

Approved Form by LACO: 19 September 2022

Dated the _____ day of _____

THE HONG KONG HOUSING AUTHORITY

AND

[_____]

AND

THE HONG KONG HOUSING AUTHORITY

DEED OF MUTUAL COVENANT

in respect of

Lot No.1075 in Survey District No.3
(On Sau Court (安秀苑), 12 On Yu Road, Kowloon, Hong
Kong)

REGISTERED at the Land Registry by Memorial No.

on

for Land Registrar

THIS DEED OF MUTUAL COVENANT is made the day of

BETWEEN

(1) THE HONG KONG HOUSING AUTHORITY a body corporate established by virtue of Section 3 of the Housing Ordinance (Cap. 283) (hereinafter referred to as "the Authority") which expression where the context so admits shall include its successors and assigns) of the first part;

(2) [] of [], Hong Kong (hereinafter referred to as "the First Purchaser") which expression where the context so admits shall in the case of the First Purchaser being an individual include the First Purchaser's executors administrators and assigns and in the case of the First Purchaser being two or more persons holding as joint tenants include the survivor or survivors of the First Purchaser and the executors and administrators of such survivor and his or their assigns) of the second part; and

(3) THE HONG KONG HOUSING AUTHORITY a body corporate established by virtue of Section 3 of the Housing Ordinance (Cap. 283) (hereinafter referred to as "the DMC Manager") of the third part.

WHEREAS :-

(A) Lease

By a Lease (hereinafter referred to as "the said lease") which expression shall include such lease as the same may from time to time be varied or modified including by Modification Letter dated the 8th day of February 2022 and registered in the Land Registry by Memorial No. 22031601430024) dated the 4th day of October 2021 and made between the Government (as hereinafter defined) of the one part and the Authority of the other part, the Government demised unto the Authority its successors and assigns ALL THAT piece or parcel of ground situate lying and being at 12 On Yu Road, Kwun Tong, Kowloon, Hong Kong more particularly described in the said lease and known and registered in the Land Registry as LOT NO.1075 IN SURVEY DISTRICT NO.3 (hereinafter referred to as "the said land") Except and Reserved as was therein excepted and reserved for the term of 50 years commencing from the date of the said lease (hereinafter referred to as "the said term of years") subject to the covenants and provisos therein contained.

(B) Title of the Authority

Immediately prior to the assignment to the First Purchaser hereinafter mentioned, the Authority was the sole registered owner of and beneficially entitled to the said land.

(C) Development of the said land

The Authority has developed or is in the course of developing the said land in accordance with the said lease and has constructed or is in the course of constructing thereon the Estate (as hereinafter defined).

(D) Allocation of undivided shares

The said land and the Estate have for the purpose of sale been notionally divided into 110,843rd equal undivided shares which have been allocated as provided in the FIRST SCHEDULE HERETO and for the purpose of management certain management shares have been allocated to the Estate in the manner also set out in the FIRST SCHEDULE HERETO.

(E) Assignment to the First Purchaser

By an Assignment bearing even date herewith and made between the Authority of the one part and the First Purchaser of the other part the Authority assigned unto the First Purchaser All Those [] equal undivided 110,843rd shares of and in the said land and the Estate together with the sole and exclusive right to hold use occupy and enjoy to the exclusion of the Authority ALL THAT [] on the [] Floor of Block [] of the Estate (hereinafter referred to as "the First Purchaser's Flat") in manner therein more particularly mentioned.

(F) Management of the Estate

The parties hereto have agreed to enter into this Deed for the purpose of making provision for the management, operation, insurance, servicing, maintenance, repair, renovation, improvement and replacement of the Estate and the equipment services and apparatus thereof (all or any of which activities are hereinafter included under the word "management") and for the purpose of defining and regulating the rights and obligations amongst themselves and all subsequent Owners of any Undivided Share in the said land and the Estate.

(G) Approval of Director of Lands

The Director of Lands has given his approval to the terms of this Deed pursuant to Clause 3.22 of the said lease.

NOW THIS DEED WITNESSES that the parties hereto have agreed and DO hereby covenant with each other as follows to the intent that this Deed shall enure for the benefit of and shall bind each of them and their respective successors in title and persons deriving title under or through them or any of them as Owners or Manager and all persons who may hereafter during the said term of years become the Owner(s) of any part of or interest or Manager in the said land and the Estate. The parties further covenant with each other to comply with the terms and conditions of the said lease so long as they remain as Owners or Manager.

SECTION I – DEFINITIONS

1. In this Deed the following expressions shall have the following meanings ascribed to them wherever the context permits :-

"Authorized Person"

shall mean Mr. Yuen Kwok Cheung of Spence Robinson Limited, and any other replacement authorized person for the time being appointed by the Authority;

"Commercial Areas"

shall mean the part of the HA Accommodation designated for commercial purpose together with such areas, services, installations, facilities and Gas Pipe Before Meter exclusively serving such part and shall include (but not limited to) commercial areas, toilets, automatic teller machines, baby care room, concrete canopies, smoke vent outlets, vent ducts, inaccessible voids, the Loading and Unloading Space coloured **violet hatched black** on the plans annexed hereto, refuse collection point, junk collection point, property management agency office, dog houses, high headroom area for loading and unloading space, pipe ducts, telecommunications and broadcasting equipment room, gas valve cabinets and fiberglass floor washing water tank, fiberglass flush water tank, flat roofs, which for the purpose of identification only, are shown coloured **violet hatched black** on the plans annexed hereto, including the external wall/facades/shop front thereof;

"Common Areas and Facilities"

shall mean (as the context may require) all or any of (i) the Estate Common Areas and Facilities; (ii) the Residential Blocks Common Areas and Facilities and (iii) all those parts and such of the facilities of the Estate designated as common areas and facilities in accordance with the provisions of this Deed or Sub-Deed (if any), each of which Common Areas and Facilities shall, where applicable, include those appropriate and relevant common parts specified in Schedule 1 to the Building Management Ordinance (Cap.344);

"Completion Certificate"

shall mean the completion certificate(s) issued or to be issued by the Chief Architect of the Housing Department to the effect that the building(s) erected or to be erected on the said land has/have been completed;

"DMC Manager"

shall mean the Authority as the first Manager in accordance with the provisions of Clause 29 of this Deed;

