

Morecambe Bay Community Renewables Limited

Secondary Rules

As adopted by the Society at an Annual General Meeting on 4th May 2016

1. Share issues and other promotions

The directors will obtain independent advice from a suitably experienced external person, to confirm that any proposed financial promotion:

- a. Does not contain any untrue or misleading statement; and
- b. Gives a reasonable and fair description of the risks associated with holding withdrawable shares in the society; and
- c. Complies with any voluntary code or guidance which the society may, from time to time, agree.

For this rule, a proposed share issue promotion is any document issued by the society to promote the issue of shares (or anything else which might be considered an investment if issued by a company, such as a bond).

2. Verification of members' identities

The society will take reasonable steps to verify the identification of those applying for membership. The Directors consider such reasonable steps to be to ask for copies of photo-identification (passport or driving licence) plus a utility bill confirming address, for all applicants who are not known to any of the directors or existing members and who wish to invest more than £20,000. The society will retain a copy of all documents seen to verify the identity of applicants for membership.

The society will only accept payments from UK bank accounts, to reduce the risk of money laundering.

3. Payment of Share interest

The society will pay share interest on all shares held on 1 November each year, provided its financial performance during the year is sufficient to allow this. The rate of interest will be proposed by the directors and approved by the members at an AGM. The rate shall not be more than 5%. Share interest shall be paid after the AGM following the end of the financial year to which it relates.

4. Payment of Community Benefit

Rule 97 of the Society's rules requires that at least 25% of the amount paid to members as share interest is given for social or community purposes within the Morecambe Bay area. Who these community benefit payments are to be given to, and the amount to be paid, will be agreed by members at the AGM, following a proposal by the directors.

5. Procedures for share withdrawals

To withdraw their shares members should write to MORE Renewables requesting this, and enclose their share certificate.

6. Replacement of lost share certificates

- a. The members of the society are those whose names are on the register of members. So, at their discretion, the directors may allow the society to replace a lost or destroyed share certificate.
- b. A charge of £10 will be made for replacing lost share certificates, to cover administration costs.