

**Equity Credit Union By-laws BY-LAW NO.1  
Effective April 14, 2010**

A By-laws law relating generally to the conduct of the affairs of

**Equity Credit Union Inc.**

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NOW THEREFORE

BE IT ENACTED; AND IT IS HEREBY ENACTED; as a By-law of Equity Credit Union Inc. (hereinafter called the "Credit Union") as follows:

ARTICLE ONE

INTERPRETATION

**By-law 1 — Interpretation**

**1.1 —**

**Definitions –**

1.01 In ~~these~~the By-laws of the Credit Union, unless the context otherwise requires:

a(1) “Act” means, unless the context otherwise requires, the aggregate of the Credit Unions and Caisses Populaires Act, 1994, 2020 and the ~~regulations~~Regulations and ~~guidelines~~Authority rules made pursuant thereto, as from time to time amended, and every statute, regulation or Authority rule that may be substituted ~~therefore~~therefor and, in the case of such substitution, any reference in the By-laws of the Credit Union to provisions of the Act shall be read as references to the substituted provisions ~~therefore~~therefor in the new statute or statutes or regulations or Authority rules;

~~b~~

(2) “Appoint” includes "elect" and vice versa;

(3) “Articles” means the articles of incorporation or other instrument by which the Credit Union is incorporated;

~~e~~

(4) “Authority” has the same meaning attributed to the term in the Act, from time to time;

- (5) “Authority rules” has the same meaning attributed to the term in the Act, from time to time;
- (6) “Ballot” includes either a paper ballot on which a Member indicates the Member’s vote, or an electronic ballot used by a Member to indicate the Member’s vote in the manner specified by the Returning Officer;
- (7) “Board” means the board of directors of the Credit Union;  
d
- (8) “Bond of Association” has the meaning ascribed to it in clause (a) of Section 2.01 hereof;
- (9) “By-laws” means ~~these by-laws~~ this By-law and all other ~~by~~ By-laws of the Credit Union from time to time in force and effect;  
e) ~~“Committee” means a Committee of the Board;~~  
f
- (10) “CEO” means the Chief Executive Officer of the Credit Union;
- (11) “Chief Executive Officer” means the Chief Executive Officer appointed under subsection 10(2) of the Financial Services Regulatory Authority of Ontario Act, 2016;
- (12) “Corporate Governance Policy” means a policy and procedure enacted by the Board to regulate director elections at the Credit Union;
- (13) “Early Vacancy”, in respect of the election of directors, means a vacancy occurring prior to the expected end of a director’s term, which is scheduled to occur at an annual general meeting beyond the next annual general meeting, and that has not been or will not be filled prior to the next annual general meeting;
- (14) “Employee” means any full time or part time employee of the Credit Union;
- (15) “End of Term Vacancy”, in respect of the election of directors, means a vacancy that is scheduled to arise as a result of the term of an existing director naturally expiring at the next annual general meeting of the Credit Union;
- (16) “Indemnified Person” means (i) a director, officer, or committee member of the Credit Union, (ii) a former director or officer or committee member of the Credit Union, (iii) a person who acts or acted at the Credit Union's request as a director or officer of a body corporate of which the Credit Union is or was a shareholder or creditor, and (iv) the heirs and legal representatives of any persons referenced in (i) to (iii) of this paragraph;

(17) “In Good Standing” means that, with respect to the financial services received by a Member Connection from the Credit Union:

- (i) Cheques are not habitually issued without sufficient funds on deposit or an approved line of credit facility in place to cover the face amount of such cheques;
- (ii) chequing accounts are not habitually overdrawn in material amounts;
- (iii) the Credit Union is not in receipt of a garnishment or similar third-party demand for payment against any person;
- (iv) all required mortgage and loan payments are paid on time, unless an extension has been granted;
- (v) all conditions for financing prescribed by the Credit Union have been satisfied; and
- (vi) the Member Connection, or any part thereof, is not asserting an unresolved claim against the Credit Union;

(18) “Member” and “Membership” are defined under Section 2.01 hereof;

(19) “Member Connection” means a Member, together with that Member’s “connected persons”, within the meaning of that term in the Act, who are also Members;

(20) “Nomination Period” means that period of time designated by the Credit Union during which applications for nomination for election to the Board will be received by the Nominating Committee, or its designated person;

(21) “Nominee” means a Member:

- (i) who has submitted an application for nomination as a director of the Credit Union that has been accepted in accordance with the nomination process prescribed in the Credit Union’s Corporate Governance Policy; and
- (ii) whose name has been placed in nomination in accordance with the nomination process prescribed in the Credit Union’s Corporate Governance Policy after completion of the Nomination Period and, for greater certainty, includes, but is not limited to, a Recommended Nominee;

(22) “Non-business day<sup>22</sup>” means Saturday, Sunday, and any other day that is a holiday as defined in the *Legislation Interpretation Act, 2006* (Ontario);

- (23) “Recipient” means a Member, shareholder, director, officer, auditor or member of a committee of the Board;
- (24) “Recommended Nominee” means a Nominee who has received the recommendation of the Nominating Committee of the Credit Union, which oversees the nomination process for director elections;
- (25) “Recorded Address” means, in the case of a ~~member~~Member or shareholder, ~~his~~that Member’s or shareholder’s address as recorded in the ~~members~~Members or securities register; and, in the case of joint ~~members~~Members or shareholders, the address appearing in the ~~members~~Members or securities register in respect of such joint holding, or the first address so appearing if there is more than ~~1~~one; and, in the case of a director, ~~officer,~~ officer, auditor, or member of a ~~Committee,~~ hiscommittee of the Board, that person’s latest address as recorded in the records of the Credit Union;  
h
- (26) “Regulation” means a regulation made pursuant to the provisions of the Act, from time to time;
- (27) “Returning Officer” means, where voting in director elections or on resolutions is permitted by the Credit Union in ways other than in-person voting during a meeting of Members at the location of the meeting, that person appointed by the Board as the senior official responsible for overseeing the election voting and resolution voting processes using all permitted methods for compliance with all legal, regulatory and By-law requirements, or, in the absence of a specific appointment, the Corporate Secretary of the Credit Union;
- (28) “Shares” means ~~membership~~Membership shares and any other share issued by the Credit Union, unless a form of share is specifically excluded in the By-laws or the context otherwise requires; and
- i(29) “Signing Officer” means, in relation to any instrument, any person authorized to sign the same on behalf of the Credit Union by ~~Section 4.3~~paragraph 3.03 or by a resolution passed pursuant thereto;

All other terms contained in the By-laws and which are defined in the Act shall have the meanings given to such terms in the Act.

## **1.2 Gender, Plural, etc.—**

1.02 In these By-laws, the singular shall include the plural and the plural shall include the singular, ~~references;~~ reference to any gender shall be deemed to be ~~references~~a reference to all genders; and the word “person” shall include individuals, bodies corporate, corporations,

cooperatives, companies, partnerships, syndicates, trusts, unincorporated organizations; and any number or aggregate of persons.

~~By-law 2 — Bond of Association~~

~~2.1 — The Credit Union's bond of association exists between persons who, if individuals, whether minors or adults, reside in the Province of Ontario.~~

~~By-law 3 — Membership~~

~~3.1 —~~

ARTICLE TWO

MEMBERSHIP

Eligibility for Membership ~~Qualifications~~

2.01 Subject to the Act and the Articles, Membership in the Credit Union shall be limited to:

(a) ~~a)~~ persons, related persons or and entities that who come within a Bond of Association, the parameters of which are the following:

a. Persons who, if individuals, whether minor or adult, reside or are employed anywhere in the Province of Ontario;

(b) Employees of the Credit Union's bond of association;  
~~b) — related~~

(c) the following persons, related persons and entities who do not come within the Bond of Association defined in clause (a):

a. Related persons or entities of such members ~~qualifying~~ qualified for membership under ~~any clause in~~ this ~~Section 3.1~~ section 2.01 and the Act;

~~e) — employees of the Credit Union;~~

~~d) — a person~~

b. His Majesty the King in right of Ontario or in right of Canada; corporations, including municipalities as defined in the *Municipal Affairs Act*; unincorporated associations; or partnerships registered under the *Business Names Act* or a predecessor thereof, subject to any conditions that may be imposed by the Act; and

c. Persons or entities not otherwise qualifying for membership under the ~~Credit Union's bond of association, as long as the aggregate number of such members~~

~~does not exceed 3% of the number of members of the Credit Union, the admission to membership of such persons has been specifically approved by the Board, and the names of such persons admitted to membership on this basis are identified as such in the records of the Credit Union;~~

~~e) a person or entity~~ Bond of Association, subject to any conditions and restrictions, including a limit on their numbers, approved by the Board from time to time; and

(d) Members who originally qualified for and became a member under clauses (a), (b), or (c) above ~~and~~ but who no longer qualifies under clauses (a), (b), or (c) above; ~~and~~ .

~~f) any~~

### “Entity”

2.02 For the purposes of Article Two, “entity” means an unincorporated association, corporation, ~~partnership~~, or government agency that is ~~eligible for membership~~ not ineligible for Membership under the provisions of the Act.

~~3.2 — Members Under 18 Years of Age — A person under 18 years of age may, if he/she otherwise qualifies as a member of the Credit Union under the Act and these By laws, become a member of the Credit Union, subject to the following restrictions:~~

~~a) a member under 18 years of age is not entitled to vote on any matter a member would be entitled to vote on;~~

~~b) a member under 18 years of age is not entitled to receive a loan from the Credit Union unless a person of at least 18 years of age is jointly and severally liable for that loan or guarantees that loan, or unless that loan is guaranteed by the federal government or the government of a Canadian province, territory or municipality; and~~

~~e) any other~~

### Minors

2.03 Notwithstanding any other provision of this Article Two, an individual under the age of 18 years may be admitted to membership only if the individual complies with the restriction ~~set out in the Act or these By laws~~ section 2.06 below.

### ~~3.3 Membership Application—~~

2.04 Application for membership shall be made in writing, and the Board may from time to time specify the form of such application.

### ~~3.4 Membership Shares—~~



2.05 (a) No person shall become a ~~member~~Member of the Credit Union until ~~he~~the Member has fully paid for four (4) five dollar (\$5.00) ~~membership shares~~Membership Shares of the Credit Union, and that person's application for ~~membership~~Membership has been approved by the Board or by an employee authorized by resolution of the Board to approve such applications on its behalf.

~~3.5 — Number~~

(b) Every Member shall maintain ownership of the required number of Membership Shares —  
~~The maximum~~in order to retain the Member's voting rights.

(c) Any Member may also hold, at the Member's discretion, additional membership Shares,  
provided that the total number of discretionary membership ~~shares~~Shares held pursuant to this  
paragraph 2.05(c) does not exceed Two Hundred (200) such Shares.

Minors

2.06 Individuals under the age of eighteen (18) may become Members of the Credit Union, but  
may ~~issue to a member is~~not receive any loan from the Credit Union unless a person of the ~~sum~~age  
of ~~the minimum number of membership shares that member must hold, pursuant to Section 3.4,~~  
and ~~eighteen years or more is jointly and severally liable for the repayment of such loan, or unless~~  
the loan is guaranteed by the government of Canada, the ~~number~~government of ~~membership shares~~  
that would be issued by the Credit Union for an additional consideration of \$1,000, as determined  
at the time the membership shares are issued.

