each Director and officer of the Association, any employee or agent of the Association, and any other person handling or responsible for handling funds of the Association.

7.3. Payment Vouchers. Payment vouchers shall be approved by the Executive Board, provided that the Executive Board may delegate such authority to any officer or managing agent of the Association.

7.4. Annual Audit. In the Executive Board's discretion, an audit of the accounts of the Association may be made annually by an independent certified public accountant, and a copy of the report shall be furnished to each member not later than March 31 of the year following the year for which the report is made.

7.5. Fiscal Year. The fiscal year of the Association shall be the calendar year ending on December 31.

ARTICLE VIII.

Assessments

8.1. Obligation of Members to Pay Assessments; Amount of Levy. Until the Association levies a Common Expense assessment, Declarant shall pay all accrued expenses of the Condominium. Thereafter, each Unit Owner shall be personally and severally liable for the Common Expenses that are levied against his Unit while a Unit Owner. Each Unit shall be assessed in accordance with that Unit's percentage of Common Expenses as allocated by the Declaration, as amended.

8.2. Allocation of Common Surplus. Any common surplus, including funds in reserve accounts, may be allocated to each Unit in accordance with its percentage of Common Expenses, and, if allocated, shall be owned by the Unit Owner of that Unit, and, if allocated, may be paid to the Unit Owner or credited against that Unit's share of Common Expenses subsequently assessed.

8.3. Preparation of Budget and Levying of Assessment. For each fiscal year, beginning with the fiscal year beginning 6/25/99, the Executive Board shall prepare and adopt a proposed budget, including therein estimates of the amount necessary to pay the Common Expenses, together with amounts considered necessary by the Executive Board for reserves. Within thirty (30) days after adoption of each such proposed budget, the Executive Board shall provide each member with a copy, and shall give each member notice of the assessment made against that member's Unit based upon such budget and of the interest to be charged on delinquent payments. Within thirty (30) days after the adoption of the proposed budget, the Executive Board shall set a date for a meeting of the members to consider ratification of the proposed budget, which date shall be not less than fourteen (14) days nor more than thirty (30) days after providing the proposed budget to the members. No quorum for the meeting of members for the purposes of consideration of ratification of the proposed budget shall be imposed or required. The budget is ratified unless a majority of all members rejects the budget, in which event the last ratified budget shall continue in effect until such time as the members ratify a subsequent budget proposed by the Executive Board. The assessment shall be deemed levied upon the ratification of the budget.

8.4. Lien For Assessments. Any assessment which remains unpaid for a period of thirty (30) days or longer shall constitute a lien on that Unit when filed of record in the Office of the Clerk of Superior Court of the county in which the Unit is located, and such lien may be foreclosed, all as provided in Section 47C-3-116 of the North Carolina General Statutes. Such lien shall be prior to all other liens and encumbrances on the Unit except (i) liens and encumbrances (specifically including, but not limited to, a mortgage or deed of trust on the Unit) recorded before the docketing of the lien for assessments in the Office of the Clerk of Superior Court, and (ii) liens for real estate taxes and other governmental assessments or charges against the Unit.

8.5. Payment of Assessments. Assessments shall be payable when notice thereof is given, but shall not be delinquent if paid at the times and in the amounts specified by the Executive Board in the notice of assessment. Except for special assessments, 1/12th of the assessment shall be paid on or before the first day of each month of the fiscal year of the Association. Payments shall be made to the Association, or as the Executive Board may from time to time otherwise direct.

8.6. Funds and Reserves. All sums collected by the Association from assessments shall be accounted for as follows:

(a) Reserve Fund for Repairs and Replacements. To this fund shall be credited all sums collected for the purpose of effecting repairs and replacements of structural elements and mechanical equipment, and other Common Elements, of the Condominium.

(b) General Operating Reserve Fund. To this fund shall be credited all sums collected to provide a reserve for purposes of providing a measure of financial stability

during period of special stress, and may be used to meet deficiencies from time to time as a result of delinquent payments of assessments and other contingencies.

(c) Maintenance Fund. To this fund shall be credited collections of assessments for all Common Expenses for the current year as well as common profits and surplus from the previous year, and not to be credited to either of the above reserve funds.