"Educational Areas"

shall mean the part of the HA Accommodation designated or re-designated or to be designated or re-designated for the purpose of the Kindergarten and such areas, services, installations and facilities exclusively serving the same and shall include, but are not limited to, planter(s), air-conditioners platforms (marked "A/C PLATFORM OF EDUCATIONAL AREAS " on the plans annexed hereto) and outdoor units of the air-conditioning units. Such Educational Areas, for identification purpose only, are shown coloured **violet cross hatched black** on the plans annexed hereto;

“Emergency Vehicular Access”

shall mean the vehicular access/emergency vehicular access within the said land and the Estate as the same may from time to time be re-aligned, and forming part of the Estate Common Areas and Facilities, and is for the purpose of identification only coloured orange and marked with "Emergency Vehicular Access" or "Vehicular Access/Emergency Vehicular Access" on the plans annexed hereto;

"Estate"

shall mean all those messuages, erections, buildings, structures and facilities now erected or to be erected in or upon the said land comprising the Residential Blocks, the HA Accommodation and the Common Areas and Facilities, known as On Sau Court (安秀苑);

"Estate Common Areas and Facilities"

shall mean the areas, systems, devices and facilities of the said land and the Estate intended for the common use and benefit of the Estate as a whole and not just any particular part thereof, and shall include but not limited to Gas Pipe Before Meter (excluding those forming part of the Residential Blocks Common Areas and Facilities and those forming part of the HA Accommodation), open space as required under Clause 3.18(a) of the said lease (excluding those forming part of the Residential Blocks Common Areas and Facilities), greenery areas (excluding those forming part of the Residential Blocks Common Areas and Facilities), the estate entrance, vehicular entrance, planters, gas kiosk, master water meter room, roof of master water meter room, crash gates, spaces reserved for magnetic ticket machine, Emergency Vehicular Access, covered walkway (excluding those forming part of the Residential Blocks Common Areas and Facilities), transformer rooms, main switch rooms, telecommunications and broadcasting equipment room, drop off, cleansing contractor's office, drop gates, sprinkler control valve rooms, sprinkler inlets, fire services upfeed pump rooms, fire service inlets, fresh & flush water pump room, check water meter cabinet, pipe ducts, fresh water booster pump room, fiberglass water tanks, street fire hydrant water tanks, fire services water tank, flush water tanks, sprinkler water tanks, fresh water tanks, owners' corporation office, estate management office, artisans' workshop, water pump room, sprinkler pump room, lifts, lift lobbies, space for the loading and unloading of refuse collection vehicles, refuse storage and material recovery chamber cum refuse collection point, material recovery chamber, junk collection point, fire services tank room, high headroom area for refuse collection point, platform for air purifying system, flat roofs, emergency generator rooms, fibreglass floor washing water tanks in Retail Block A, fiberglass irrigation water tank, green roof, fiberglass floor washing water tank, electrical meter room, automatic meter reading equipment room, automatic meter reading equipment cabinet, water meter cupboard, external walls which do not form part of any Unit and other than those pertaining to the Residential Blocks (if any) and such other areas and any other systems, devices and facilities provided or installed in the Estate and intended to serve the Estate as a whole and not just any particular part thereof which, for the purpose of identification only, are shown coloured **orange, orange with black crosses, orange cross hatched black and orange with red crosses** (insofar as such areas, systems, devices and facilities are identifiable on such plans) on the plans annexed hereto and such additional areas, systems, devices and facilities of the said land and the Estate intended for the common use and benefit of the Estate as a whole and not just any particular part thereof (and for the avoidance of doubt, including the waterproofing layers located within (i) Retail Block A, (ii) Retail Block B and (iii) the structures connecting those 2 blocks, and all the ancillary drains of such waterproofing layers) as may at any time be designated as Estate Common Areas and Facilities by the Authority in accordance with the provisions of this Deed but (unless otherwise expressly defined and provided under this Deed) shall exclude the Residential Blocks Common Areas and Facilities, those

installations belonging to any Utility Company and telecommunications and broadcasting services providers and such areas within the Estate in respect of which the exclusive right and privilege to hold, use, occupy and enjoy the same belongs to any particular Owner and such facilities within the Estate serving only any particular Owner;

"Gas Pipe After Meter"

shall mean in relation to the Gas Supply System, all installation piping from all meters points to connection points of all gas appliances at the Units, which HKCGC installed in the Estate;

"Gas Pipe Before Meter"

shall mean in relation to the Gas Supply System, all installation piping from one metre above ground to all meters points at the Units, which HKCGC installed in the Estate;

"Gas Supply System"

shall mean in relation to a Unit in the Estate, the Gas Pipe Before Meter and the Gas Pipe After Meter or as the context may require, any part or parts thereof, and references to "Gas Supply System" shall be construed accordingly;

"Government"

shall mean the Government of Hong Kong;

"HA Accommodation"

shall mean: (i) the Commercial Areas; (ii) the Educational Areas; and (iii) the Parking Areas;

"HKCGC"

shall mean The Hong Kong and China Gas Company Limited;

"Hong Kong"

shall mean the Hong Kong Special Administrative Region of the People's Republic of China;

"House Rules"

shall mean the rules set out in the FOURTH SCHEDULE HERETO supplemental to this Deed governing the Estate or any part or parts thereof and all additions or amendments thereto from time to time in force made pursuant to this Deed;

"Kindergarten"

shall mean the kindergarten as referred to in Clause 3.14(c)(ii) of the said lease;

"Loading and Unloading Space(s)"

shall mean the 2 loading and unloading spaces situated on the said land for the loading and unloading requirement as provided under Clause 3.24 (c)(i) of the said lease for use of the residents of the building or buildings erected or to be erected on the said land for private residential purposes, which for identification purpose only, are shown coloured **brown** and marked "LOADING AND UNLOADING SPACE" on the plan(s) annexed hereto, forming part of the Residential Blocks Common Areas and Facilities and the 1 loading and unloading space situated on the said land for the loading and unloading requirement as provided under Clause 3.24 (c)(i) of the said lease, which for identification purpose only, is shown coloured **violet hatched black** and marked "LOADING AND UNLOADING SPACE" on the plan(s) annexed hereto, forming part of the HA Accommodation. For the avoidance of doubt, the Loading and Unloading Spaces do not include the space for the loading and unloading of refuse collection vehicles as provided under Clause 3.24(c)(ii) of the said lease;