~~3.6 — Suspension — A member that ceases to hold the minimum number of membership~~  
~~shares required by Section 3.4 may not exercise any rights a member may exercise~~  
~~under these By-laws or the Act.~~

~~3.7 — a Canadian province or territory, or the government of a Canadian municipality.~~

Voting Rights

2.07 Each Member of the Credit Union who complies fully, as of the applicable record date for  
any Membership meeting of the Credit Union, with all requirements of Membership outlined  
herein, including, without limitation, the Membership Share requirements set out in section 2.05  
hereof, and who, if applicable, has attained the age of eighteen (18) years, has one vote at a  
Membership meeting. No individual Member may cast the vote attached to their membership  
shares by proxy.

Expulsion—

2.08 Subject to ~~Section 3.8~~the conditions and requirements prescribed in an applicable Authority  
rule, a ~~member~~Member may be expelled from ~~membership~~Membership, in accordance with these  
By-laws, by a resolution ~~passed at a meeting~~of the Board, for failing to ~~on one or more of the~~  
following grounds:

- (a) ~~a) misconduct in the~~ conduct himself or herself appropriately when transacting of the Member's business with or through the Credit Union, including, without limiting the generality of the foregoing, the operation of any of the Member's accounts with the Credit Union;
- (b) ~~b) a failure to continue, for any reason, to~~ hold the required number of membership shares ~~Membership Shares~~ in the Credit Union;
- (c) ~~c) abide by the Credit Union's~~ a failure to comply with these ~~By-laws; or and~~
- (d) ~~d) a failure to~~ repay indebtedness to the Credit Union.

**3.8 — Member Rights** ~~Prior to resolving to expel a member, the Credit Union must provide the member the following rights:~~

- a) ~~to receive 10 days' advance notice of the meeting where such resolution is to be considered, personally or by prepaid mail addressed to the member at his Recorded Address;~~
- b) ~~to attend such meeting, to make submissions at that meeting, and to be represented by a person authorized under the Law Society Act to represent the member at the meeting;~~
- c) ~~to appeal the decision of the Board at the next general meeting of the members; and~~
- d) ~~to be reinstated as a member of the credit union if, at the next general meeting, the members, by a majority of the votes cast at the meeting, set aside the resolution of the Board expelling the member.~~

**3.9 — Procedures on Appeal** ~~A member who wants to appeal his expulsion, in accordance with Section 3.8 c), must give written notice to the Board of his intention to appeal within 21 days of receiving notice of expulsion.~~

**3.10 — Written Appeal** ~~A member appealing his expulsion may make written representations no more than 2,000 words in length. The Credit Union shall make available, for its members' review, any such written representations at the head office and each of the branches~~

Subject to the limitations in subsection 54(3) of the Act in respect of the purchase or redemption of shares, the Credit Union shall forthwith pay to anyone so removed from Membership any balance standing to the Member's credit on the books of the Credit Union.

### **3.11 Withdrawal—**

**2.09** Where a member ~~Member~~ wishes to withdraw from the Credit Union ~~he, the Member~~ shall give to the Board at least ten (10) days' prior notice in writing of the Member's intention to withdraw ~~to the Board.~~

~~3.12—Payment Out upon Withdrawal or Expulsion—~~ Upon the withdrawal of a member under Section 3.11 or the expulsion of a member under Section 3.7, and subject to section 62(3) from Membership. Subject to subsection 54(3) of the Act and the Articles, and compliance with any other conditions and requirements as may be prescribed by an applicable Authority rule, the Credit Union shall, after deduction of all amounts due from the ~~member~~ Member to the Credit Union, remit the balance of ~~his shares~~ the proceeds of the Member's Shares and deposits to such ~~member~~ Member within ~~90~~ ninety days of ~~his giving~~ receipt of the Member's notice of ~~his~~ intention to withdraw, or ~~the date~~ receipt of notice of the ~~resolution expelling the member~~ death of the Member (where applicable), which constitutes a deemed notice of intention to withdraw, and confirm the Member's withdrawal from Membership.

~~3.13—Language—~~

2.10 The Credit Union's language of operation shall be English.

~~3.14—Records—~~

2.11 Each ~~member~~ Member is entitled to a ~~passbook or other~~ record specifying the amount paid upon ~~shares~~ Membership and special Shares, deposits, and loans by ~~him~~ the Member.

~~By-law 4—Business of the Credit Union~~

~~4.1—~~

ARTICLE THREE

BUSINESS OF THE CREDIT UNION

**Corporate Seal—**

3.01 The Credit Union may have a corporate seal, which shall be adopted and may be changed by resolution of the Board.

**~~4.2~~ Financial Year—~~The~~**

3.02 Subject to Authority rules, the financial year of the Credit Union shall end on December 31 ~~in~~of each calendar year.

**~~4.3~~ Execution of Instruments—**

3.03 Contracts, documents, or instruments in writing requiring the signature of the Credit Union may be signed on behalf of the Credit Union by any two officers or directors, and instruments in writing so signed shall be binding upon the Credit Union without any further authorization or formality. The Board shall have power from time to time by resolution to appoint any officer or officers or any person or persons on behalf of the Credit Union, either to sign contracts, documents, and instruments in writing generally or to sign specific contracts, documents, or instruments in writing.

The seal of the Credit Union may, when required, be affixed to contracts, documents, and instruments in writing signed as aforesaid or by any officer or officers, or person or persons, appointed as aforesaid by resolution of the Board.

The term "contracts, documents, or instruments in writing" as used in ~~these~~this By-~~laws~~law shall include deeds, mortgages, hypothecs, charges, conveyances, transfers and assignments of property, real or personal, movable or ~~immoveable~~immovable, agreements, releases, receipts and discharges for the payment of money or other obligations, conveyances, transfers and assignments of ~~shares, share~~Shares, Share warrants, stocks, bonds, debentures, notes or other securities, and all paper writings.

The signature or signatures of the Chair of the Board (if any), a Vice-Chair, the Corporate Secretary, an Assistant Corporate Secretary, or any director of the Credit Union, and/or any other officer or officers, person or persons, appointed as aforesaid by resolution of the ~~board~~Board may, if specifically authorized by resolution of the ~~directors~~Board, be printed, engraved, lithographed, or otherwise reproduced upon ~~contracts, documents, or~~ instruments in writing or bonds, debentures, notes, or other securities of the Credit Union executed or issued by or on behalf of the Credit Union, and all contracts, documents, or instruments in writing or bonds, debentures, notes, or other securities of the Credit Union ~~upon~~on which the signature or signatures of any of the foregoing

officers or directors or persons authorized as aforesaid shall be so reproduced pursuant to special authorization by resolution of the Board, shall be deemed to have been manually signed by such officers or directors or persons whose signature or signatures is or are so reproduced, and shall be as valid to all intents and purposes as if they had been signed manually, and notwithstanding that the officers or directors or persons whose signature or signatures is or are so reproduced may have ceased to hold office at the date of the delivery or issue of such contracts, documents, or instruments in writing or bonds, debentures, notes, or other securities of the Credit Union.

#### **4.4 Banking Arrangements—**

**3.04** Subject to ~~Section 4.5~~section 3.05 and the Act, the banking business of the Credit Union, or any part thereof, including, without limitation, the borrowing of money and, subject to the Act, the giving of security ~~therefore~~therefor, shall be transacted with ~~Central 1 Credit Union and~~ such banks, trust companies, or other bodies corporate or organizations as may from time to time be designated by or under the authority of the Board. Such banking business or any part thereof shall be transacted under such agreements, instructions, and delegations of power as the Board may from time to time by resolution prescribe or authorize.

#### **4.5 Borrowing—**

**3.05** The Credit Union shall be authorized to borrow money on the credit of the Credit Union at such rates of interest and on such conditions as the ~~board~~Board may determine, provided that the Credit Union shall not borrow in the aggregate an amount exceeding ~~the limits prescribed by the Act~~50% of its regulatory capital and deposits, and shall not borrow from another credit union unless same is permitted by an applicable Authority rule.

**By-law 5—Directors**

**5.1—**

## **ARTICLE FOUR**

### **DIRECTORS**

#### **Number of Directors and ~~Quorum—~~Term**

##### **4.01**

- (a) The number of directors of the Credit Union shall be ~~nine. The quorum for the transaction of business at any meeting of the Board~~a specified number of directors within a range prescribed by an applicable Authority rule, from time to time. Subject to any further restrictions in the Articles, the specified number for the time being, until amended by any amending By-law, shall be a majority of the Boardnine (9).

~~5.2 — **Qualification** — No person shall be qualified for election as a director if he is not a natural person, is less than 18 years of age, is not a member of the Credit Union, or, if an incumbent director, has failed to comply with the Credit Union's director training requirements specified in a board approved policy from time to time, and every director shall be a Canadian citizen or a person lawfully admitted to Canada for permanent residency who is ordinarily resident in Canada. No person who is disqualified under the Act shall be qualified for election as a director.~~

~~5.3 —~~

(b) Unless otherwise specified by an Authority rule, or unless the elected to fill an Early Vacancy, directors shall be elected for terms of 3 years.

### Director Eligibility Requirements

4.02 No person who is disqualified from being a director of a credit union under the Act is eligible for election as a director. Persons must also meet any supplementary eligibility requirements prescribed by Section 5.04 and prescribed by the Board from time to time in a Corporate Governance Policy.

### Election and Term—

~~— a)~~

### 4.03

(a) At every annual general meeting of the Credit Union, after the first election of the Board, an election shall be held to fill the places of ~~directors~~ members of the Board whose terms of office have expired.

~~-b) Subject~~

(b) *Nomination Process* – Members seeking election to the Board must comply with the Credit Union's nomination process and the Director Elections Policy and Procedure, which are described more fully in Section 5.04. No Member shall become a Nominee unless and until the Nominating Committee has placed that Member's name in nomination in accordance with the committee's nomination process, following completion of the Nomination Period.

(c) *Acclamation* – If the number of Nominees is equal to the ~~Act, a member elected as a director shall take office at the close~~ number of vacancies to be filled, the Nominees shall be declared by the Chair of the ~~membership~~ relevant annual general meeting at which he or she is to be elected.

~~e) Except where an election is held to fill the unexpired portion of a director's term or as otherwise specifically provide in this section, by acclamation. In the event the vacancies included both End of Term Vacancies and Early Vacancies, and in the absence of the agreement of all of the directors shall be then elected or acclaimed for terms of three (3) years, or until their successors in office are elected or appointed.~~

~~d) If, in an election, terms of office of varying lengths are to be filled, the nominees obtaining the greater number of votes shall be declared to be elected to the longer terms of office available.~~

~~e) If, in an election, an equality of votes results which must be resolved to determine which person or persons are elected to the Board and which person or persons are not as elected, there shall be a run-off election involving only those candidates involved in the equality of votes.~~

~~f) If, the case of an acclamation of all nominees, terms of office of varying lengths are to be filled, the terms shall be assigned by voluntary agreement among the nominees or, failing that, by chance in a manner determined by the Chair of the Board in his or her sole and absolute discretion.~~

~~5.4 — Disclosure of Interest — Prior to each election to be held pursuant to Section 5.3, the Board shall make available, with the notice of the annual general meeting sent to each member, a copy of every candidate for a director position's disclosure made pursuant to sections 94.1 and 146 of the Act. No nomination for Directors will be accepted from the floor at the Annual General Meeting (AGM). The nomination process is incorporated in a separate credit union policy.~~

~~5.5 Maximum Number of Terms — A director shall serve for no more than 5 consecutive terms. Since his or her first, the Chair shall have the discretion to assign full terms or the balances of unexpired terms among the directors then elected; provided that the available full terms shall be filled, first, by the directors who were incumbents.~~

~~(d) Contested Election — If the number of Nominees exceeds the total number of vacancies to be filled, then an election shall be held as provided in this Section and in accordance with the Credit Union's election process. In the case of a contested election, a tie vote resulting from Balloting shall be broken by the drawing of lots. Whether or not the vacancies included both End of Term Vacancies and Early Vacancies, the longer full terms and unexpired balances of terms shall be assigned by the Chair of the Board to the directors then elected on the basis of the directors who garnered the greater number of votes.~~

~~(e) Voting Eligibility — Only a Member (other than an individual Member under the age of 18 years) as of the record date determined in accordance with section 7.04 of the By-laws is eligible to cast a Ballot in an election of a director or directors. Subject to the Act, in the case of an entity, its vote may be cast on its behalf through a written proxy produced at any~~

branch or head office, signed by the president or other senior executive with signing authority of the Member, appointing one or more persons to vote on its behalf. Any person so appointed need not be a Member. Any such proxy shall cease to be valid on the day following the next annual general meeting of the Credit Union.