(d) Working Capital Fund. All funds, if any, received by the Association for the initial working capital fund of the Association, to defray unforeseen expenses and/or the cost of additional equipment or services deemed necessary or desirable by the Board, shall be maintained in and segregated in this fund for the use and benefit of the Association.

The above funds shall be established by the Executive Board and shall be funded by regular installments rather than by extraordinary special assessments. The reserve funds described above shall be maintained in such amounts as deemed necessary or desirable by the Executive Board. To the extent maintained, funds therein shall be held in such accounts, and with such insured depositories, as the Executive Board, in its discretion, selects.

8.7. Special Assessments. In addition to the assessments levied pursuant to Section 8.3, the Executive Board, in its discretion, and subject to the requirements of Article IX of the Declaration, may levy special assessments at such other and additional times as in its judgment are required for:

(a) Maintenance, repair, restoration and reconstruction of the Common Elements, and operation of the Condominium.

(b) Alterations, improvements, and additions to the Common Elements; provided, however, that any such special assessment involving an expenditure in excess of one thousand Dollars (\$ 1,000.00) shall be first approved by the members entitled to cast at least 67% percent () of the total votes in the Association at a regular or special meeting of the Association.

(c) Payment of costs and expenses incurred in curing defaults pursuant to Sections 9.1 and 9.3 hereof. Special assessments made pursuant to this Section shall be a Common Expense, shall be deemed levied upon notice thereof being given to the members subject to such special assessment, and shall be payable as determined by the Board and as set out in such notice.

8.8. Common Expenses Associated With Limited Common Elements Or Benefiting Less Than All Units.

(a) Any Common Expense associated with the maintenance, repair, or replacement of a Limited Common Element shall be assessed against the Unit, or in equal

shares to the Units, to which such Limited Common Element was allocated at the time the expense was incurred.

(b) In addition, the Association may assess any item of Common Expenses benefiting less than all of the Units against the Units benefited in the proportion that their Common Expense liabilities bear to each other.

8.9. Failure To Prepare Budget And Levy Annual Assessment; Deficiencies in Procedure. The failure or delay of the Executive Board in preparing any proposed budget, or the failure of the Unit Owners to ratify any proposed budget shall not constitute a waiver or release of the members' obligation to pay assessments whenever the same shall be determined and levied by due action. Until a new assessment is levied pursuant to Section 8.3, each member shall continue to pay the existing assessment in the same amount and at the same periodic times as levied. Non-material deficiencies or inadequacies in the procedure followed by the Executive Board in levying an assessment shall not in any way affect its validity or the obligation of members to pay such assessment.

8.10. Assessment Roll; Certificate. All assessments shall be set forth upon a roll of the Units, which shall be available in the office of the Association for inspection at all reasonable times by members and Security Holders, and their duly authorized representatives. Such roll shall include, for each Unit, the name and address of the member or members, all assessments levied, and the amount of all assessments unpaid. The Association, upon written request, shall furnish to any such party a recordable statement setting forth the amount of unpaid assessments currently levied against his Unit. The statement shall be furnished within 7 business days after receipt of the request and shall be binding upon the Association and all Unit Owners. A reasonable fee may be charged by the Board for such statement.

8.11. Interest on Delinquent Assessments. Assessments paid before they become delinquent shall not bear interest, but all delinquent sums shall bear interest at the rate set forth in the notice levying the assessment, not exceeding the rate of interest allowed by the Act, from the date delinquent until paid. If no interest rate is set forth in such notice, such interest rate shall be the maximum allowed by the Act. All payments upon account shall be applied first to interest and then to the assessment, or installment thereof, longest delinquent. All such interest shall have the same priority as the assessment on which such interest accrues.