"Management Expenses"

shall mean the expenses, costs and charges necessarily and reasonably incurred in the management of the Estate including for the avoidance of doubt those in relation to the Slope Structures;

"Management Shares"

shall mean the management shares allocated to different parts of the Estate in accordance with this Deed for the purpose of calculating the contributions payable by their respective Owners towards the management expenditure of the Estate;

"Manager"

shall mean the DMC Manager or any other manager for the time being appointed as the manager of the said land and the Estate pursuant to the provisions of this Deed and in the absence of any such appointment, the Owners' Corporation or the Owners' Committee (as the case may be) acting as the Manager pursuant to this Deed;

"Owner(s)"

shall be as defined in the Building Management Ordinance (Cap.344) and means (i) a person who for the time being appears from the records at the Land Registry to be the owner of an Undivided Share of and in the said land and the Estate; and (ii) a registered mortgagee in possession of such Undivided Share. For the avoidance of doubt, the word "Owner" shall exclude Owner of the Common Areas and Facilities;

"Owners' Committee"

shall mean a committee of the Owners formed in accordance with Clause 61 hereof and, where an Owners' Corporation has been formed, the management committee of the Owners' Corporation;

"Owners' Corporation"

shall mean a corporation of Owners of the Estate incorporated under Section 8 of the Building Management Ordinance (Cap.344), any regulations made thereunder and any amending legislation;

"Parking Areas"

shall mean and include (but not limited to) the Parking Spaces, carpark access, drop gates, air duct shafts, roof of carpark ramp, roofs of basement staircases, electrical meter rooms, shroff office, lift lobby, fan rooms, sump pump rooms, ancillary office to carpark (shroff office) smoke vents, smoke vent outlets, vent ducts, inaccessible void, the CCTV and electric vehicle charging facilities serving the Parking Spaces and such areas, services, installations and facilities exclusively serving the Parking Areas which for the purpose of identification only, are shown coloured **violet** on the plans annexed hereto. For the avoidance of doubt, if and when the Visitors' Car Parking Spaces shall have been designated as additional Residential Blocks Common Areas and Facilities in accordance with the provisions of this Deed, the Parking Areas shall thereafter be construed as excluding the Visitors' Car Parking Spaces so designated as additional Residential Blocks Common Areas and Facilities as aforesaid;

"Parking Spaces"

shall mean the car parking spaces, the disabled parking spaces and motor cycle parking spaces situated in the Parking Areas for the parking of motor vehicles (for the avoidance of doubt, including motor vehicles by disabled persons but excluding motor cycles and goods vehicles) and the parking of motor cycles respectively as required under Clause 3.24(a) of the said lease and as shown as such in the car park layout plan referred to in Clause 3.25 of the said lease. For the avoidance of doubt, the Parking Spaces shall include the Visitors' Car Parking Spaces before the designation of the Visitors' Car Parking Spaces as additional Residential Blocks Common Areas and Facilities in accordance with the provisions of this Deed and after such designation, the Parking Spaces shall thereafter be construed as excluding the Visitors' Car Parking Spaces;

"Residential Blocks"

shall mean the residential blocks constructed or to be constructed within the Estate for private residential purposes together with such ancillary facilities in accordance with the said lease, and for the avoidance of doubt, the Residential Blocks shall not include such part forming part of the HA Accommodation erected within any such block;

"Residential Blocks Common Areas and Facilities"

shall mean and include but not limited to Gas Pipe Before Meter serving the Residential Units exclusively, non-structural prefabricated external walls (which are for the purpose of identification only marked "PF" on the plans annexed hereto), open space as required under Clause 3.18(a) of the said lease (excluding those forming part of Estate Common Areas and Facilities), greenery areas (excluding those forming part of Estate Common Areas and Facilities) including vertical greenery thereof, trellises, planters, badminton court, children's play areas, covered walkway (excluding those forming part of the Estate Common Areas and Facilities), roof of covered walkway, bicycle parking spaces, pipe ducts, toilets, guard counters, extra low voltage rooms, refuse storage & material recovery chambers, those Loading and Unloading Spaces coloured **brown** on the plans annexed hereto, electrical meter rooms, automatic meter reading equipment rooms, check water meter cabinet, green roof, dog houses, flat roofs, wider common corridors and lift lobbies, hanger wall with eave at low level, inaccessible void, telecom & extra low voltage rooms, refuse storage and material recovery rooms, lifts, lift lobbies, lift shafts, lift machine rooms, vent duct rooms, emergency generator room, fresh & flush water pump room, transformer room, main switch room, telecommunications and broadcasting equipment room, telecommunications and broadcasting equipment riser duct, fitness area, table tennis court, store room, bicycle parking spaces, fresh water booster pump room, fiberglass irrigation water tank, cable duct rooms, fresh water tanks, fire services water tank, flush water tanks,

acoustic fins and the external walls pertaining to the Residential Blocks including projections such as air-conditioner hoods outside the Residential Units which for the purpose of identification only, are shown coloured **yellow, brown, brown with black crosses, brown cross hatched black and brown with red crosses** (insofar as such areas, systems, devices and facilities are identifiable on such plans) on the plans annexed hereto and such additional areas, systems, devices and facilities as may at any time be designated as the Residential Blocks Common Areas and Facilities by the Authority in accordance with the provisions of this Deed and Sub-Deed (if any) but (unless otherwise expressly defined and provided under this Deed) shall exclude the Estate Common Areas and Facilities, those installations belonging to any Utility Company and telecommunications and broadcasting services providers and such areas within the Residential Blocks in respect of which the exclusive right and privilege to hold, use, occupy and enjoy the same belongs to any particular Owner and such facilities within the Residential Blocks serving only any particular Owner;

"Residential Unit(s)"

shall mean flat(s) (including all the internal walls but in the case of a party wall (if any), only the non-structural or non-load bearing part(s) thereof and up to the mid point of it), the finishes of the ceilings, the finishes of the floor slabs and the finishes of the structural columns, all the window frames and glass and the drying rack(s) (if any) within or appertaining to the flat(s) within the Residential Blocks;

"Slope Maintenance Guidelines"

shall mean the guidelines known as "Geoguide 5 – Guide to Slope Maintenance" issued by the Geotechnical Engineering Office (as amended or substituted from time to time);

"Slope Maintenance Manual"

shall mean the maintenance manual for the Slope Structures prepared in accordance with the Slope Maintenance Guidelines;