(f) Announcement of Results: In the case of a contested election to, the Board results of the election shall be announced at or after its the annual general meeting held April 14, 2010.

~~5.6 Removal of Directors by Members—Subject to, following the provisions completion of the Act, the members may, by special resolution passed at a meeting specially called for such purpose, remove any director from office, and the vacancy created by such removal shall be filled at the same meeting.~~

~~5.7 Balloting.~~

#### **Vacation of Office—**

4.04 A director ceases to hold office in the circumstances prescribed by an applicable Authority rule. In the absence of any such Authority rule, a director ceases to hold office when he the director dies, resigns in a manner permitted by an applicable Authority rule, becomes disqualified pursuant to the Act, is removed from office by the members Board or the Superintendent of Financial Services in accordance with the Act by the Chief Executive Officer, or his the director's term expires, except that a death, resignation or removal which occurs or a disqualification which is first discovered after a Notice of Election has been posted pursuant to section 6.2 hereof but before the conclusion of the annual general meeting with respect to which nominations are being solicited shall be deemed to result in.

#### Vacancies

4.05 A vacancy in the Board created between annual general meetings may be filled in accordance with the provisions of an applicable Authority rule. In the absence of an applicable Authority rule, a ~~vacation~~ quorum of office on the day following that annual general the Board may fill a vacancy in the Board. In the absence of a quorum of the Board, the directors then in office shall forthwith call a special meeting of Members to fill the vacancy. If the directors then in office fail to call such meeting or if there are no directors then in office, any Member may call the meeting.

#### **~~5.8 Action by the Board—~~**

4.06 The Board shall manage or supervise the management of the business and affairs of the Credit Union; ~~however the Board shall not, and no director or committee member shall, manage or be involved in, the day to day activities of the Credit Union.~~ Subject to ~~Section 5.10~~ paragraphs 4.08 and 4.10, the powers of the Board may be exercised at a meeting at which a quorum is present.

#### Quorum



4.07 Unless prescribed otherwise by an applicable Authority rule, or by a Board resolution specifying a higher requirement, the quorum for the transaction of business at any meeting of the Board shall be a majority of the Board. Where there is a vacancy in the Board, the remaining directors may exercise all the powers of the Board so long as a quorum of the Board remains in office.

~~5.9 — Vacancies — Subject to the Act, a quorum of the Board may fill a vacancy in the Board by appointing a qualified individual to serve until the next annual meeting of members of the Credit Union, when the members will elect a qualified person to fill the unexpired term of the director who vacated office. In the absence of a quorum of the Board, the directors then in office shall forthwith call a special meeting of members to fill the vacancy. If the directors then in office fail to call such meeting or if there are no directors then in office, any member may call the meeting.~~

~~5.10 — Meeting by Telephone — By resolution of the Board~~

### Policy on Remote Meetings of Directors

4.08 Subject to compliance with an applicable Authority rule, the Credit Union's policy on remote meetings of directors is as follows: If all the directors of the Credit Union present or participating in the meeting consent, a director may participate in a meeting of the Board or of a ~~Committee~~committee of the Board by means of such telephone, electronic, or other communications facilities as permit all persons participating in the meeting to communicate with each other simultaneously and instantaneously, and a director participating in such a meeting by such means is deemed to be present at the meeting. Any such consent shall be effective with respect to all meetings of the Board and of committees of the Board in which a director holds office.

~~5.11 Place of Meeting—~~

4.09 Meetings of the Board may be held at any place within Ontario.

~~5.12 Calling of Meetings—~~

4.10 Subject to the Act, meetings of the Board shall be held from time to time, ~~but no less than quarterly,~~ on such day and at such time and at such place as the Board, the Chair of the Board, a Vice-Chair, or any two directors may determine, and the Corporate Secretary, when directed by the Board, the Chair of the Board, a Vice-Chair, or any two directors, shall convene a meeting of the Board.

~~5.13 — Regular Meetings — The Board may appoint a day or days in any month or months for regular meetings of the Board, at a place and time to be named. A copy of any resolution of the Board fixing the place and time of such regular meetings shall be sent to each director forthwith after being passed, but no other notice shall be required~~

~~for any such regular meeting except where the Act requires the purpose thereof or the business to be transacted thereat to be specified.~~

~~5.14~~—

**Notice of Meeting—**

4.11 Notice of the date, time, and place of each meeting of the Board shall be given in the manner provided in ~~Section 15.1~~paragraph 14.01 to each director not less than 48 hours (exclusive of any part of a Non-business day) before the time when the meeting is to be held. A notice of a meeting of ~~directors~~the Board need not specify the purpose of or the business to be transacted at the meeting, except where the Act requires such purpose or business to be specified.

A director may in any manner waive notice of or otherwise consent to a meeting of the Board.

~~5.15~~ **First Meeting of New Board—**

4.12 Provided a quorum of directors is present, each newly elected Board may without notice hold its first meeting immediately following the meeting of ~~members~~Members at which such Board is elected.

~~5.16~~ **Adjourned Meeting—**

4.13 Notice of an adjourned meeting of the Board is not required if the time and place of the adjourned meeting is announced at the original meeting.

Regular Meetings

4.14 The Board may appoint a day or days in any month or months for regular meetings of the Board at a place and hour to be named. A copy of any resolution of the Board fixing the place and time of such regular meetings shall be sent to each director forthwith after being passed, but no other notice shall be required for any such regular meeting, except where the Act requires the purpose thereof or the business to be transacted thereat to be specified.

~~5.17~~ **Votes to Govern—**

4.15 At all meetings of the Board, every question shall be decided by a majority of the votes cast on the question, ~~except where the Act requires otherwise~~. In case of an equality of votes, the chair of the meeting shall not be entitled to a second or casting vote.

**~~5.18~~ Conflict of Interest—**

4.16 Subject to the Credit Union's conflict of interest policy, a director, officer, ~~committee member or employee of the Credit Union~~ or Employee who is a party to, or who is a director or officer of or has a material interest in any person who is a party to, or is a spouse, parent or child of an individual who is a party to, a material contract or transaction or proposed material contract or transaction with the Credit Union, shall disclose in writing to the Credit Union or request to have entered in the minutes of the meetings of the ~~directors~~ Board the nature and extent of ~~his or her~~ the person's interest at the time and in the manner provided by the Act. Any such contract or transaction or proposed contract or transaction shall be referred to the Board for approval, even if such contract is one that in the ordinary course of the Credit Union's business would not require approval by the Board, and a director interested in a contract ~~that ought to be so~~ referred to the Board shall not vote on or be present at ~~the consideration of~~ any resolution to approve the same except as permitted by the Act.

**~~5.19~~ Remuneration and Expenses—**

4.17 The Board shall comply with the provisions of any Authority rule prescribing the procedures for setting, paying and disclosing remuneration and reimbursement for expenses. In the absence of any such Authority rule, the directors shall be paid such remuneration for their services as ~~per the Guidelines in the Credit Union's Policy~~ the Board may from time to time determine. The directors shall also be entitled to be reimbursed for ~~reasonable~~ travelling and other expenses ~~(pursuant to the Credit Union's policies in this regard)~~ properly incurred by them in attending meetings of the ~~members~~ Members, shareholders, or of the ~~board,~~ Board or any ~~Committee~~ committee thereof, or otherwise in the performance of their duties.

**~~By-law 6—Committees~~**

~~6.1—Audit Committee—The Board shall elect annually, at its first meeting after the annual general meeting of the Credit Union, an audit Committee to be composed of at least 3 members of the Board. The audit Committee shall have the powers and duties provided in the Act.~~

~~6.2—Nominating Committee—The Board shall appoint a Nominating Committee of three members, who will be responsible for obtaining suitable and sufficient candidates for election to all vacant director positions. The Nominating Committee shall post, at least sixty (60) days prior to an annual general meeting, a “Notice of Elections” inviting written applications for all available director positions. The Nominating Committee will accept applications until the close of business on the day which is thirty (30) days prior to the annual general meeting. The Nominating Committee shall determine whether or not each applicant has met all of the eligibility requirements set out in section 5.2, and inform the applicant of its decision at least ten days before the scheduled date of the Annual General Meeting. At the Annual General Meeting,~~

~~the Chair of the Nominating Committee shall place in nomination the names of all eligible applicants who have confirmed their desire to stand for election.~~

ARTICLE FIVE

COMMITTEES

~~6.3 — Other Committees — In addition to the audit Committee~~ of Directors

5.01 To the extent permitted by an applicable Authority rule, the Board may ~~elect from among its numbers 1 or more other Committees~~ appoint a committee of directors, however designated, and delegate to such ~~Committees~~ committee any of the powers of the ~~board,~~ Board except those which pertain to items which, under the Act, a ~~Committee~~ committee of directors has no authority to exercise.

~~6.4 — Term of Office of Members of Other Committees — Members of Committees, other than the audit Committee, serve at the pleasure of~~ In the absence of an applicable Authority rule, the Board may presume that the establishment and delegation of authority to the committees specified in this Article are permitted.

~~6.5 — Transaction of Business — The powers of a Committee may be exercised by a meeting at which a quorum is present.~~

~~6.6 — Procedures —~~

5.02 The powers of a committee of directors may be exercised by a meeting at which a quorum is present.

## Audit Committee

### Appointment

5.03 (a) The Board shall elect annually from among its number an audit committee to be composed of at least three (3) directors. The audit committee shall have the powers prescribed by the Act and these By-laws.

### Chair and Meetings

(b) The audit committee shall elect a Chair, and meetings of the audit committee shall be at the call of the Chair, the Credit Union's auditor or a Director, provided that the audit committee shall meet at least quarterly.

### Duties

(c) The audit committee shall perform such duties as are set out in the Act and these By-laws. Without limiting any of the foregoing, the audit committee shall monitor compliance by Employees, Directors and officers with the Board's conflict of interest policy.

## Nominating Committee

### Appointment and Number

5.04 (a) In each year, following the annual general meeting of Members, the Board shall Appoint a nominating committee of three (3) directors whose terms of office do not expire until an annual general meeting that follows the immediately upcoming scheduled annual general meeting.

### Mandate

(b) The nominating committee shall supervise the election of directors to be held at or prior to the next annual general meeting, in compliance with the terms and conditions of the Director Election Policy and Procedure passed by the Board, as amended from time to time. Prior to each annual general meeting, the nominating committee shall name at least one (1) Nominee to fill each Director position that is scheduled to become vacant at the annual general meeting, and recommend to the Board a person to be appointed to act as Returning Officer for the upcoming election, if applicable. It may, but need not, name Recommended Nominees.

