

**RESOLUTION OF THE
PECOS PLACE CONDOMINIUM ASSOCIATION**

RESERVE POLICY

The following policies and procedures were adopted by resolution of the Board of Directors ("the Board") of the Pecos Place Condominium Association ("the Association") pursuant to the Declaration, Articles and Bylaws of the Association, and Colorado law at a regular meeting of the Board.

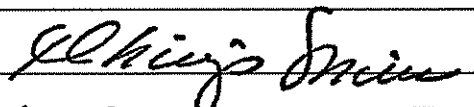
Colorado law requires the Association to adopt a policy concerning investment of reserve funds. Without waiving the statutory duty of care applicable the Board of Directors, the Board would like to implement elements of the Business Judgment Rule with respect to the investment of the Association's reserve funds.

THEREFORE, IT IS RESOLVED:

The Association, acting through the Board, shall exercise business judgment in the investment of funds designated as reserve funds.

1. The Board shall reasonably investigate the options available for investment of some or all the reserve funds; emphasis will be placed on the preservation of principal.
2. The Board shall discuss the results of the investigation and the options for investment, which meet the Association's goals for safety and income potential.
3. In the event the Board lacks experience in the investment options being considered to evaluate the safety and income potential, the Board may consider the opinions of its legal counsel, its public accountant, or other person the Board Members reasonably believe are within that person's expert competence, provided that other person will not directly benefit from the investment or that person is insured against errors and omissions.
4. Upon the conclusion of the investigation, the discussion, and the opinions of experts (if necessary) the Board shall vote on how the reserve funds will be invested or reinvested, each Member of the Board should vote in what they believe is the best interest of the Association and a majority vote of the quorum shall control.

This policy was adopted this 27th day of July, 2014 by resolution of the Board of Directors of the Pecos Place Condominium Association, a Colorado non-profit corporation.

By 
Its MANAGING AGENT