"Slope Structures"

shall mean all slopes, slope treatment works, retaining walls and other structures (if any) within or outside the said land or the Estate as required to be maintained by the Owners under the said lease;

"Special Fund"

shall mean one fund established and maintained to provide for expenditure of a capital nature or of a kind not expected to be incurred annually, which includes, but is not limited to, expenses for the renovation, improvement and repair of the Common Areas and Facilities, the purchase, setting up, replacement, improvement and addition of installations, systems, equipment, tools, plant and machineries for the Common Areas and Facilities and the costs of the relevant investigation works and professional services for the purpose of paragraph 4 of Schedule 7 to the Building Management Ordinance (Cap.344);

"Sub-Deed"

shall mean any Sub-Deed of Mutual Covenant to be entered into between the Authority and another co-Owner or Owners of the Estate setting forth their rights and obligations in respect of any part of the Estate PROVIDED THAT the prior consent of the Director of Lands to such Sub-Deed of Mutual Covenant shall be obtained;

"Undivided Share(s)"

shall mean that or those equal undivided part(s) or share(s) of and in the said land and the Estate allocated in accordance with the provisions of this Deed or in accordance with any Sub-Deed (if any);

"Unit(s)"

shall mean any Residential Unit or the HA Accommodation and after the execution of any Sub-Deed in respect of the HA Accommodation, any Parking Space in the Parking Areas or any part of the said land or the Estate the exclusive right to the use possession occupation and enjoyment of which is held together with Undivided Shares in the said land and the Estate and is capable of being assigned to an Owner;

"Utility Company"

shall mean any and all of the public utility companies supplying utility services to the Estate;

"Visitors' Car Parking Spaces"

shall mean the 10 car parking spaces for parking of motor vehicles belonging to the bona fide guests and visitors of the residents of the Residential Blocks as provided in accordance with Clause 3.24(a)(iv) of the said lease.

2. Number, gender and Ordinance

In these presents (if the context so permits or requires) words importing the singular number only shall include the plural number and vice versa, words importing the masculine gender only shall include the feminine gender and neuter gender and words importing persons shall include corporations. References in this Deed to any Ordinance shall (except where the context otherwise requires) be deemed to include any statutory re-enactment thereof or any statutory modification thereof.

3. Clause headings

The index and the clause headings in this Deed are included for ease of reference and shall not affect the interpretation or construction of the relevant clauses and paragraphs.

SECTION II – RIGHTS AND OBLIGATIONS OF THE OWNERS

4. Exclusive right of the Authority

The Authority shall at all times hereafter subject to and with the benefit of the said lease, this Deed and Sub-Deed (if any) have the sole and exclusive right and privilege to hold use occupy and enjoy to the exclusion of the First Purchaser ALL THAT the said land and the Estate including all those Units under in and of the buildings within the Estate (and for the avoidance of doubt, excluding the Common Areas and Facilities) save and except ALL THAT the First Purchaser's Flat together with the appurtenances thereto and the entire rents and profits thereof.

5. Exclusive right of the First Purchaser

The First Purchaser shall at all times hereafter subject to and with the benefit of the said lease, this Deed and Sub-Deed (if any) have the sole and exclusive right and privilege to hold use occupy and enjoy to the exclusion of the Authority ALL THAT the First Purchaser's Flat together with the appurtenances thereto and the entire rents and profits thereof.

6. Estate Common Areas and Facilities

The Estate Common Areas and Facilities shall be deemed to be common areas and facilities for the benefit of the Owners which areas and facilities may, subject to the provisions hereof and of Sub-Deed (if any), be used by each Owner in common with all other Owners.

7. Residential Blocks Common Areas and Facilities

The Residential Blocks Common Areas and Facilities shall be deemed to be common areas and facilities for the benefit of the Owners of the Residential Units which areas and facilities may, subject to the provisions hereof and of Sub-Deed (if any), be used by each Owner of the Residential Units in common with all other Owners of the Residential Units.

8. Right of all Owners

Each of the Undivided Shares of and in the said land and the Estate and the sole and exclusive right and privilege to hold use occupy and enjoy any part of the Estate and to receive rents and profits therefrom shall be held by the Owner thereof from time to time subject to and with the benefit of the rights privileges and obligations set out in the SECOND SCHEDULE HERETO and the express covenants and provisions contained herein and in Sub-Deed (if any).

9. Owners bound by covenants and restrictions

The Owner for the time being of each of the Undivided Shares of and in the said land and the Estate shall at all times hereafter be bound by and shall observe and perform the covenants provisions and restrictions herein contained and in the THIRD SCHEDULE HERETO and in Sub-Deed (if any).

10. Right to assign without reference to other Owners

Subject to the provisions of the said lease (including, but not limited to, Clause 3.21 of the said lease) and such restrictions (if any) as may be imposed in the assignment in favour of an Owner by the Authority, every Owner of an equal Undivided Share in the said land and the Estate shall have the full right and liberty, without reference to the Owner of any other equal Undivided Share in the said land and the Estate or any person otherwise interested in any other equal Undivided Share in any way whatsoever, and without the necessity of making such other Owner or any such other person a party to the transaction, to sell, assign, alienate, convey, mortgage, charge, demise, underlet, lease, license, part with possession of or otherwise dispose of or deal with his Undivided Share or interest of and in the said land and the Estate,

together with the said sole and exclusive right and privilege to hold, use, occupy and enjoy any part of the Estate held therewith, subject expressly to and with the benefit of these presents and Sub-Deed (if any) PROVIDED THAT any such sale, assignment, alienation, conveyance, mortgage, charge, demise, underletting, lease, licence, parting with possession, disposal or dealing shall be made expressly subject to and with the benefit of this Deed and Sub-Deed (if any) and, in the event of any underletting, lease, licence or parting with possession, such Owner shall be responsible to the other Owners for the due performance and observance by such underlessee(s), tenant(s), licensee(s) or occupant(s) of the terms and covenants in the said lease and this Deed and Sub-Deed (if any).