## Corporate Governance Policy

The Board shall pass and maintain in force at all times a Director Election Policy and Procedure that complies with the Act and these By-laws, prescribes the Credit Union's nomination process,

and contains Director eligibility standards that supplement the qualifications and disqualifications prescribed in the Act.

At a minimum, the Director Election Policy and Procedure shall:

- i. prohibit the nominating committee from naming a Nominee who:
  - a. is not a Member In Good Standing;
  - b. completed a period of fifteen (15) consecutive years of service as a Director less than one year before the meeting at which the person will be a candidate for election as a Director; or
  - c. if elected to fill a vacancy for a 3-year term, would otherwise have the right to serve as a Director continuously for a period exceeding fifteen (15) consecutive years;
- ii. deem, for the purposes of paragraph i.b. above, a Director who resigns in the final year of the Director's current term as if the Director had completed that term;
- iii. prescribe the form and content of the applications to be submitted by Members seeking nominations; and
- iv. prescribe the process by which submitted applications will be reviewed by the nominating committee.

### Advisory Committee

5.05 The Board may from time to time Appoint such other committees as it may deem advisable, but the functions of any such other committees shall be advisory only.

### Procedure

5.06 Subject to ~~these~~this By-laws~~law~~ and unless otherwise determined by the Board, each ~~Committee~~committee shall have power to fix its quorum at not less than a majority of its members, to elect its ~~Chair,~~chair and to regulate its ~~procedures.~~

~~6.7 — Remuneration — Committee members shall be paid such remuneration for their services as the Board may from time to time determine.~~

### ~~By-law 7 — Officers~~

~~7.1 procedure.~~

## ARTICLE SIX

### OFFICERS

~~Appointment—~~

**6.01** The Board shall appoint a Chair of the Board, a ~~Vice-Chair~~, Corporate Secretary, and a Chief Executive Officer, and ~~a Corporate Secretary, and~~ may ~~appoint~~ Appoint, from time to time, one or more Vice-Chairs (to which title may be added words indicating seniority or function), and ~~any~~ such other officers as the Board may determine, ~~or as the Act may require, and~~ including ~~one~~ or more assistants to any of the officers so appointed. ~~The Subject to the provisions of the Act, the~~ Board may specify the duties of and, in accordance with ~~these~~ this By-laws ~~and subject to the provisions of the Act~~ law, delegate to such officers powers to manage the business and affairs of the Credit Union. Subject to ~~Section 7.2~~ paragraphs 6.02 and 7.3 ~~6.03~~, an officer may but need not be a director, and ~~one~~ one person may hold more than ~~one~~ one office. All officers shall sign such contracts, documents, or instruments in writing as require their respective signatures. In the case of the absence or ~~the inability or refusal~~ to act of any officer, or for any other reason that the Board may deem sufficient, the Board may delegate all or any of the powers of such officer to any other officer, or to any ~~director~~ Director for the time being.

### ~~7.2~~ Chair of the Board—

**6.02** The Chair of the Board shall be a ~~director~~ Director who has not, at the time of election or appointment, served as Chair for longer than two (2) consecutive one-year terms, and shall, when present, preside at all meetings of the Board ~~and Committees~~. The Chair shall be an ex officio non-voting member of all committees of the Board other than the ~~Audit Committee~~ audit committee and the nominating committee. The Chair of the Board shall be vested with and may exercise such powers and shall perform such other duties as may from time to time be assigned to ~~him~~ the director by the Board. During the absence or ~~the inability~~ disability or refusal to act of the Chair of the Board, ~~his~~ the Chair's duties shall be performed and ~~his~~ the Chair's powers exercised by the Vice-Chair.

~~7.3~~ ~~Term of the Chair of the Board—The Chair of the Board shall serve for a 1 year term. The Chair of the Board may serve for no more than two (2) consecutive terms, since the Board reorganizational meeting following the Credit Union's annual general meeting held on April 14, 2010.~~

~~7.4~~—

### ~~The~~ Vice-Chair—

**6.03** Each Vice-Chair shall be a Director, and shall have such powers and duties as the Board or the Chair ~~of the Board~~ may specify. The Vice-Chair or, if more than one, the Vice-Chair designated from time to time by the Board or by the Chair, shall be vested with all the powers and shall perform all the duties of the Chair ~~of the Board~~ in the absence or ~~the inability or refusal~~ to act of the Chair ~~of the Board~~.

~~7.5~~—

### Chief Executive Officer—

6.04 The Chief Executive Officer of the Credit Union must be an Employee of the Credit Union and shall be charged, subject to the authority of the Board, and the Act and these By-laws, with the general supervision of the business and affairs and other Employees of the Credit Union. The Chief Executive Officer shall perform all duties incident to the Chief Executive Officer's office, and shall have such other powers and duties as may from time to time be assigned by the Board.

~~7.6 Corporate Secretary—~~

6.05 The Corporate Secretary shall give or cause to be given, as and when instructed, all notices to ~~members~~Members, shareholders, ~~directors~~Directors, officers, auditors, and members of ~~Committees~~committees of the Board; ~~he~~ shall be the custodian of all books, papers, records, documents, and instruments belonging to the Credit Union, except when some other officer or agent has been appointed for that purpose; ~~he~~ shall ensure that the records of the By-laws of the Credit Union and the minutes of meetings of the Board, the ~~members,~~membership and ~~the~~ shareholders are kept up to date; and ~~he~~ shall have such other powers and duties as the Board may specify.

~~7.7 Powers and Duties of Other Officers—The~~

6.06 Subject to the provisions of the Act, the powers and duties of all other officers shall be such as the terms of their engagement call for or as the Board may specify. Any of the powers and duties of an officer to whom an assistant has been appointed may be exercised and performed by such assistant, unless the Board otherwise directs.

~~7.8 Variation of Powers and Duties—~~

6.07 The Board may, from time to time and subject to the provisions of the Act, vary, add to, or limit the powers and duties of any officer.

~~7.9 Term of Office—Each~~

6.07 The Board shall comply with any restriction on the term of office of any officer that may be prescribed by the Act, but otherwise has the discretion to fix the term of office of any officer. If no term of office is fixed, each officer appointed by the Board ~~who is not an employee of the Credit Union, other than the Chair,~~ shall hold office ~~indefinitely~~ until ~~his or her~~that officer's successor is appointed or until the earlier of ~~his or her~~the officer's resignation or death. ~~Every employee appointed as officer shall hold office indefinitely, but the appointment shall automatically terminate upon the officer's termination of employment. Notwithstanding the foregoing, the~~The Board, in its discretion, may remove any officer of the Credit Union from ~~his~~that officer's office with or without cause, without prejudice to such officer's rights under any employment contract.

~~7.10 Terms of Appointment and Remuneration—~~

6.08 The Board shall comply with any procedures for setting, paying and disclosing the remuneration and reimbursement of expenses of officers established by the Act. Subject to the



provisions of the Act, the terms of ~~appointment~~ employment and the remuneration of an officer appointed by the Board shall be settled by it from time to time. The fact that any officer or employee is a ~~member or~~ shareholder of the Credit Union shall not disqualify ~~him~~ that person from receiving such remuneration as may be so determined.

### Conflict of Interest

6.09 An officer shall disclose that officer's interest in any material contract or transaction or proposed material contract or transaction with the Credit Union in accordance with paragraph 4.16.

### ~~7.11 Agents and Attorneys—~~

6.10 The Board shall have power from time to time to appoint agents or attorneys for the Credit Union in or outside Canada with such power of management or otherwise (including the powers to subdelegate) as may be thought fit.

### ~~7.12 — Fidelity Bonds—~~

### Bonding Insurance

6.11 Subject to the Act, the Board shall require ~~directors, officers, and~~ employees and agents of the Credit Union ~~receiving or having charge of money~~ to furnish bonds for the faithful discharge of their powers and duties, ~~provided by an insurer licensed under the Insurance Act (Ontario) to write in such form and with such~~ surety ~~and fidelity insurance, and in an amount at least equal to any minimum amount required by the Act or calculated in accordance with the formula specified in~~ as the Board, the CEO, and the Act may from time to time require, but no director shall be liable for failure to require any such bond or for the insufficiency of any such bond or for any loss by reason of the failure of the Credit Union to receive any indemnity thereby provided.

## ARTICLE SEVEN

### MEETINGS OF MEMBERS

#### ~~By law 8 — Meetings of Members~~

##### ~~8.1 —~~

~~Annual Meeting— Unless otherwise authorized by the Superintendent, the annual meeting of the Credit Union shall be held within 120 days following the fiscal year end. Subject to the above noted restriction, meetings of the members of the Credit Union shall be held on such date, at such time and such place, within the province of Ontario, as determined by the Board.~~

##### ~~8.2 — Electronic Meetings— These By laws expressly prohibit~~

7.01 Subject to the ~~conducting of Act~~, meetings of the ~~members by telephonic or electronic means~~.

~~8.3 Business at an Annual Meeting~~ At an annual meeting, the Board shall place before the members:

- ~~a) the audited financial statements of the Credit union;~~
- ~~b) the report of the auditor;~~
- ~~c) the report of the audit committee; and~~
- ~~d) such further information respecting the financial position of the Credit Union and the results of its operations as the Board determines should be presented to the members.~~

~~The business presented at any special meeting of the members of the Credit Union shall be as determined by the Board.~~

8.4 Notice of Meeting—Members shall be held at times and places in Ontario as the Board may determine from time to time, and shall be conducted in accordance with the Act.

#### Notice of All Meetings of Members

7.02 Subject to the Act, notice of all meetings of the ~~members~~Members of the Credit Union shall be given by the Corporate Secretary, who shall, not later than ~~10~~ten days before the date of the meeting or earlier than ~~50~~fifty days before the date of the meeting, give notice of the meeting to each ~~member~~Member of the Credit Union who ~~is, as of~~ the record date for notice of the meeting, determined in accordance with ~~Section 8.4~~section 7.03 hereof ~~appears on the records of the Credit Union as,~~ a ~~member~~Member, by posting a notice of the meeting in each office of the Credit Union, and ~~either~~doing one of the following:

- ~~a) sending the notice by prepaid mail to the Recorded Address of the member; or~~
- ~~b) publishing the notice in a newspaper that is circulated in the community in which the head office of the Credit Union is situated.~~

~~Notice may also be delivered electronically~~

(a) sending the notice by electronic mail to membersMembers who have authorized the Credit Union to communicate with them in this fashion and provided the Credit Union with an electronic mail address to which to send such electronic communications, and otherwise sending the notice by prepaid mail to the Recorded Address of the Member;

~~Notice of a meeting at which a special resolution is to be considered, including, without limitation, a special resolution to amend the Credit Union's by-laws, shall include a summary of the special resolution.~~

(b) including the notice with a mailing of physical or electronic statements to each Member; or

(c) publishing the notice on the Credit Union's website and social networking sites.

The notice shall specify that copies of the financial statements and the reports of the audit committee and the auditor ~~will~~shall be available ~~for inspection~~ at the meeting and at the offices of the Credit Union ten ~~(10)~~ days before the date of the meeting, ~~and. The notice shall set out any matters to be dealt with at the meeting other than the audited financial statements and the reports of the auditor and of the audit committee, in sufficient detail to permit members to form a reasonable judgment on the matter~~ also specify that a report on the gender diversity of the Board shall be presented to the meeting.

The contents of the notice shall comply with the requirements of the Act.

