

MINUTES OF THE SPECIAL MEETING OF THE
BOARD OF DIRECTORS OF THIRD LAGUNA HILLS MUTUAL
A CALIFORNIA NON-PROFIT MUTUAL BENEFIT CORPORATION

March 28, 2007

The Special Meeting of the Third Laguna Hills Mutual Board of Directors, a California non-profit mutual benefit corporation, was held on Tuesday March 28, 2007 at 1:30 P.M., at 24351 El Toro Road, Laguna Woods, California

Directors Present: Jim Matson, Bob Hatch, Isabel Muennichow, Dominic Burrasca, Larry Souza, Carol Moore, Richard Moos, Ray Gros, Gunter Vogt
(1:37 P.M.)

Directors Absent: None

Staff Present: Milt Johns, Patty Fox

Others Present: Candidates: Nina Brice

CALL TO ORDER

President Jim Matson, President of the Corporation, chaired the meeting, stated that it was a special meeting held pursuant to notice duly given, established a quorum, and stated that the purpose of the meeting was to fill two board vacancies, terms ending 2007 and 2008, created by the resignations of John Heiney and George Arnold. The meeting was called to order at 1:30 P.M.

President Matson announced that candidates Jeanne Allen and Richard Haskell were running for the term ending Oct. 2007, and candidates Nina Brice and John Paulus were running for the term ending Oct. 2008.

Without objection, the nominations closed and the Board commenced balloting.

Without objection, balloting ceased and the ballots were collected.

Director Gunter Vogt entered at 1:37 P.M

Mr. Johns advised the Board on the voting procedure.

The Board discussed the balloting procedure.

Without objection, the ballots were received but declared void due to a balloting error and a misunderstanding of the ballot, as well as the arrival of a Director after balloting had closed.

Without objection the Board discarded the voided ballots, and new ballots were re-distributed, collected, and tallied.

President Matson announced that Rich Haskell was elected for the term ending Oct. 2007 and John Paulus was elected for the term ending Oct. 2008.

Ms. Brice commented on the voting and balloting procedure.

With no further business before the Board of Directors, the special meeting was adjourned at 1:46 P.M.

Isabel Muennichow, Secretary