**SECTION III – ADDITIONAL RIGHTS OF AND
SPECIAL RESERVATIONS TO THE AUTHORITY, ETC.**

11. Additional rights of and reservations to the Authority

There is excepted and reserved unto the Authority, for as long as the Authority remains the beneficial owner of any Undivided Share, the sole and exclusive right in its absolute and unfettered discretion at any time or times and from time to time as it shall deem fit to do all or any of the following acts or deeds and to exercise all or any of the following rights :-

(a) To amend building plans

The right to change, amend, vary, add to or alter the building plans existing at the date hereof subject to the approval of the Owners in meeting held pursuant to Clause 68 hereof PROVIDED THAT any such change, amendment, variation, addition or alteration shall be restricted to such parts of the Estate which have not been sold or assigned by the Authority and shall not interfere with an Owner's right to hold, use, occupy and enjoy the Unit which he owns or impede or restrict the access to and from any such Unit but nothing herein shall absolve the Authority from the requirement of obtaining any necessary written consent of the Government.

(b) To negotiate with Government for modification

The right at its own cost and expense to apply to, negotiate and agree with the Government with a view to amending, varying or modifying the said lease (including the plan(s) annexed thereto) or any conditions thereof in such manner as the Authority may deem fit with respect to such part or parts of the Estate which have not been sold or assigned by the Authority (such amendment, variation or modification of the said lease shall be subject to the prior approval of the Owners in meeting held pursuant to Clause 68 hereof) and to execute any documents in the name of the Authority in connection therewith without the necessity of joining in or obtaining the approval of any Owner PROVIDED THAT such amendment, variation, modification, licence or easement shall not in any way result in any Owner except the Authority being liable for payment of any premium or administrative or other fees or affect any other Owner's sole and exclusive right and privilege to hold, use, occupy and enjoy his Unit or impede or restrict the access to or from any such part of the Estate, or adversely or materially affect any other Owner's right and interest under this Deed and/or Sub-Deed (if any) in respect of any part or parts of the Estate.

(c) To dedicate to public part(s) of the premises retained by the Authority

The right to dedicate to the public any part or parts of the Estate which have not been sold or assigned by the Authority for the purposes of passage with or without vehicles or in such manner as the Authority shall in its absolute discretion deem fit PROVIDED THAT in making such dedication the Authority shall not interfere with an Owner's right to hold, use, occupy and enjoy the Unit which he owns or impede or restrict his access to and from his Unit.

(d) To adjust boundary of the said land

The right to adjust and/or re-align the boundary of the said land and to negotiate and agree with the Government and/or the owner(s) of the adjoining land in connection therewith PROVIDED THAT the exercise of such right by the Authority shall not interfere with an Owner's right to hold, use, occupy and enjoy the Unit which he owns or impede or restrict his access to and from any part of the Estate and PROVIDED FURTHER THAT the prior

approval of the Owners in meeting held pursuant to Clause 68 hereof shall be obtained and PROVIDED FURTHER THAT in so far as such adjustment or re-alignment affects the Common Areas and Facilities, any monetary benefit obtained by the Authority as a result of such adjustment or re-alignment shall be credited towards the Special Fund in respect of the relevant part(s) of the Common Areas and Facilities and any non-monetary benefit so obtained shall be dealt with in such manner as the Owners in meeting held pursuant to Clause 68 hereof shall determine.

(e) To lay drains and other services

The right to construct, maintain, lay, alter, remove, re-route and renew drains, pipes, cables, sewers and other installations, fittings, chambers and other structures within the said land and the Estate or partly within the said land and the adjoining land to supply utility services and recreational facilities to the said land and/or the Estate or part(s) thereof and/or to any other adjoining adjacent or neighbouring lands and to grant licence or otherwise permit or grant the right so to do any of the aforesaid to any person on such terms and conditions as the Authority may deem fit PROVIDED THAT the prior approval of the Owners in meeting held pursuant to Clause 68 hereof shall be obtained and that the exercise of the aforesaid rights shall not interfere with an Owner's right to hold, use, occupy and enjoy the Unit which he owns or impede or restrict the access to and from any such Unit and PROVIDED ALSO THAT any monetary benefit obtained in granting any licence or right to other persons as aforesaid shall be credited towards the Special Fund in respect of the relevant part(s) of the Estate.

(f) To affix flues, pipes, etc.

The right to affix, maintain, alter, repair, service, replace, renew, improve and remove any one or more flues, pipes, chimneys, masts, conduits, plant, machinery, equipment, aerials, telecommunication transmitters and receivers, satellite dishes, satellite master antenna systems, tuners, broadcast reception, information distribution or communication systems including, without limitation, communal aerial broadcast distribution systems, microwave distribution systems, cable and wireless communications systems and transmission and transponder systems, antennae, lightning conductors and lighting and other fixtures of whatever kind, on any part or parts of the Common Areas and Facilities and such other areas of the said land and the Estate the exclusive right to hold, use, occupy and enjoy of which has not been assigned and together with the right to enter into and upon any part of the said land and the Estate (except a Unit owned by an Owner) with or without workmen and equipment at all reasonable times on giving prior written notice (save in case of emergency) to the Manager or the Owners' Corporation (if the exercise of such right affects the Common Areas and Facilities) for any or all of the purposes aforesaid and, the right to license or otherwise permit or grant the right so to do to any other person on such terms as the Authority may deem fit and for this purpose to negotiate and enter into contracts, leases or licence agreements with such person for the installation, operation, management and maintenance of such aforementioned systems on such terms as the Authority may deem fit and may assign such contract, lease or licence agreement to the Manager or to the Owners' Corporation (if the same shall have been formed) for the benefit of the Owners with (in so far as is possible) power for the Manager or the Owners' Corporation (as the case may be) to further assign the same to its successors PROVIDED ALWAYS THAT such items, fixtures and systems shall not interfere with the use and enjoyment by other Owners of the Units owned by them AND PROVIDED THAT (1) the approval of the Owners in meeting held pursuant to Clause 68 hereof shall be required for the exercise of any of the rights in this sub-clause ; (2) the Authority shall procure the person in whom the right to use such fixtures is vested to make good at such person's expense any damage to the Common Areas and Facilities as a result of the erection of such fixtures; and (3) any income received in the exercise by the Authority of any of the

aforesaid rights insofar as it affects the Common Areas and Facilities shall be credited towards the Special Fund in respect of the relevant part(s) of the Estate.