#### ~~8.5 Record Date—~~

7.03 The Board may fix in advance a date, preceding the date of any meeting of ~~members~~Members by no more than 50 days and ~~no~~not less than 10 days, as a record date for the determination of the ~~members~~Members entitled to notice of the meeting, provided that notice of such record date shall be given not less than ~~7~~seven days before such record date by ~~newspaper advertisement~~any method not prohibited by the Act. If no record date is fixed, the record date for determining the ~~members~~Members entitled to notice of the meeting shall be at the close of business on the day immediately preceding the day on which the notice is given.

**~~8.6~~ Accidental Omission—**

7.04 Where notice of a meeting is received generally by ~~the members of the Credit Union~~Members, the accidental omission to give notice to any ~~member thereof~~Member, or the non-receipt of the notice by any ~~member thereof~~Member, shall not invalidate any resolution passed or any proceedings taken at the meeting.

**~~8.7~~ Quorum—**

7.05 At all meetings of the ~~members of the Credit Union~~Members, twenty-five (25) ~~members~~Members shall constitute a quorum, but, if no quorum is present, the presiding officer of the meeting shall adjourn the meeting to a date not less than 7,seven or more than ~~15,fifteen~~ days thereafter, and the decision of the adjourned meeting shall be binding upon the Credit Union, regardless of the number of ~~members~~Members then present, provided that notice of the adjourned meeting shall be given by the Corporate Secretary in the manner herein provided, at least 7,seven days prior to the date of the adjourned meeting.

**~~8.8~~ New Business—**

7.06 At all meetings of ~~the members of the Credit Union~~Members, only the business stated in the notice calling such meeting may be transacted. In particular and without limiting the generality of the foregoing, due notice shall be given of any amendments to the By-laws.

~~**8.9— Methods of Voting—** Every member who receives notice of the meeting of members shall be entitled to 1 vote thereat. Every question submitted to any meeting of members, except for an election and unless a poll is demanded or required, shall be decided in the first instance by a show of hands. In the case of an equality of votes, the chair of the meeting shall, both on a show of hands and at a poll, have a second of casting vote in addition to the vote or votes to which he or she may be entitled as a member. At any meeting, unless a poll is demanded, a declaration by the chair of the meeting, that resolution has been carried or carried unanimously or by a particular majority, or lost or not carried by a particular majority shall be conclusive evidence of the fact.~~

~~**8.10— Mail, Electronic and Branch Balloting—** These bylaws expressly prohibit voting at any membership meeting by in branch, mail, electronic or telephonic means.~~

~~**8.11—**~~

**Elections of Directors**

7.08 Elections of Directors shall be held in accordance with the provisions of Article 4.03 hereof.

## Voting or Balloting in Respect of All Questions Other Than the Election of Directors

7.09 The Board has the discretion to determine whether some or all of the questions for decision at a meeting of Members, other than voting in respect of a director election, shall be decided, during the meeting, by in-person voting at the physical location of the meeting, or remote, telephonic or electronic Balloting, or both; or by pre-meeting in-branch (in-person) Balloting or remote, electronic or mail Balloting, or any combination of one or more of the three methods; provided that, in all cases, the option of in-person balloting is always made available to every Member. Every Member who receives notice of the meeting of Members shall be entitled to one vote thereat, in respect of any such question for decision to be made (or the results of the Balloting announced) at such a meeting.

### **Joint Members**

7.10 (a) Where ~~2~~two or more persons hold the same ~~share~~Membership Share or ~~shares~~Shares jointly, any ~~1~~one of such persons present at a meeting of ~~members~~Members has the right, in the absence of the other or others, to vote in respect of such ~~share~~Share or ~~shares~~Shares, but, if more than ~~1~~one of such persons are present, they shall vote together as one on the share or shares jointly held by them.

      (b) ~~2~~Two or more persons jointly holding enough ~~membership-shares~~Membership Shares to entitle each of them to be a ~~member~~Member in ~~his~~each person's own right are all considered as separate ~~members~~Members.

### **~~8.12 Proxies—~~**

7.11 A ~~member~~Member of the Credit Union which is ~~Her~~the Majesty the ~~Queen~~King, a corporation, a partnership, or an unincorporated association shall only cast its vote as a ~~member~~Member through a written proxy produced at the meeting, signed by the president or other head officer or by the vice-president or secretary or treasurer of such entity; and appointing some ~~1~~one or more persons to vote on its behalf. Any person so appointed need not be a ~~member~~Member of the Credit Union. Any such proxy shall cease to be valid at the conclusion of any meeting of the Members for which it was specifically granted, or after the expiration of ~~1~~one year from its date ~~or the end of any meeting for which it was expressly granted, whichever is earlier.~~

## Show of Hands at Exclusive In Person Balloting at the Location of the Meeting, During the Meeting

7.12 Where the Board permits only in-person voting at the location of the meeting on a question (other than an election of directors) submitted to any meeting of Members, the question shall be decided in the first instance by a show of hands, unless a poll is demanded or required, when the question shall be decided by Ballot. In the case of an equality of votes, the chair of the meeting shall both on a show of hands and at a poll have a second or casting vote in addition to the vote or

votes to which the chair may be entitled as a Member. Unless a poll is demanded, a declaration by the chair of the meeting that a resolution has been carried or carried unanimously or by a particular majority, or lost or not carried by a particular majority, shall be conclusive evidence of the fact.

### Remote, Electronic or Telephonic Balloting During the Meeting

7.13 Prior to sending out the required notice of a specified meeting of Members, the Board may determine that Members shall be permitted to cast Ballots in respect of specified questions (other than director elections) submitted to the Members at the meeting, remotely, by telephonic or electronic means, during the meeting, in addition to the option to vote in-person at the location of the meeting. If the Board takes this action, any Member who, by such means, casts a vote or Ballot remotely shall be deemed for all purposes, including, without limiting the generality of the foregoing, the calculation of the quorum pursuant to section 7.05 hereof, to have been physically present at the location of the meeting.

### Pre-Meeting In-Person, In-Branch Balloting

#### Generally

7.14 (a) Prior to sending out the required notice of a specified meeting of Members, the Board may determine that Members shall be permitted to cast Ballots in respect of specified questions (other than director elections) submitted to the Members at the meeting, by in-Branch, in-person Balloting during a period of time preceding the time of the meeting, either in lieu of, or in addition to, in-person Balloting at the location of the meeting during the meeting. If the Board takes this action, any Member who, by such means, casts a vote or Ballot shall be deemed for all purposes, including, without limiting the generality of the foregoing, the calculation of the quorum pursuant to section 7.05 hereof, to have been physically present at the location of the meeting, for voting in respect of the specified questions.

#### Interpretation

(b) In this section 7.14,

"Form of ballot" means a written or printed form that, upon completion and execution by a Member, becomes a Ballot; and

"Chair of In-Branch Balloting" shall mean the person appointed by the Credit Union to preside over the election of directors.

#### Voting by Pre-Meeting In-Branch Balloting

(c) Every Member entitled to vote at a meeting of Members may by means of Ballot vote in-person at a designated branch location of the Credit Union on any matter properly coming before a meeting of Members and specified as one in respect of such means of Balloting is permitted by the Board.

**Mandatory Solicitation Ballot**

(d) The Board shall, concurrently with or prior to sending notice of a meeting of Members, send a form of Ballot, in the same manner as the notice of meeting is sent, to each Member who is entitled to receive notice of the meeting.

**Execution**

(e) A Ballot executed by the Member or the Member's attorney authorized in writing shall be counted by the Credit Union's scrutineers as a vote in any matter indicated by the Ballot maker.

**Form of Ballot**

(f) Every Form of ballot shall comply with this By-law and the authorizing resolution passed by the Board. It shall contain:

- (i) the text of all resolutions to be submitted to the Members at the upcoming meeting for approval by the Members, in respect of which pre-meeting Balloting is authorized;
- (ii) a means by which a Member may specify that the Member's vote shall be registered for or against each matter identified in the notice of the meeting;
- (iii) instructions on how the Member can personally deliver the Member's Ballot at a branch location of the Credit Union, in-person; and
- (iv) the final date that such Ballots cast in this way will be accepted by the Credit Union.

**Formal Validity**

(g) Ballots submitted in this way, to be valid must:

- (i) be on the pre-printed Form of ballot designated by the Credit Union; and
- (ii) be received by a designated branch, of the Credit Union prior to 4:59 p.m. on the last date for the receipt of Ballots as designated by the Credit Union and indicated on the Form of ballot.

In the case of more than one Ballot being received from a voting Member on a question submitted to the Members for decision at a meeting, the Ballot received by the Credit Union during pre-meeting, in-branch Balloting, shall be considered the Ballot for the meeting, and, if the

Member attends at the meeting in person, that Member shall not be permitted to vote on the question at the location of the meeting.

### Counting Procedure

(h) At the meeting at which the results of pre-meeting Balloting are to be announced, the Chair of Pre-Meeting Balloting shall appoint scrutineers who will:

- (i) have the skills required and may, but need not be, Members;
- (ii) under the supervision of the Chair of Pre-Meeting Balloting and with access to a complete list of Members, their addresses and signature cards, verify that the persons purporting to be a member of the Credit Union, and whose name is listed on the Ballot as the Member voting the Ballot, is a Member qualified to vote at the meeting and following such verification, separate the portion of the Ballot on which the Member's name, address and signature is marked from the sealed portion of the Ballot upon which the Member's votes are indicated;
- (iii) under the supervision of the Chair of Pre-Meeting Balloting, count all of the verified Ballots received during the pre-meeting Balloting period;
- (iv) render any decisions as to any questionable Ballots and selections thereon, by majority vote;
- (v) provide the Chair of the meeting with the total number of votes represented by verified Ballots cast during the pre-meeting Balloting period, which the chair shall then announce to the Membership at the meeting of Members; and
- (vi) where applicable, count the votes of the Members cast at the meeting, during the meeting, on the same question on which pre-meeting Balloting was permitted.

### Tie Votes

(i) In the case of a tie vote resulting from the combined votes from the pre-meeting and in-meeting Balloting, the Members in physical attendance at the meeting shall vote by Ballot to break the tie, regardless of whether they had voted in the pre-meeting Balloting or not.

### Adjournment

7.15 The chair of a meeting of Members may, with the consent of the meeting and subject to such conditions as the meeting may decide, or where otherwise permitted under the provisions of the Act, adjourn the meeting from time to time and from place to place. If a meeting of Members is



adjourned for less than thirty (30) days, it shall not be necessary to give notice of the adjourned meeting, other than by announcement at the earliest meeting which is adjourned. If a meeting of Members is adjourned by one or more adjournments for an aggregate of thirty (30) days or more, notice of the adjourned meeting shall be given in the same way the original notice of meeting was given.

**8.13 Proposals** —~~Upon receipt of~~

7.16 If the Credit Union receives a written proposal from a ~~member~~Member to raise an issue at the annual meeting, and ~~a request that a statement in relation to that issue be attached to the notice of meeting~~the proposal complies with all of the requirements of the Act, the Board~~Credit Union~~ shall, ~~within 10 days of its receipt, meet to consider whether or not attach a copy of the written proposal is to be included in the notice of the annual meeting, and, where the Board refuses to include the proposal in accordance with the notice of meeting, the Chair of the Board shall notify the member who submitted it of the refusal, and give reasons therefore~~Act.