8.12. Common Expenses. Common Expenses shall mean and include all sums declared Common Expenses by the Act, or by any specific provision of these Bylaws or the Declaration, and shall include, without limitation, the following: real estate taxes and other governmental assessments or charges against the Property until the Units are separately assessed; premiums for any and all insurance maintained by the Association, including any deductible or coinsurance amount not covered by insurance; utility charges not charged directly to Unit Owners; legal and accounting fees; costs and expenses incurred in connection with any litigation or administrative proceeding pursuant to Section 4.13(h) hereof; deficits remaining from any prior assessment period; the cost, including fees and interest, incurred in connection with any borrowing done by the Association; the cost of all fidelity bonds; costs imposed upon the Association or any part of

the Common Elements or the Property by, or incurred by the Association as a result of the performance, enforcement or amendment of, any agreement or easement to which the Association is a party or to which the Common Elements or Property, or any part of either thereof, is or may be subject; amounts determined necessary for reserve funds; and indemnity payments made by the Association pursuant to Article VI hereof.

ARTICLE IX.

Compliance, Enforcement, Fines and Penalties

9.1. Default and Remedies. A default in or failure to comply with any of the terms, conditions, obligations, and provisions of the Act, the Declaration, these Bylaws, the Articles, or the rules and regulations, as the same may be amended from time to time, by the Declarant of the Condominium or any other person or entity subject to the Act, shall give to any person or entity adversely affected by such default or failure a claim for appropriate relief.

9.2. Notice of Default and Failure to Cure. In the event of any default or failure by a Unit Owner, the Executive Board shall serve upon or mail to the defaulting Unit Owner, and to each First Mortgagee of that Unit Owner's Unit when required under Sections 16 and 21 of the Declaration, a written notice specifying the nature of the default, the cure thereof, and the time within which the cure shall be effected. Within the time limit specified in the notice, the defaulting Unit Owner may cure the default specified, or serve upon or mail a written notice to the Executive Board requesting a hearing before an adjudicatory panel. If a hearing is so requested, the Executive Board shall thereafter serve upon or mail to the defaulting Unit Owner, and to each such First Mortgagee which was entitled to notice of the default as above provided, a notice specifying the time and place for such hearing. At the hearing, the adjudicatory panel shall take such evidence and hear such testimony as it deems necessary or desirable. The adjudicatory panel shall not exercise any remedies to obtain relief from the default until the hearing is over and the adjudicatory panel has made its determination and served upon or mailed the same to the defaulting Unit Owner and each such First Mortgagee. The hearing may be continued from time to time as determined by the adjudicatory panel. Upon taking such evidence and hearing such testimony, the adjudicatory panel, at the hearing or at such later time shall determine, in writing, and at its sole option, to waive the default in whole or in part, to extend the time within which the default may be cured, or to proceed immediately to levy a fine or penalty, or to exercise any one or more of the remedies available to the adjudicatory panel due to such default. The adjudicatory panel shall serve upon or mail to the defaulting Unit Owner, and to each such First Mortgagee which was entitled to notice of the default as above provided, a copy of its determination. If the defaulting Unit Owner (i) does not cure the default or request a hearing within the time limit specified in the original notice of default given pursuant to this Section, or (ii) so requests a hearing, but fails to cure the default (to the extent not waived by the adjudicatory panel) within the extended time, if any, granted by the adjudicatory panel after hearing, then the adjudicatory panel shall serve upon or mail to the defaulting member, and to each such First Mortgagee which was entitled to notice of the default as above provided, a

written notice of such member's failure to effect a cure, and the adjudicatory panel may then proceed to take such action as it deems necessary to obtain relief.

9.3. Remedy of Abatement in Addition to Other Remedies. In the event a member fails to effect the cure specified by the Board within the time period set out in (i) or (ii) of Section 9.2, whichever is applicable, and where the default is a structure, thing, or condition existing in or on the premises of the member's Unit, the Board, or its duly authorized representative, shall have the right to enter upon the premises of the member's Unit in which, on which, or as to which, such default exists, and summarily to abate and remove, at the defaulting member's expense (and levy an assessment therefor), the structure, thing, or condition constituting the default. The Board, the Association, and their agents, employees, and representatives shall not thereby be deemed guilty of any manner of trespass.

9.4. Non-waiver of Covenants. The failure of the Association or of any member to enforce any term, provision, right, covenant, or condition that may be granted by the Declaration, these Bylaws, the Articles, the rules and regulations or the Act, as the same may from time to time be amended, shall not constitute a waiver or abrogation of the right of enforcement in the future, irrespective of the number of violations or breaches that may have occurred.