(g) To affix signs signboards or logos

The right, for so long as any part of external walls of the Commercial Areas is owned by the Authority, to erect affix maintain and remove such signs signboards or logos exhibiting the names of the relevant tenants, occupiers or licensees, or otherwise permit or grant the right so to do, on any part of the external walls of the Commercial Areas and to alter or permit alteration of the external walls of the Commercial Areas PROVIDED THAT (1) the Authority and/or its tenants, occupiers or licensees shall at all times be responsible for the upkeep and maintenance of any of the aforesaid signs signboards or logos and the exercise of the aforesaid rights by the Authority shall not interfere with the use and enjoyment by other Owners of the Units owned by them and (2) in exercising such right, the Authority shall not interfere with an Owner's right to hold, use, occupy and enjoy the Unit which he owns or impede or restrict his access to and from his Unit.

(h) To change the internal layout of the HA Accommodation

The right to change, amend, vary, add to or alter the building plans and/or the approved car park layout plans (in so far as the HA Accommodation is concerned (and so long as the HA Accommodation remains vested in the Authority)) existing at the date hereof (including but not limited to amending altering varying the user, number or the layout of the arcades, shops, staircases and internal partitions of the Commercial Areas or any part thereof) from time to time without the concurrence or approval of any Owner or any of the parties hereto but nothing herein shall absolve the Authority from the requirements of obtaining the prior written consent or approval of the relevant Government authorities (if so required) PROVIDED THAT any such change, amendment, variation, addition or alteration shall not interfere with or affect an Owner's exclusive right to hold, use, occupy and enjoy the Unit which such Owner owns and all costs incidental thereto shall be borne by the Authority solely and PROVIDED FURTHER THAT (1) such user shall comply with the said lease; (2) the Authority shall only alter the layout of the HA Accommodation and location or layout of the Parking Spaces owned by the Authority, (3) access to and from any part of the Estate shall not be impeded or restricted and (4) no part of the Common Areas and Facilities shall be affected in any way.

(i) To change the name of the HA Accommodation

So long as the ownership of the HA Accommodation remains solely vested in the Authority, the exclusive right to name or change the name of the HA Accommodation or any part thereof and subsequently to further change the same at any time and from time to time.

(j) To enter into Sub-Deed of the HA Accommodation

The right to enter into a Sub-Deed or Sub-Deeds in respect of the HA Accommodation or any part thereof PROVIDED THAT such Sub-Deed(s) shall not conflict with the provisions of this Deed or the said lease nor affect the rights, interests or obligations of the other Owners bound by this Deed or any other previous Sub-Deed and the same shall be subject to the prior approval of the Director of Lands unless the requirement of approval is waived by the Director of Lands AND PROVIDED FURTHER THAT no Sub-Deed of the HA Accommodation shall be entered into prior to the designation of the Visitors' Car Parking Spaces as additional Residential Blocks Common Areas and Facilities in accordance with the provisions of this Deed and THAT the Loading and Unloading Space

forming part of the HA Accommodation shall be designated as and form part of the common areas and facilities in such Sub-Deed in respect of the HA Accommodation.

(k) To designate part of the HA Accommodation as Common Areas and Facilities

The right to designate in any Sub-Deed such part of the HA Accommodation (including but not limited to the facilities serving the HA Accommodation exclusively and related electronic and mechanical devices erected or installed or to be erected or installed therein) as the common areas and facilities of the HA Accommodation PROVIDED THAT (1) such Sub-Deed(s) shall not conflict with the provisions of this Deed or the said lease nor affect the rights, interests or obligations of the other Owners bound by this Deed or any other previous Sub-Deed and the same shall be subject to the prior approval of the Director of Lands unless the requirement of approval is waived by the Director of Lands and (2) no Sub-Deed of the HA Accommodation shall be entered into prior to the designation of the Visitors' Car Parking Spaces as additional Residential Blocks Common Areas and Facilities in accordance with the provisions of this Deed.

(l) To change use of HA Accommodation

The right without the concurrence of any other Owners but subject always to the terms of the said lease and the prior written consent of the Director of Lands, to change the use of any part of the HA Accommodation so long as the same is wholly owned by the Authority prior to the execution of any Sub-Deed of the HA Accommodation, to other non-domestic uses or to domestic use and/or to change the gross floor area of the facilities comprising the HA Accommodation (prior to the execution of any Sub-Deed of the HA Accommodation), and/or to carry out all demolition, construction or alteration (including structural alteration) works in respect of the HA Accommodation (prior to the execution of any Sub-Deed of the HA Accommodation), whether in connection with any change of user or change of gross floor area as aforementioned or otherwise, PROVIDED THAT (1) the prior written approval of all relevant Government authorities are obtained (if necessary); (2) the exercise by the Authority of the right to change the gross floor area of the facilities comprising the HA Accommodation under this sub-clause shall not result in any change in the gross floor areas of any of the Common Areas and Facilities (save and except where the Authority exercises its rights under Clause 11(k) hereof to designate any part or parts of the HA Accommodation as common areas and facilities of the HA Accommodation); and (3) the exercise of any such right by the Authority under this sub-clause shall not result in any Owner except the Authority being liable for payment of any premium or administrative or other fees or interfere with an Owner's right to hold, use, occupy and enjoy the part of the Estate which he owns or impede or restrict access to or from his Unit.

(m) To designate or re-designate numbering of the Parking Spaces within the Parking Areas

The full and unrestricted right without reference to the other Owners to designate or re-designate the numbering, and/or (subject to the provisions of the said lease) location of the Parking Spaces within the Parking Areas owned by the Authority PROVIDED THAT the exercise by the Authority of any of the rights herein shall not interfere with an Owner's right to hold, use, occupy and enjoy the Unit which he owns nor the Undivided Shares or Management Shares allocated thereto.

(n) To obtain grant of easements, etc.

The right to obtain in favour of the Authority with respect to such part or parts of the Estate which have not been sold or assigned by the Authority and at the Authority's own expense the grant of any rights, rights of way, easements or quasi-easements (including but not

limited to the right to use any roads, passageways, walkways, footpaths, footbridges, pedestrian bridges, subways, gardens, open spaces, nullahs and culverts, recreational areas and facilities, sewage treatment plants and facilities, refuse collection and disposal areas and facilities, drainage system and gas, water and electricity storage, transformation and supply systems) over any adjoining or neighbouring lands PROVIDED THAT should any such rights, rights of way, easements or quasi-easements inevitably affect any part of the Estate other than such part or parts of the Estate which have not been sold or assigned by the Authority, the prior approval of the Owners in meeting held pursuant to Clause 68 hereof should be obtained AND PROVIDED FURTHER THAT in exercising such right, it shall not adversely interfere with an Owner's right to hold, use, occupy and enjoy the Unit which he owns or impede or restrict his access to and from his Unit.