**8.14 Requisitions** –

7.17 Upon the written request of 5% of the ~~members~~Membership stating the general nature of the business to be presented at the meeting, signed by all of the requisitioning Members, and deposited at the head office of the Credit Union, the Board shall call and deliver notice of a general meeting of the Credit Union, for the transaction of that business, not later than 21 days from the date the written request was deposited at the Credit Union's head office, and such meeting shall be held within 60 days from the date of the deposit of the ~~request~~requisition. Requisitions may be ~~made~~designed in counterpart, ~~as nearly as possible in the same manner as a membership meeting is called pursuant to these By-laws.~~

## ARTICLE EIGHT

### PROTECTION OF DIRECTORS, OFFICERS AND OTHERS

#### ~~By-law 9 — Protection of Directors, Officers, and Others~~

##### ~~9.1 —~~

#### ~~Submission of Contracts or Transactions to Shareholders for Approval—~~

8.01 The Board, in its discretion, may submit any contract, act, or transaction for approval, ratification, or confirmation at any meeting of the ~~members~~Members or shareholders called for the purpose of considering the same, and any contract, act, or transaction that shall be approved, ratified, or confirmed by a resolution passed by a majority of the votes cast at any such meeting (unless any different or additional requirement is imposed by the Act or by the ~~Credit Union's~~ Articles or any other By-law) shall be as valid and as binding upon the Credit Union and upon all the ~~members~~Members and shareholders as ~~if~~though it had been approved, ratified, or confirmed by every ~~member~~Member or shareholder of the Credit Union.

#### ~~9.2 Indemnity—~~

8.02 Subject to the limitations contained in the Act, the Credit Union shall indemnify ~~a director, officer, or Committee member, a former director, officer, or Committee member, or a person who acts or acted at the Credit Union's request as a director or officer of a body corporate of which the Credit Union is or was a member, shareholder, or creditor, and his heirs and legal representatives,~~an Indemnified Person against all costs, charges, and expenses, including an amount paid to settle an action or satisfy a judgment, reasonably incurred by ~~him~~the Indemnified Person in respect of any civil, criminal, or administrative action or proceeding to which ~~he~~that person is made a party by reason of being or having been a director or officer of the Credit Union or ~~such~~a body corporate referred to in the definition of Indemnified Person, if the person:

- (a) ~~a) — he~~ acted honestly and in good faith with a view to the best interest of the Credit Union; and
- (b) ~~b) —~~ in the case of a criminal or administrative action or proceeding that is enforced by a monetary penalty, ~~he~~ had reasonable grounds for believing that ~~his~~the person's conduct was lawful.

The Credit Union shall also indemnify such ~~a~~ person in such other circumstances as the Act permits or requires.

#### ~~9.3 Insurance—~~

8.03 Subject to the Act, the Credit Union ~~shall~~may purchase and maintain insurance for the benefit of any person referred to in ~~Section 9.2;~~paragraph 8.02 against such liabilities and in such amounts as the ~~board~~Board may from time to time determine.

~~By law 10 — Shares~~

~~10.1 —~~

ARTICLE NINE

SHARES

**Allotment**—~~Subject to the Act, the~~

**9.01** The Board may from time to time allot or grant options to purchase the whole or any part of the authorized and unissued shares of the Credit Union at such times and to such persons and for such consideration as the Board shall determine, provided that no share shall be issued until it is fully paid for, as provided required by the Act. The Board is also authorized to determine the maximum number of shares that may be allotted to a Member seeking to purchase shares issued pursuant to a receipted offering statement issued by the Credit Union.

**10.2 Commissions**—~~Subject~~

**9.02** Except in respect of Membership Shares and subject to the Act, the Board may from time to time authorize the Credit Union to pay a reasonable commission to any person in consideration of ~~his~~that person's purchasing or agreeing to purchase ~~shares, other than membership shares, of the Credit Union~~Shares, whether from the Credit Union or from any other person, or procuring or agreeing to procure purchasers for any such ~~shares~~Shares.

**10.3 Transfers and the Registration of Transfers**—~~Subject to~~

**9.03** The Credit Union and the shareholders shall comply with the provisions of the Articles, if any, relating to transfers of Shares other than Membership Shares. The Board may pass policies and procedures that supplement any such provisions, as long as they are not contrary to the Articles, in connection with any relevant receipted offering statement, and the Credit Union and shareholders shall comply with any such policies and procedures. Notwithstanding the above, any such policies and procedures shall provide that restrictions in the relevant offering statement on the maximum number of shares that may be allotted to any individual Member shall also apply to any subsequent proposed transfer of shares to a transferee in any case other than a testamentary gift of the shares from a transferor. Subject to the Act, no transfer of ~~shares~~Shares shall be registered in a securities register except upon presentation of the certificate representing such ~~shares~~Shares with an endorsement which complies with the Act made thereon or delivered therewith, duly executed by an appropriate person as provided by the Act, together with such reasonable assurance that the endorsement is genuine and effective as the ~~board~~Board may from time to time prescribe, upon payment of all applicable taxes and any fees prescribed by the ~~board~~Board, upon compliance with such restrictions on transfer as are authorized by the Articles, and upon satisfaction of any lien referred to in ~~section 10.5~~paragraph 9.05.

**10.4 Transfer Agents and Registrars**—

9.04 The Board may from time to time appoint ~~1~~one or more agents to maintain, in respect of each class of securities of the Credit Union issued by it in registered form, a securities register and ~~1~~one or more branch securities registers. Such a person may be designated as transfer agent and registrar according to ~~his~~the person's functions, and ~~1~~one person may be designated both registrar and transfer agent. The Board may at any time terminate such appointment.

#### ~~10.5~~ Lien for Indebtedness—

9.05 The Credit Union shall have a lien on any ~~membership share~~Share registered in the name of a ~~member~~shareholder or ~~his~~that shareholder's legal representatives for a debt of that ~~member~~shareholder to the Credit Union, provided that if the Shares are listed on a stock exchange recognized by the Ontario Securities Commission, the Credit Union shall not have such lien. The Credit Union may enforce any lien that it has on ~~shares~~Shares registered in the name of a ~~member~~shareholder indebted to the Credit Union by the sale of the Shares thereby affected or by any other action, suit, remedy, or proceeding authorized or permitted by law, and, pending such enforcement, the Credit Union may refuse to ~~redeem all~~register a transfer of the whole or any part of such ~~shares~~Shares.

#### ~~10.6~~ Non-recognition of Trusts—

9.06 Subject to the ~~provisions of the~~ Act, the Credit Union may treat as absolute owner of any Share the person in whose name the ~~share~~Share is registered in the securities register as if that person had full legal capacity and authority to exercise all rights of ownership ~~regarding such share~~, irrespective of any indication to the contrary through knowledge or notice or description in the Credit Union's records or on the ~~share~~Share certificate.

#### ~~10.7~~ Share Certificates

9.07 (a) The Credit Union shall not issue certificates for ~~membership shares~~Membership Shares, provided that a ~~member~~Member shall be entitled to a statement of the number of ~~membership shares~~Membership Shares held by the ~~member~~Member upon request.

(b) Subject to ~~clause paragraph~~ (a) hereof, every holder of ~~1~~one or more ~~shares of the Credit Union~~Shares shall be entitled, at ~~his~~the shareholder's option, to a ~~share~~Share certificate, or to a non-transferable written acknowledgement of ~~his~~the shareholder's right to obtain a ~~share~~Share certificate, stating the number and class or series of ~~shares~~Shares held by ~~him~~that shareholder as shown on the securities register. Share certificates and acknowledgements of a shareholder's right to a ~~share~~Share certificate, respectively, shall be in such form as the Board shall from time to time approve. Any ~~share~~Share certificate shall be signed in accordance with Section 4.3, paragraph 3.03 and need not be under the corporate seal; provided that, unless the Board otherwise determines, certificates representing ~~shares~~Shares in respect of which a transfer agent and/or registrar has been appointed shall not be valid unless countersigned by or on behalf of such transfer agent and/or registrar. The signature of ~~1~~one of the signing officers or, in the case of ~~share~~Share certificates which are not valid unless countersigned by or on behalf of a transfer agent and/or registrar, the signatures of both signing officers, may be printed or mechanically reproduced in facsimile upon

| ~~share~~such Share certificates, and every such facsimile signature shall for all purposes be deemed to  
| be the signature of the officer whose signature it reproduces and shall be binding upon the Credit  
Union. A ~~share~~Share certificate executed as aforesaid shall be valid notwithstanding that ~~one~~one or  
both of the officers whose facsimile signature appears thereon no longer holds office at the date of  
issue of the certificate.

**~~10.8~~ Replacement of Share Certificates—**

9.08 The Board or any officer or agent designated by the Board may in its or ~~his~~the officer's or agent's discretion direct the issue of a new ~~share~~Share certificate in lieu of and upon cancellation of a ~~share~~Share certificate that has been mutilated, or in substitution for a ~~share~~Share certificate claimed to have been lost, destroyed, or wrongfully taken, on payment of such fee, and on such terms as to indemnity, reimbursement of expenses and evidence of loss and of title as the Board may from time to time prescribe, whether generally or in any particular case.

**~~10.9~~ Joint Shareholders—**

9.09 If ~~two~~ or more persons ~~are~~ registered as joint holders of any ~~share~~Share, the Credit Union shall not be bound to issue more than ~~one~~ certificate in respect thereof, and delivery of such certificate to ~~one~~ of such persons shall be sufficient delivery to all of them. Any ~~one~~ of such persons may give effectual receipts for the certificate issued in respect thereof or for any dividend, bonus, return of capital, or other money payable or warrant issuable in respect of such shares.

**~~10.10~~ Deceased Shareholders—**

9.10 In the event of the death of a holder, or of ~~one~~ of the joint holders, of any ~~share~~Share, the Credit Union shall not be required to make any entry in the securities register in respect thereof, or to make payment of any dividends thereon, except upon production of all such documents as may be required by law and upon compliance with the reasonable requirements of the Credit Union and its transfer agents.

ARTICLE TEN

DIVIDENDS AND RIGHTS

**~~By-law 11—Dividends and Patronage Rebates~~**

~~11.1—Dividends and Patronage Rebates—~~10.01 Subject to the ~~provisions of the~~ Act, the Board may from time to time declare dividends payable to ~~members~~Members and the shareholders according to their respective rights and interest in the Credit Union, and may, on such terms as it deems fit, from time to time declare a patronage return to its ~~members~~Members in proportion to the business done by each ~~member~~Member with or through the Credit Union. Dividends and patronage rebates may be paid ~~as permitted by~~in accordance with the Act.

**~~11.2—Dividend and Patronage Rebate Cheques—~~**

10.02 A dividend or patronage rebate payable in cash may be paid by cheque drawn on the Credit Union's bankers or one of them to the order of each ~~member~~Member or registered holder of

Shares of the class or series in respect of which it has been declared, and mailed by prepaid ordinary mail to such ~~member at his or her~~registered holder at that holder's Recorded Address or credited to the ~~member's~~Member or shareholder's account with the Credit Union, unless such ~~member~~Member or holder otherwise directs. In the case of joint ~~members~~Members or shareholders, the cheque shall, unless such joint ~~members~~Members or shareholders otherwise direct, be made payable to the order of all of such joint ~~members~~Members or shareholders and mailed to them at their Recorded Address. The mailing of such cheque as aforesaid, unless the same is not paid on due presentation, shall satisfy and discharge the liability for the dividend or patronage rebate to the extent of the sum represented thereby plus, the amount of any tax which the Credit Union is required to and does withhold.

**~~11.3~~—Non-receipt of Cheques—**

10.03 In the event of non-receipt of any dividend or patronage rebate cheque by the person to whom it is sent as aforesaid, the Credit Union shall issue to such person a replacement cheque for a like amount on such terms as to indemnity, reimbursement of expenses and evidence of non-receipt and of title as the Board may from time to time prescribe, whether generally or in any particular case.