9.5. Liens for Assessments. Liens for assessments shall be enforced pursuant to Article VIII and not pursuant to this Article IX.

ARTICLE X.

Amendment

An amendment to these Bylaws shall be made and approved in the manner set forth in Article 14 of the Declaration, and shall be subject to the same restrictions relative to requiring prior written consent of First Mortgagees, as set forth in Article 16 of the Declaration, and once made, shall become effective when recorded in the same manner and place as an amendment to the Declaration.

ARTICLE XI.

General Provisions

11.1. Rules and Regulations.

(a) By the Executive Board. The Executive Board, including the first Executive Board, may promulgate from time to time such rules and regulations as it deems reasonable and necessary governing the administration, management, operation, and use of the Common Elements so as to promote the common use and enjoyment

thereof by Unit Owners and occupants of units and for the protection and preservation thereof. In addition, the Executive Board may adopt such rules and regulations as it deems reasonable and necessary with respect to Units to provide for the common good and enjoyment of all Unit Owners and occupants of Units, including, without limitation, the right to adopt such rules and regulations with reference to tenants and leases. In no event shall any rules or regulations be inconsistent or materially more restrictive than the provisions contained in the Declaration and these Bylaws with respect to leases or tenants.

(b) By the Association. Any such rule or regulation adopted by the Executive Board may be amended, modified, or revoked, and new and additional rules and regulations may be adopted, by members at an annual or special meeting of the members. Any such act of the members shall control over any contrary rule or regulation then or thereafter adopted by the Executive Board.

(c) Uniform Application. All rules and regulations shall be equally and uniformly applicable to all Unit Owners and occupants.

(d) Copies Furnished. Copies of all such rules and regulations and any amendments thereto shall be furnished to all members, and a copy shall be posted or otherwise made available to members at the office of the Association.

(e) Rules Hereby Established.

(i) No Unit Owner or occupant of a Unit shall erect any signs within his Unit or within the Common Elements which are visible from outside the Unit. The exterior linings or surfaces of all window coverings shall be white or such other color selected by the Association, so that the exterior appearance of the building is uniform. Access to the Common Elements and the Units shall be subject to reasonable security measures adopted by the Association.

(ii) Any lease of all or any part of a Unit shall contain a covenant by the lessee to abide by the terms and conditions of the Declaration and these Bylaws and a failure by the lessee to so abide shall be a default thereunder.

11.2. Parliamentary Authority. Robert's Rules of Order, Newly Revised, shall govern the conduct of Association proceedings when not in conflict with the Declaration, these Bylaws, the Articles, the Act, or any statutes of the State of North Carolina applicable thereto. The person presiding at a meeting shall have the authority to appoint a parliamentarian.

11.3. Compliance With The Act; Conflict; Severability. These Bylaws are established in compliance with the Act, as amended. Should any of the terms, conditions, provisions, paragraphs, or clauses of these Bylaws conflict with any of the provisions of said Act, the provisions of said Act shall control unless the Act permits these Bylaws to override the Act, in which event these Bylaws shall control. In the case of any conflict between the provisions of


these Bylaws and the Declaration, the Declaration shall control. If any term, provision, limitation, paragraph, or clause of these Bylaws, or the application thereof to any person or circumstance, is judicially held to be invalid, such determination shall not affect the enforceability, validity, or effect of the remainder of these Bylaws, or the application thereof to any other person or circumstance.

11.4. Waiver of Notice. Whenever any notice is required to be given to any member or Director under the provisions of the Act, the Nonprofit Corporation Act, the Declaration, the Charter of the corporation or these Bylaws, a waiver thereof in writing signed by the person, persons or entity entitled to such notice, whether before or after the time stated therein, shall be equivalent to the giving of such notice.

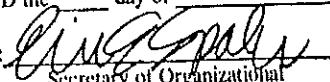
11.5. Governing Law. These Bylaws shall be governed by, and construed and interpreted in accordance with, the laws of the State of North Carolina.