(o) To grant easements, etc.

The right to grant any rights, rights of way, easements or quasi-easements (including but not limited to the right to use any roads, passageways, walkways, footpaths, footbridges, pedestrian bridges, subways, gardens, open spaces, nullahs and culverts, recreational areas and facilities, sewage treatment plants and facilities, refuse collection and disposal areas and facilities, drainage system and gas, water and electricity storage, transformation and supply systems) over any part or parts of the Estate which have not been sold or assigned by the Authority or to grant any similar rights by licence over any part or parts of the Estate which have not been sold or assigned by the Authority for the benefit of any adjoining or neighbouring lands on such terms and conditions and to such persons as the Authority shall deem appropriate PROVIDED THAT the exercise of the aforesaid rights should be subject to the terms and conditions as set out in the said lease and shall not affect Owners' right of enjoyment of their Units or impede or restrict the access to and from any such Units.

(p) To manage HA Accommodation and ancillary rights

(1) For so long as the Authority remains the Owner of the HA Accommodation and prior to the execution of any Sub-Deed of the HA Accommodation, (i) the right to manage, maintain, regulate, direct and control the access of vehicles (for the avoidance of doubt, including motor vehicles and motor cycles) and the vehicular traffic to, out of or within the Parking Areas including the right to appoint at its own expense a professional car park operator for the management maintenance control regulation and direction of the same, and for such purpose the Authority and such professional car park operator shall have the right to erect, install and maintain signs, traffic signs, road markings, shroff office/kiosk, guard kiosks, control barriers and related electronic and mechanical devices at, within or on any part of the Parking Areas, and to make and enforce rules and regulations in accordance with the relevant legislation from time to time in force, to impose such parking fees and other charges and expenses as the Authority may fix from time to time, and to remove any vehicles parked in any area not reserved for parking or any vehicle parked in any Parking Spaces without the consent of the Owner or lawful occupier of such Parking Spaces and to levy and collect from the Owners of such vehicles such impounding removal and storage fees as the Authority may fix from time to time, and to do all such acts and things as may be necessary to provide and regulate unimpeded access thereto by the persons entitled for the time being to the use of the Parking Areas and (ii) the right to manage and maintain the HA Accommodation including the right to appoint at its own expense a professional operator for the management and maintenance of the HA Accommodation and to install such facilities and devices thereof for the purposes of such management and maintenance PROVIDED THAT should any aforesaid right(s) affect any part of the Common Areas and Facilities, the prior approval of the Owners' Committee should be obtained.

- (2) So long as the ownership of the HA Accommodation is vested in the Authority or any one single Owner, the HA Accommodation shall be managed and maintained by the Authority or such one single Owner (in the capacity as the Owner of the HA Accommodation).
- (3) For the purpose of this sub-clause, the Authority shall include any one single Owner of the HA Accommodation when referring to any rights relating to the HA Accommodation hereunder.
- (4) For the avoidance of doubt, immediately after the execution of the Sub-Deed of the HA Accommodation the common areas and facilities of the HA Accommodation (which shall then form part of the Common Areas and Facilities) shall be managed by the Manager.

(q) To carry out works at the Common Areas and Facilities

The right to enter, with or without surveyors, workmen, plant, equipment, machinery and material at all reasonable time upon giving prior notice to the Manager (except in case of emergency) upon the Common Areas and Facilities for the purposes of inspecting, repairing, renewing, maintaining, improving, cleansing, painting or redecorating the HA Accommodation or any part or parts thereof PROVIDED THAT the Authority shall when carrying out such works (i) take proper care and precaution to prevent damage or injury to land, persons or properties, (ii) cause as little disturbance as possible and forthwith make good and reinstate any damage or disturbance caused thereby or in connection therewith, (iii) complete such works as soon as reasonably practicable and (iv) be liable for all loss, damage and demand caused by its act or default in the exercise of the aforesaid right and PROVIDED FURTHER THAT the use and enjoyment by the other Owners of their Units shall not be affected, and the right of access to their Units shall not be limited or impeded.

(r) To designate the Visitors' Car Parking Spaces as additional Residential Blocks Common Areas and Facilities

The right to designate the Visitors' Car Parking Spaces as additional Residential Blocks Common Areas and Facilities by way of a written instrument to be entered into by the Authority alone without joining in any Owner and no approval of the Owners in meeting held pursuant to Clause 68 hereof shall be required for the exercise of this right by the Authority PROVIDED THAT this right shall only be exercised by the Authority in accordance with Clause 79 hereof.

(s) To sub-allocate Undivided Shares and Management Shares

Subject to Clause 79 of this Deed, the right to sub-allocate the Undivided Shares and/or the Management Shares allocated to the HA Accommodation prior to the execution of any Sub-Deed of the HA Accommodation PROVIDED THAT (1) the total number of Undivided Shares and/or Management Shares of the Estate shall remain unchanged; (2) the proportion of Undivided Shares and/or Management Shares allocated to the HA Accommodation shall remain unchanged; and (3) any sub-allocation under this sub-clause shall be upon the same basis as the allocation of the Undivided Shares and/or Management Shares to any other part of the Estate and shall not interfere with any other Owner's right to hold, use, occupy and enjoy the Unit which such other Owner owns AND PROVIDED FURTHER THAT such sub-allocation of the Undivided Shares and/or the Management Shares shall be subject to the approval of the Director of Lands.

(t) To dispose of the HA Accommodation

The full, exclusive and unrestricted right and privilege without reference to any other Owners and without the necessity of making the other Owners parties thereto, to sell, assign, charge, mortgage, let, underlet, lease, grant licences over, share, part with possession of, or otherwise dispose of any part or parts of the HA Accommodation (excluding the Visitors' Car Parking Spaces) and the Undivided Shares of and in the said land and the Estate allocated thereto, subject however to the said lease, this Deed and the relevant Sub-Deed.