**~~11.4~~Record Date for Dividends and Rights—**

10.04 The Board may fix in advance a date, preceding by not more than fifty (50) days the date for the payment of any dividend or the date for the issue of any warrant or other evidence of the right to subscribe for securities of the Credit Union, as a record date for the determination of the persons entitled to receive payment of such dividend or to exercise the right to subscribe for such securities, and notice of any such record date shall be given not less than seven (7) days before such record date in the manner provided by the Act. If no record date is so fixed, the record date for the determination of the persons entitled to receive payment of any dividend or to exercise the right to subscribe for securities of the Credit Union shall be at the close of business on the day on which the resolution relating to such dividend or right to subscribe is passed by the Board.

**~~11.5~~—Unclaimed Dividends and Patronage Rebates—**

10.05 Any dividend or patronage rebate unclaimed after a period of six (6) years from the date on which the same has been declared to be payable shall be forfeited and shall revert to the Credit Union.

ARTICLE ELEVEN

MEETINGS OF SHAREHOLDERS

**~~By law 12~~—Meetings of Shareholders**



~~12.1~~

**Not to Govern ~~Membership~~Certain Meetings—**

11.01 This ~~Bylaw 12~~Article Eleven is not to govern ~~membership~~ meetings of Members, which are governed by ~~By-law 8~~Article Seven hereof.

~~12.2~~ **Meetings—**

11.02 Subject to the Act, meetings of shareholders shall be held at such time ~~and such place, within the Province of Ontario,~~ as the Board or the Chair of the Board may from time to time determine, for the purpose of transacting any business required by the Act to be placed before the shareholders; and for the transaction of such other business as may properly be brought before the meeting.

~~12.3~~ **Special Meetings—**~~The Board shall have power to call a special meeting of shareholders at any time.~~

11.03 The Board or the Chair of the Board shall have power to call a special meeting of shareholders at any time.

**Place of Meetings**

11.04 Meetings of shareholders shall be held at such place in Ontario as the Board may by resolution determine.

~~12.4~~ **Notice of Meetings—**

11.05 Notice of the time and place of each meeting of shareholders shall be given in the manner provided in ~~Section 15.1, paragraph 14.01~~ not less than ten (10) days nor more than fifty (50) days before the date of the meeting; to each ~~director~~Director, to the auditor; and to each shareholder who at the close of business on the record date for notice is entered in the securities register as the holder of ~~one~~ or more ~~shares~~Shares carrying the right to vote at the meeting. Notice of a meeting of shareholders shall state or be accompanied by a statement of the nature of such business in sufficient detail to permit the shareholder to form a reasoned judgment thereon, and the text of any special resolution to be submitted to the meeting. A shareholder and any other person entitled to attend a meeting of shareholders may in any manner waive notice of; or otherwise consent to; a meeting of shareholders.

~~12.5~~ **List of Shareholders Entitled to Notice—**

11.06 For every meeting of shareholders, the Credit Union shall prepare a list of shareholders entitled to receive notice of the meeting, arranged in alphabetical order and showing the number of ~~shares~~Shares held by each shareholder entitled to vote at the meeting. If a record date for the meeting is fixed pursuant to ~~Section 12.6~~paragraph 11.07, the shareholders listed shall be those

registered at the close of business on such record date. If no record date is fixed, the shareholders listed shall be those registered at the close of business on the day immediately preceding the day on which notice of the meeting is given, or, where no such notice is given, the day on which the meeting is held. The list shall be available for examination by any shareholder during usual business hours at the registered office of the Credit Union or at the place where the central securities register is maintained; and at the meeting for which the list was prepared.

#### **~~12.6~~ Record Date for Notice—**

11.07 The ~~board~~Board may fix in advance a date, preceding the date of any meeting of shareholders by not more than fifty (50) days and not less than twenty-one (21) days, as a record date for the determination of the shareholders entitled to notice of the meeting, provided that notice of any such record date shall be given not less than seven (7) days before such record date by ~~newspaper advertisement in the manner provided in~~any method not prohibited by the Act; and, if any ~~shares~~Shares of the Credit Union are listed for trading on a stock exchange in Canada, by written notice to each such stock exchange. If no record date is so fixed, the record date for the determination of the shareholders entitled to notice of the meeting shall be at the close of business on the day immediately preceding the day on which the notice is given; or, if no notice is given, the day on which the meeting is held.

#### **~~12.7~~ Chair, Secretary, and Scrutineers—**

11.08 The chair of any meeting of shareholders shall be the first mentioned of such of the following officers as have been appointed and who is present at the meeting: the Chair~~of the Board;~~, or ~~the~~a Vice-Chair. If no such officer is present within 15 minutes from the time fixed for holding the meeting, the persons present and entitled to vote shall choose ~~one~~one of their number to be chair. If the Corporate Secretary of the Credit Union is absent, the chair shall ~~appoint~~Appoint some person, who need not be a shareholder, to act as secretary of the meeting. If desired, one (1) or more scrutineers; who need not be shareholders, may be ~~appointed~~Appointed by a resolution or by the chair with the consent of the meeting.

#### **~~12.8~~ Persons Entitled to be Present—**

11.09 The only persons entitled to be present at a meeting of shareholders shall be those entitled to vote thereat, the directors; and the auditor of the Credit Union; and others who, although not entitled to vote ~~thereat~~, are entitled or required under any provision of the Act; or the Articles; or the By-laws to be present at the meeting. Any other person may be admitted only on the invitation of the chair of the meeting or with the consent of the meeting.

~~12.9—Quorum—Subject to Sections 12.10 and 12.11, regarding Patronage Shares issued by the Credit Union, 25 persons present in person, each being a shareholder entitled to vote at the meeting or a duly appointed proxy holder for an absent shareholder entitled to vote at the meeting, shall be a quorum at any meeting of the shareholders.~~

~~—Regarding any meeting of the~~

11.10 (a) Subject to paragraph 11.11 and 11.12, regarding special shares issued by the Credit Union or any of its predecessors pursuant to a receipted offering statement (“Investment Shares”), two (2) persons present in person, each being a shareholder of such Investment Shares entitled to vote at the meeting, or a duly appointed proxyholder for an absent shareholder entitled to vote at the meeting shall be a quorum at any meeting of the shareholders for the choice of a chair of the meeting and the adjournment of the meeting; for all other purposes a quorum at any meeting of such shareholders, unless a greater number is required to be present or a greater number of Shares are required to be represented at the meeting by the Act or by the Articles or the By-laws, shall be persons present in person, each being a shareholder entitled to vote at the meeting or a duly appointed proxyholder for an absent shareholder entitled to vote at the meeting, not being less than two (2) in number and holding or representing by proxy not less than fifty-one percent (51%) of the total number of the issued Shares of the Credit Union for the time being enjoying voting rights at such meeting.

(b) Subject to sections 11.11 and 11.12, regarding any class of special Shares, other than Investment Shares, issued by the Credit Union, two (2) persons present in person, each being a shareholder of such Shares entitled to vote at the meeting shall be a quorum at any meeting of such shareholders for the choice of a chair of the meeting and the adjournment of the meeting; for all other purposes a quorum at any meeting of such shareholders, unless a greater number is required to be present or a greater number of Shares are required to be represented at the meeting by the Act or by the Articles or the By-laws, shall be persons present in person, each being a shareholder entitled to vote at the meeting or a duly appointed proxyholder for an absent shareholder entitled to vote at the meeting, not being less than twenty-five (25) in number.

(c) If there is no quorum at any meeting of shareholders of the Credit Union, ~~if there is no quorum~~, then the meeting shall be adjourned to such date, not being less than ten (10) days later, and to such time and place as may be announced by the chair at the meeting, and, subject ~~to Section 12.17~~ section 11.18 hereof, it shall not be necessary to give notice of the adjourned meeting.

At such adjourned meeting, the persons present at such meeting, provided that there are at least two (2) such persons present in person, each being a shareholder entitled to vote at the meeting or a duly appointed proxy holder for an absent shareholder entitled to vote at the meeting, shall be a quorum for the transaction of ~~the~~ business for which the meeting was originally called.

### ~~12.10~~ Right to Vote—

11.11 Subject to ~~the provisions of~~ the Act as to authorized representatives of any other body corporate or association, at any meeting of shareholders for which the Credit Union has prepared the list referred to in ~~Section 12.5~~ paragraph 11.06, every person who is named in such list shall be entitled to vote the ~~shares~~ Shares shown opposite ~~his~~ that shareholder’s name, except to the extent that such person has transferred any of ~~his shares~~ that shareholder’s Shares after the record date determined in accordance with ~~Section 12.6~~ paragraph 11.07, and the transferee, having produced properly endorsed certificates evidencing such ~~shares~~ Shares or having otherwise established that

~~he~~the transferee owns such ~~shares~~Shares, has demanded not later than ten (10) days before the meeting that ~~his~~the transferee's name be included in such list. In any such case, the transferee shall be entitled to vote the transferred ~~shares~~Shares at the meeting. At any meeting of shareholders for which the Credit Union has not prepared the list referred to in ~~Section 12.5~~paragraph 11.06, every person shall be entitled to vote at the meeting who at the time is entered in the securities register as the holder of ~~one~~ or more ~~shares~~Shares carrying the right to vote at such meeting.

#### ~~12.11 Proxies—~~

11.12 Every shareholder entitled to vote at a meeting of shareholders may appoint a ~~proxy holder~~proxyholder, or one (1) or more alternate ~~proxy holders~~proxyholders, who need not be shareholders, to attend and act at the meeting in the manner and to the extent authorized and with the authority conferred by the proxy. A proxy shall be in writing, executed by the shareholder or ~~his~~the shareholder's attorney authorized in writing, and shall conform to the requirements of the Act.

#### ~~12.12 Time for Deposit of Proxies—~~

11.13 The Board may by resolution specify in a notice calling a meeting of shareholders a time, preceding the time of such meeting or an adjournment thereof by not more than forty-eight (48) hours, exclusive of any part of a Non-~~business day~~Business Day, before which time proxies to be used at such meeting must be deposited. A proxy shall be acted upon only if, prior to the time so specified, it shall have been deposited with the Credit Union or an agent thereof specified in such notice, or, if no such time is specified in such notice, only if it has been received by the Corporate Secretary ~~of the Credit Union~~ or by the chair of the meeting or any adjournment thereof prior to the time of voting.

#### ~~12.13 Joint Shareholders—~~

11.14 If two (2) or more persons hold ~~shares~~Shares jointly, any ~~one~~ of them present in person or represented by proxy at a meeting of shareholders may, in the absence of the other or others, vote the ~~shares~~Shares; but if two (2) or more of those persons are present in person or represented by proxy and vote, they shall vote as ~~one~~ the ~~shares~~Shares jointly held by them.

#### ~~12.14 Votes to Govern—~~

11.15 At any meeting of shareholders, every question shall, unless otherwise required by the Articles, or By-laws, or ~~the Act~~by law, be determined by a majority of the votes cast on the question. In case of an equality of votes either upon a show of hands or upon a Ballot, the chair of the meeting shall not be entitled to a second or casting vote.

#### ~~12.15 Show of Hands—~~

11.16 Subject to the ~~provisions of the~~ Act, any question at a meeting of shareholders shall be decided by a show of hands unless a ~~ballot~~Ballot thereon is required or demanded as hereinafter

provided. Upon a show of hands, every person who is present and entitled to vote shall have one vote. Whenever a vote by show of hands shall have been taken upon a question, unless a ~~ballot~~Ballot thereon is so required or demanded, a declaration by the chair of the meeting that the vote upon the question has been carried or carried by a particular majority or not carried, and an entry to that effect in the minutes of the meeting, shall be prima facie evidence of the fact without proof of the number or proportion of the votes recorded in favour of or against any resolution or other proceeding in respect of the said question, and the result of the vote so taken shall be the decision of the shareholders upon the said question.

