

THE SNOWDANCE CONDOMINIUM ASSOCIATION, INC.
CONFLICT OF INTEREST POLICY

Effective Date: April 8, 2006

In compliance with the Colorado Common Interest Ownership Act, the Board of Managers of the Association desires to adopt a uniform and systematic policy to address conflicts of interest.

The Association hereby adopts the following policies and procedures to handling directors' conflicts of interest:

1. A director is deemed to have a conflict of interest if any of the following would derive a financial benefit from a contract, Board decision or Board action: the director; the director's parent, grandparent, spouse, child, sibling; or the parent or spouse of the director's parent, grandparent, spouse, child or sibling.
2. The director shall disclose the conflict of interest in the matter in an open meeting prior to the discussion and vote on the matter. Such disclosure shall be reflected in the minutes of the meeting or other written form.
3. The director shall not take part in the discussion and shall leave the room during the discussion and the vote on the matter. Notwithstanding the foregoing, a majority of the disinterested Board members may ask the interested Board member to remain during any portion of the discussion and/or vote, provided that the director does not vote.
4. The interested director shall count for the purpose of establishing a quorum of the Board for the matter in which there is a conflict.
5. The contract, Board decision or other Board action must be approved by a majority of the disinterested Board members. No contract, Board decision or other Board action in which a Board member has a conflict of interest shall be approved unless it is commercially reasonable to and/or in the best interests of the Association.
6. If the interested director fails to disclose the financial interest in violation of this resolution and of Colorado law, any contract entered into by the Association will be void and unenforceable. The interested director shall be responsible for any damages arising from the failure to disclose.
7. Each director shall be required to sign an acknowledgement of this policy within 30 days of becoming a director.

IN WITNESS WHEREOF, the undersigned certify that this Conflict of Interest Policy was adopted by resolution of the Board of Managers of the Association on this 8th day of April, 2006.

THE SNOWDANCE CONDOMINIUM ASSOCIATION, INC., a
Colorado nonprofit corporation,

By: William F. [Signature]
Its: President

ATTEST:

By: [Signature]

**THE SNOWDANCE CONDOMINIUM ASSOCIATION, INC.
ACKNOWLEDGEMENT OF CONFLICT OF INTEREST POLICY**

I, _____, hereby acknowledge and confirm that I have read the Conflict of Interest Policy adopted _____ and agree to disclose any conflict of interest which may arise during my term as a director in compliance with the policy. I further acknowledge and agree that I will be responsible for any damage to the Association arising from my failure to disclose a conflict as required by the policy.

Dated this _____ day of _____, 200__.

Signature

Printed Name