

La Canaria News Letter # 14



Dear owners

Ordinary Owners Meeting (OOM) was held in La Canaria April 26th.

There were 17 owners present at the meeting, representing 119 unique owners/ sections. A quota of 51,59% was represented by presence or proxy. 25 people were present in the conference room all together. This is a brief summary from the meeting:

- The board's Annual report 2018 for LCC, the Accounts and Auditor's report 2018, and Budget for 2019 were unanimously approved by the Ordinary Owners Meeting.
- The update of the Articles of Association (AoA) for LCC was not approved. It requires unanimous decision. Some owners voted against the changes.
- The new house rules were approved by the OOM.
- The suggestion of having a separate "Election Committee" was not approved by the OOM.
- The compensation to the President, the Members of the Board and the Auditor was approved.
- The following Board was elected:

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|---------------------------------|---------------------|
| President: Nils Willy Gulhaugen | elected for 1 year |
| Board member: Barbara Lehner | elected for 2 years |
| Board member: Axel Krogvig | elected for 2 years |
| Board member: John Vemmestad | elected for 2 years |
| Deputy: Hanne Berg | elected for 1 year |
| Deputy: Per Sjøberg (new) | elected for 1 year |

The minutes from the Ordinary Owners meeting has been sent to all owners and published on our web site www.lacanaria.es under owners area, La Canaria Community (LCC), general meetings/owners meetings.

The cocktail party in the evening gathered 25 cheerful and happy owners with family or friends. It was a very nice party with first class food and serving by the hotel.

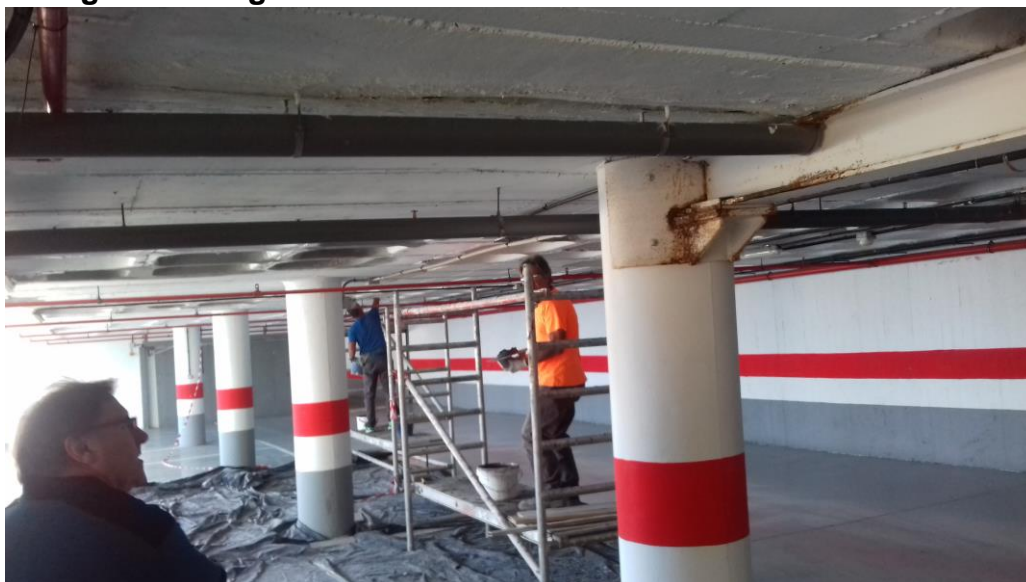
La Canaria Hotel Operation – operational and financial status

The hotel operation experiences the changes in the market situation on the Canary Islands. There is a significant pressure on prices and that has an effect on our income. The accumulated total revenue as of May is 5,561,000 € which is 571,000 € behind budget and 465,000 € behind last year. Consequently, the hotel reduces the yearend financial forecast

Shine-up of wooden hand-rails on the terraces

All hand-rails will be dismantled and sent to a workshop for grinding and oiling. This will be done during the summer period. A test has been carried out and the result seems to be very satisfactory.

Fixing the ceiling on 10th floor



The ceiling in the garage area on 10th floor has had leakages, and small pieces concrete have fallen down. The areas in question have been sealed.

New walls in corridors on East side

The open areas along the corridors on the East side towards the back side have caused dust being spread around and uncomfortable wind moves. All openings have now been closed by new walls.

New keys to all external storage rooms

As a matter of necessity all cylinders on external storage rooms have to be changed. There are fire detectors and sprinkler systems in these rooms. The Hotel reception and Maintenance staff have to have a master key and be able to carry out any emergency procedure when fire detectors and sprinkler alarms are activated as in any other room in the hotel. This is a legal requirement according to Spanish hotel security law.

The work will be carried out shortly during the summer months of 2019. As soon as new cylinder is installed, on first possible occasion, the new key to the storage room will be handed over to owner. New key can be picked up from our secretary Øystein Eide in the community office. Reception and maintenance department will be able to open up if necessary, any time.

Tennis court, no change until further notice

As you may have recognized, the tennis teacher has not respected the conclusion of the contract with LCHO. LCHO keeps a low profile and does not interfere with the operation of the sports area until the case is settled legally.

Dates for next meetings:

September 25th 2019, Board meeting LCC and Advisory board meeting LCHO.

November 13th 2019, Board meeting LCC and Advisory board meeting LCHO.

February 5th 2020, Board meeting LCC and Advisory board meeting LCHO.

The board takes the opportunity to wish all owners and their families a warm and beautiful summer period.

On behalf of the board, June 17th 2019

Nils Willy Gulhaugen

President of La Canaria Community