**~~12.16~~ Ballots—**

11.17 On any question proposed for consideration at a meeting of shareholders, and whether or not a vote by show of hands has been taken thereon, any shareholder or ~~proxy holder~~proxyholder entitled to vote at the meeting may require or demand a ~~ballot~~Ballot. A ~~ballot~~Ballot so required or demanded shall be taken in such manner as the chair shall direct. A requirement or demand for a ~~ballot~~Ballot may be withdrawn at any time prior to the taking of the ~~ballot~~Ballot. If a ~~ballot~~Ballot is taken, each person present shall be entitled, in respect of the shares which ~~he~~the person is entitled to vote at the meeting upon the question, to that number of votes provided by the Act or the Articles, and the result of the ~~ballot~~Ballot so taken shall be the decision of the shareholders upon the said question.

**~~12.17~~ Adjournment—**

11.18 The chair at the meeting of shareholders may, with the consent of the meeting and subject to such conditions as the meeting may decide, or where otherwise permitted under the ~~provisions of the~~ Act, adjourn the meeting from time to time and from place to place. If a meeting of shareholders is adjourned for less than thirty (30) days, it shall not be necessary to give notice of the adjourned meeting, other than by announcement at the earliest meeting that is adjourned. If a meeting of shareholders is adjourned by one or more adjournments for an aggregate of thirty (30) days or more, notice of the adjourned meeting shall be given as for an original meeting.

**~~By law 13—~~ Lending**

**~~13.1—~~**

**ARTICLE TWELVE**

**LENDING**

**Lending—**

12.01 The Credit Union may make loans in accordance with the Act and its lending policies and procedures as adopted by the Board from time to time.

~~By law 14— Information Available to Members and Shareholders~~

~~14.1—~~

ARTICLE THIRTEEN

INFORMATION AVAILABLE TO MEMBERS AND SHAREHOLDERS

~~Annual Audited Financial Statements—~~

13.01 Every ~~member~~Member or shareholder applying in writing ~~therefore~~therefor shall be entitled to receive a copy of the Credit Union's last annual audited financial statements without charge. Copies of the last annual audited ~~financial~~ statements of any subsidiaries of the Credit Union shall be open to inspection by the ~~members~~Members and shareholders and to ~~the making of~~make extracts thereof during normal business hours free of charge.

~~14.2— Members List— A member may inspect, during business hours, a list, extracted from the register of members, shareholders, and other security holders, of the names of the members and shareholders.~~

~~14.3—~~

~~Information Available to~~ Members and ~~Shareholders—~~

13.02 Except as provided by the Act, no ~~member~~Member or shareholder shall be entitled to ~~discovery of any~~access information ~~respecting any details or conduct of~~regarding the Credit Union's, its business ~~which in, the opinion of the Board it would be detrimental to the interests of the Credit Union to communicate to the public~~Membership, any Member, or any shareholder.

~~14.4— Directors' Board Determination—~~

13.03 The Board may, from time to time, subject to the rights conferred by the Act, determine whether and to what extent and at what time and place and under what conditions or regulations the documents, books, and registers, and accounting records of the Credit Union or any of them shall be open to the inspection of ~~members or~~ shareholders, and no ~~member or~~ shareholder shall have any right to inspect any document, or book, or register, or accounting record of the Credit Union, except as conferred by statute, or authorized by the Board or by a resolution of the ~~members or~~ shareholders in general meeting.

~~14.5— Fee— A member~~

Copy of By-laws

13.05 A Member of the Credit Union shall be entitled to ~~an electronic~~ copy of the ~~By~~by-laws, free of charge, and to a paper copy of same upon payment of a fee ~~of \$25.00~~not exceeding the amount prescribed by Regulation, or equal to such lesser amount as the ~~board of directors~~Board may from time to time establish.

~~By-law 15~~—Notices

~~15.1~~—

ARTICLE FOURTEEN

NOTICES

~~Method of Giving Notices~~—

14.01 Any notice (which term includes any communication or document) to be given (which term includes sent, delivered, or served); pursuant to the Act, ~~the regulations there under~~, the Articles, the By-laws; or otherwise; to a ~~member~~Member, shareholder, (unless the Credit Union has obtained an exemption from the requirement in s. 184 of the Act to deliver an information circular to Shares other than Investment Shares, in which case the Credit Union can give notice of a meeting of the holders of such Shares as section 7.02 applied) director, officer, auditor; or member of a ~~Committee~~committee of the Board shall be sufficiently given if delivered personally to the person to whom it is to be given; or if delivered to ~~his~~that person's Recorded Address; or if mailed to ~~him~~the shareholder at ~~his~~that shareholder's Recorded Address by prepaid mail; or if sent to ~~him~~at ~~his~~the Recorded Address by any means of prepaid transmitted or recorded communication. A notice so delivered shall be deemed to have been given when it is delivered personally or to the Recorded Address as aforesaid; a notice so mailed shall be deemed to have been given when deposited in a post office or public letter box; and shall be deemed to have been received on the fifth day after so depositing; and a notice so sent by any means of transmitted or recorded communication shall be deemed to have been given when dispatched or delivered to the appropriate communication company or agency or its representative for dispatch. The Corporate Secretary may change or cause to be changed the Recorded Address of any ~~member~~, shareholder, director, officer, auditor; or member of a ~~Committee~~committee of the Board in accordance with any information believed by ~~him~~the Corporate Secretary to be reliable.

~~15.2~~Signature to Notices—

14.02 The signature of any ~~director~~Director or officer of the Credit Union to any notice or document to be given by the Credit Union may be written, stamped, typewritten, or printed, or partly written, stamped, typewritten, or printed.

### **~~15.3~~ Proof of Service—**

14.03 A certificate of the Chair, a Vice-Chair, the Corporate Secretary or the Chief Executive Officer, or of any other officer of the Credit Union in office at the time of the making of the certificate, or of a transfer officer of any transfer agent or branch transfer agent of shares of any class of the Credit Union, as to the facts in relation to the mailing or delivery of any notice or other document to any ~~member~~, shareholder, ~~director~~Director, officer, or auditor, or publication of any notice or other document, shall be conclusive evidence thereof and shall be binding on every ~~member~~, shareholder, ~~director~~Director, officer, or auditor of the Credit Union as the case may be.

### **Notice to Joint Shareholders**

14.04 All notices with respect to Shares registered in more than one name shall, if more than one address appears on the records of the Credit Union in respect of such joint holdings, be given to all of such joint shareholders at the first address so appearing, and notice so given shall be sufficient notice to the holders of such shares.

### **~~15.4~~ Computation of Time—**

14.05 In computing the date when notice must be given under any provision requiring a specified number of days' notice of any meeting or other event, both the date of giving the notice and the date of the meeting or other event shall be excluded.

### **~~15.5~~ Undelivered Notices—**

14.06 If any notice given to a ~~member~~Member or shareholder pursuant to ~~Section 15.1~~paragraph 14.01 is returned on three (3) consecutive occasions because ~~he~~that Member or shareholder cannot be found, the Credit Union shall not be required to give any further notices to such ~~member~~Member or shareholder until ~~he~~the Member or shareholder informs the Credit Union in writing of ~~his~~a new address.

### **~~15.6~~ Omissions and Errors—**

14.07 The accidental omission to give any notice to any ~~member~~Member, shareholder, ~~director~~Director, officer, auditor, or member of a ~~Committee~~committee of the Board or the non-receipt of any notice by any such person, or any error in any notice not affecting the substance thereof, shall not invalidate any action taken at any meeting held pursuant to such notice or otherwise founded thereon.

### **~~15.7~~ Deceased Members or Shareholders—**



14.08 Any notice or other document delivered, ~~or~~ sent by post, or left at the ~~Recorded Address~~address of any ~~member~~Member or shareholder as the same appears in the records of the Credit Union shall, notwithstanding that such ~~member~~Member or shareholder be then deceased, and whether or not the Credit Union has notice of ~~his~~that Member's or shareholder's death, be deemed to have been duly served in respect of the ~~shares~~Shares held by such ~~member~~Member or shareholder (whether held solely or with any person or persons); until some other person be entered in ~~his~~that Member's or shareholder's stead in the records of the Credit Union as the holder or ~~one~~one of the holders thereof, and such service shall for all purposes be deemed a sufficient service of such notice or document on ~~his~~the Member's or shareholder's heirs, executors, ~~or~~ administrators or successors and on all persons, if any, interested with ~~him~~the Member or shareholder in such shares.

**~~15.8~~ Persons Entitled by Death or Operation of Law—**

14.09 Every person who, by operation of law, transfer, death of a ~~member~~Member or shareholder, or any other means whatsoever, shall become entitled to any ~~share~~Share, shall be bound by every notice in respect of such ~~share~~Share which shall have been duly given to the Member or shareholder from whom ~~he~~the person derives ~~his~~the person's title to such ~~share~~Share prior to ~~his~~the person's name and address being entered on the securities register (whether such notice was given before or after the happening of the event upon which ~~he~~the person became so entitled) and prior to ~~his~~the person furnishing to the Credit Union the proof of authority or evidence of ~~his~~the person's entitlement as prescribed by the Act.

**~~15.9~~ Waiver of Notice—**

14.10 Any ~~member~~Member or shareholder (or ~~his~~the Member's or shareholder's duly appointed ~~proxy holder~~), ~~director~~proxyholder), Director, officer, auditor, or member of a Committee~~committee of the Board or advisory committee~~ may at any time waive any notice, or waive or abridge the time for any notice, required to be given to ~~him~~such person under any provision of the Act, the ~~regulations there under, the~~ Articles, the By-laws, or otherwise, and such waiver or abridgement, whether given before or after the meeting or other event of which notice is required to be given, shall cure any default in the giving or in the time of such notice, as the case may be. Any such waiver or abridgement shall be in writing, except ~~that~~ a waiver of notice of a meeting of ~~members~~Members or shareholders or of the ~~board~~Board or of a Committee~~committee of the Board which~~ may be given in any manner.

**~~By-law 16— Effective Date~~**

**~~16.1—~~**

**ARTICLE FIFTEEN**

**EFFECTIVE DATE**

**~~Effective Date—~~**

15.01 Subject to the Act, ~~the~~this ~~By-laws~~law shall come into force upon being passed by the Board and confirmed by a special resolution of the ~~members~~Members.

**~~16.2~~ Repeal—**

15.02 All ~~by~~By-laws previously enacted are revoked upon the coming into force of these By-laws.

\_\_\_\_\_  
\_\_\_\_\_

Chair

\_\_\_\_\_

Corporate Secretary

PASSED by the Board of Directors of the Credit Union this ~~24<sup>th</sup>~~ \_\_\_\_\_ day of ~~March~~ \_\_\_\_\_, ~~2010~~2023.

WITNESS the corporate seal of the Credit Union.

CONFIRMED by two thirds of the votes cast at an annual general meeting of the ~~members~~Members

of the Credit Union duly held at ~~Toronto~~ \_\_\_\_\_, Ontario, this ~~14<sup>th</sup>~~ \_\_\_\_\_

day of ~~April~~ \_\_\_\_\_, ~~2010~~2023.

FILED with the ~~Superintendent of Financial Services~~CEO this \_\_\_\_\_ day of \_\_\_\_\_, ~~2~~ \_\_\_\_\_, 2023.

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Description	bylaws (1 - Dec 13 2022)
Rendering set	Standard

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Padding cell	

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