

## **Addendum to the Director's Report 2016** **re Resolution 5. Amendment to the Rules**

Since going to print, and for the purpose of clarity, the Directors have decided to additionally recommend the deletion of Rule 7.2. This addendum should be read in conjunction with the Notice and the Director's Report.

7.2 If shares are withdrawn the society will pay any interest accrued to the date of withdrawal.

Rules 7.3 to 7.9 will be renumbered and section 7 now reads as follows:

### **7 How do members withdraw their shares?**

7.1 All shares are withdrawable. When members withdraw shares, the society may return the money paid for them. Subject to rule 16.1 this does not apply if the society has reduced the capital value of shares (by passing a board resolution, under rule 16.4.1). In that case the society will return only the reduced capital value of the shares.

7.2 Shares may be withdrawn on 180 days' notice. All withdrawals shall be in the order in which the notices are received by the society.

7.3 The society may waive that notice period, or accept a shorter notice period. That will be at the sole discretion of the society's directors and members have no right to insist that the society should waive or reduce the normal notice period.

7.4 Members must return their share certificates to the society 180 days after providing notice of withdrawal.

7.5 When members apply to withdraw shares, they will need to

- ◇ complete a withdrawal form (as set by the society's directors);
- ◇ comply with any procedures the society's directors may set; and
- ◇ produce evidence of identity (if not previously provided).

7.6 From time to time, the society may suspend (or limit) a member's right to withdraw shares.

7.7 There is a minimum number of members. The minimum is currently:

- ◆ two (if both members are industrial and provident societies) or
- ◆ three (if any member is not an industrial and provident society).

***If...***

the society has no more than the minimum number of members...

***then...***

those members can withdraw some of their shares,

***but,***

those members cannot withdraw all of their shares.

7.8 Members may end their membership of the society by withdrawing all their shares. Or, if the right to withdraw is suspended by rule 7.6, members may surrender all their shares. On surrender the directors of the society may (but do not have to) pay some or all of the money paid for the shares.