The undersigned, being the Secretary and keeper of the official records of BYLAWS OF 14 CONSULTANT PLACE OWNERS ASSOCIATION, INC. does hereby certify that this is a true and correct copy of the Bylaws adopted for the corporation at the organizational meeting held on the 25th day of June, 1999.

[Corporate Seal]


Secretary

ADOPTED the _____ day of _____, 1999.

ATTEST: 
Secretary of Organizational Meeting

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**RULES AND REGULATIONS
OF
14 CONSULTANT PLACE, A CONDOMINIUM**

(Initial Capitalized Terms are Defined in
Article I of the Declaration)

The following rules apply to use and occupancy of all Units.

Section 1. Access by Executive Board. The Executive Board, the manager or its designated agent, may retain a passkey to all Units for use in emergency situations only. No Unit Owner shall alter any lock or install a new lock on any door of any Unit without immediately providing the Executive Board, the manager or its agent, with a key therefor. At the Unit Owner's option, the Unit Owner may provide the key to be enclosed in a sealed envelope with instructions that it only be used in emergencies with a report to such Unit Owner as to each use and the reason therefor.

Section 2. Cleanliness. Each Unit Owner shall keep such Unit Owner's Unit in a good state of preservation and cleanliness.

Section 3. Obstructions. There shall be no obstruction of the Common Elements, nor shall anything be stored outside of the Units without the prior consent of the Executive Board except as hereinafter expressly provided.

Section 4. Trash. No garbage cans or trash barrels shall be placed outside the Units. No accumulation of rubbish, debris or unsightly materials shall be permitted in the Common Elements, except designated trash storage containers.

Section 5. Storage. Storage of materials in Common Elements or other areas designated by the Executive Board shall be at the risk of the person storing the materials.

Section 6. Proper Use. Common Elements shall be used only for the purposes for which they are designed. No person shall commit waste on the Common Elements or interfere with their proper use by others.

Section 7. Alterations, Additions or Improvements to Common Elements. No alterations, additions or Improvements may be made to the Common Elements, without the prior consent of the Executive Board or such committee established by the Executive Board having jurisdiction over such matters, if any.

Section 8. Annoyance or Nuisance. No noxious, offensive, dangerous or unsafe activity shall be carried on in any Unit, or the Common Elements, nor shall anything be done therein either willfully or negligently, which may be or become an annoyance or nuisance to the other Unit Owners.

Section 9. Compliance With Law. No immoral, improper, offensive or unlawful use may be made of the Property and Unit Owners shall comply with and conform to all applicable laws and regulations of the United States and of the State of North Carolina, and all ordinances, rules and regulations of the City of Durham. The violating Unit Owner shall hold the Association and other Unit Owners harmless from all fines, penalties, costs and prosecutions for the violation thereof or non-compliance therewith.

Section 10. Indemnifications for Actions of Others. Unit Owners shall hold the Association and other Unit Owners and occupants harmless for the actions of their tenants, employees, agents, invitees or licensees.

Section 11. Increase in Rating. Nothing shall be done or kept which will increase the rate of insurance on any of the buildings, or contents thereof, without the prior consent of the Executive Board. No Unit Owner shall permit anything to be done or kept on the Property which shall result in the cancellation of insurance coverage on any of the buildings, or contents, thereof, or which will be a violation of any law.

Section 12. Rules of Insurance. Unit Owners and occupants shall comply with the rules and regulations contained in any fire and liability insurance policy on the Property.

Section 13. Reports of Damage. Damage by fire or accident affecting the Property, and persons injured by or responsible for any damage, fire or accident must be promptly reported to the manager or a Director by any person having knowledge thereof.

Section 14. Deposit of Rubbish. Trash container locations will be designated by the Executive Board or the manager. Pickup will be from those locations only. Unit Owners will be responsible for removal of trash from their Units to the pickup locations. Trash is to be deposited within that location and the area is to be kept neat, clean and free of debris. Long-term storage of rubbish in the Units is forbidden.

Section 15. Compliance With Law. All persons will comply with North Carolina laws, Department of Motor Vehicle regulations, and applicable ordinances on the roads, drives and Property.

Section 16. Limitations on Use of Parking Spaces. The use of Limited Common Element parking spaces is limited to use in connection with the occupancy of the Unit to which it is assigned as a Limited Common Element. Parking areas shall be used for no other purpose than to park motor vehicles, and loading or unloading. The Executive Board may from time to time adopt rules and regulations governing parking in the Common Element parking spaces.

Section 17. Unit Owner Repair, Maintenance and Replacement Responsibilities. Unit Owners shall be responsible for the repair, maintenance and replacement of the following items that are located within or appurtenant to their respective Units as defined in the Declaration of Condominium notwithstanding the actual ownership of such items:

- (a) Interior of and all contents within the Unit including but not limited to:
- (i) Lighting fixtures;
 - (ii) Plumbing fixtures from the connection to the main service line;
 - (iii) Ceiling tiles and supports;
 - (iv) Wall surfaces;
 - (v) Floor surfaces;
 - (vi) Electrical outlets and wiring from the individual meter serving the Unit;
 - (vii) Telephone conduits;
 - (viii) Cabinets;
 - (ix) All hardware associated with the foregoing; and
 - (x) Heating and Air Conditioning systems.

(b) All door[s] and windows or other fixtures designed and allocated exclusively to serve a single Unit, whether located within or outside the boundaries of the Unit, together with any hardware associated therewith.

All repairs and replacements will conform to the original building standards and correspond exactly to the items originally furnished in connection with the Unit unless the affected Unit Owner obtains the prior written approval of the Association.

Section 18. Exclusions from Unit Owner Repair, Maintenance and Replacement Responsibilities. The allocation of responsibility to Unit Owners in Section 17 hereof may be superseded in certain events, including the following:

- (a) Maintenance, repair and replacement of the heating and cooling equipment, thermostat and exterior doors and windows or other fixtures designed and allocated exclusively to serve a single Unit that is located outside the boundaries of the Unit, by the Association, the cost of which will be paid at the time of service, will be specially assessed as a Limited Common Element to the Unit Owner of the affected Unit to the extent not covered by a comprehensive service contract that the Association may carry;
- (b) Casualty to Units due to fire or other disaster covered in the Hazard Insurance Master Policy carried by the Association;

- (c) Casualty caused by negligence of the Association in carrying out its maintenance responsibilities, including damage caused by the condition of Common Elements;
- (d) Casualty caused by negligence of another Unit Owner when legal responsibility lies with such Unit Owner;
- (e) Coverage of certain items by a comprehensive service contract that the Association may carry;
- (f) Coverage of certain items by warranty from the Seller according to the Agreement for Sale of Unit. During the warranty period, the affected Unit Owner shall contact the appropriate party as specified by the Seller for any necessary adjustments or repairs.

An affected Unit Owner shall give prompt notice to the President of the Association with respect to any item of repair, maintenance or replacement that such Unit Owner believes to be the responsibility of the Association, another Unit Owner or the Association's insurance carrier. In addition, each Unit Owner shall cooperate fully in the filing of insurance claim forms or service reports.

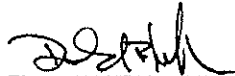
Section 19. Rights of Declarant. The Declarant may make such use to the unsold Units and Common Elements as may facilitate completion and sale of the Condominium including, but not limited to, maintenance of a sales office, the showing of the Common Elements and unsold Units, the display of signs, the use of vehicles, and the storage of material. Interference with workmen or with buildings under construction is prohibited. Entrance into construction or Declarant's restricted areas will be only with representatives of the Declarant.

Section 20. Signs and Marketing. Each Unit Owner has the right to post signs and displays in the Common Elements to promote sale of Unit(s) in a manner as will not unreasonably disturb the rights of Unit Owners.

Section 21. Consent in Writing. Any consent or approval required by these Rules and Regulations must be obtained in writing prior to undertaking the action to which it refers.

Section 22. Complaint. Any formal complaint regarding the management of the Property or regarding actions of other Unit Owners shall be made in writing to the Executive Board or an appropriate committee.

Certified to be the initial Rules and Regulations adopted by the Executive Board on its date of organization.



Donald E. Phillips
Secretary