(u) To obtain consent to change of user

The right at its own cost and expense to apply to, negotiate and agree with the Government with a view to obtaining any consent to change of user of those Units the exclusive right to hold, use, occupy and enjoy of which has not been sold or assigned by the Authority without the concurrence or approval of the Owners and to execute any documents in the name of the Authority in connection therewith without the necessity of joining in or obtaining the approval of any Owner PROVIDED THAT nothing herein shall absolve the Authority from the requirements of obtaining the prior consent or approval of the relevant Government authorities (if so required) and such consent to change of user shall not in any way result in any Owner except the Authority being liable for payment of any premium or administrative or other fees or affect any other Owner's sole and exclusive right and privilege to hold, use, occupy and enjoy his Unit or impede or restrict the access to or from his Unit.

12. Power of Attorney to the Authority

The Owners hereby jointly, severally and irrevocably APPOINT the Authority as their attorney and grant unto the Authority the full right power and authority to do all acts deeds matters and things and to execute, sign, seal and as their act deliver such deeds and to sign such documents or instruments as may be necessary for the exercise of or incidental to the Authority's rights mentioned in Clause 11 hereof and the Owners hereby further jointly and severally undertake to do all acts, deeds, matters and things and to execute, sign, seal and deliver such deeds and to sign such documents or instruments as may be necessary to give effect to the abovementioned grant.

13. Assignment to include covenant

An Owner shall not be entitled to assign the Unit which he owns unless the assignment includes a covenant in substantially the following terms : "The Purchaser hereby covenants with the Hong Kong Housing Authority and its successors and assigns that the Purchaser acknowledges the rights conferred on the Hong Kong Housing Authority and its successors and assigns under Clause 11 of Section III of the Deed of Mutual Covenant to the intent that such covenants shall bind the Property and the owner or owners thereof for the time being and other person or persons deriving title under the Purchaser (each and all of whom including the Purchaser is and are hereinafter included in the expression "the Covenantee Purchaser") and shall enure for the benefit of the Estate as referred to in the Schedule hereto and be enforceable by the Hong Kong Housing Authority and its successors and assigns that :-

- (a) the Covenantee Purchaser confirms and acknowledges the covenants, rights, entitlements, exceptions and reservations granted and conferred on the Hong Kong Housing Authority and its successors and assigns under Clause 11 of Section III of the Deed of Mutual Covenant and the Covenantee Purchaser shall not do or permit anything to be done which will in any way affect or impede or hinder the exercise of the said rights by the Hong Kong Housing Authority and its successors and assigns;
- (b) the Covenantee Purchaser shall, if required by the Hong Kong Housing Authority and its successors and assigns, do everything necessary, including giving express consents in writing to the exercise of the said rights by the Hong Kong Housing Authority and its

successors and assigns, to facilitate the exercise of the said rights by the Hong Kong Housing Authority and its successors and assigns;

- (c) the Covenantee Purchaser hereby expressly and irrevocably appoints the Hong Kong Housing Authority and its successors and assigns to be its attorney and grants unto the Hong Kong Housing Authority and its successors and assigns the full right power and authority to give all consents and to do all acts deeds matters and things and to execute and sign seal and as the acts and deeds of the Covenantee Purchaser deliver such deeds and to sign such documents or instruments as may be necessary for the exercise of or incidental to the exercise of the rights conferred on the Hong Kong Housing Authority and its successors and assigns as aforesaid with the full power of delegation and the Covenantee Purchaser hereby further covenants to do all acts deeds matters and things and to execute sign seal and deliver such deed or deeds and to sign such documents or instruments as may be necessary to give effect to such appointment and grant; and
- (d) the Covenantee Purchaser shall not sell or otherwise dispose of the Property unless the sale or disposal of the Property is made subject to and upon the condition that the purchaser or assignee thereof shall enter into the same binding covenants on terms similar in scope and extent as the covenants (a), (b) and (c) hereinbefore contained and this covenant (d)

PROVIDED THAT upon the Covenantee Purchaser complying with and performing the covenant (d) hereinbefore contained, the Covenantee Purchaser shall not be liable for any breach of the covenants (a), (b) and (c) hereinbefore contained which may happen after the Covenantee Purchaser shall have sold or otherwise disposed of the Property in respect whereof such purchaser or assignee shall have entered into such covenants similar in scope and extent as the covenants (a), (b), (c) and (d) hereinbefore contained."

**SECTION IV - MANAGEMENT OF THE ESTATE
AND POWERS AND FUNCTIONS OF THE MANAGER**

14. Manager undertakes to manage the Estate

Subject to the provisions of Clauses 11(p), 15, 28 and 79 hereof and subject also to the provisions of the Building Management Ordinance (Cap.344), the management and maintenance of the said land and Estate shall be undertaken by the Manager as agent for and on behalf of all the Owners duly authorised in accordance with the provisions of this Deed or any suitably qualified person company or corporation appointed or employed by the Manager from time to time for the carrying out of such management and maintenance under the powers herein contained but the Manager shall not transfer or assign its rights and obligations under this Deed and shall at all times be responsible for the management and control of the said land and the Estate (including any part thereof) in accordance with the provisions of this Deed.

15. Management of the HA Accommodation

The HA Accommodation shall be managed and maintained by the Owner of the HA Accommodation.

16. Control and management of Common Areas and Facilities

Subject to the approval of the Owners' Committee, the Manager shall have the right to the control and management of the external walls forming part of the Estate Common Areas and Facilities and the Residential Blocks Common Areas and Facilities (subject to Clause 11(f) hereof and Clause 11(g) hereof) and the roofs (other than the roofs, upper roofs and flat roofs (if any) exclusively owned by an Owner or Owners and subject to Clause 11(f) hereof) of all buildings in the Estate and of any part or parts of any building within the Estate which is designed set aside and intended to be used as estate management office, machine rooms, pump rooms, switch rooms and any other purposes required for the management and servicing of the Estate as a whole or of any building or part or parts of any building therein and of any part or parts of the Common Areas and Facilities PROVIDED ALWAYS THAT any income generated from such control and management by the Manager shall accrue to the Owners and be credited to the management fund.

17. Right of Manager to do acts necessary or requisite for management of the Estate

The Manager shall (subject as herein otherwise specifically provided) have full and unrestricted authority to do all such acts and things as may be necessary or requisite for the maintenance and management of the Estate and anything reasonably incidental thereto.

18. Powers functions and obligations of Manager

Without in any way limiting the generality of the foregoing, the Manager shall have the following powers functions and obligations, namely :-

- (a) To demand, collect and receive all amounts payable by the Owners under the provisions of this Deed and Sub-Deed (if any) and to recover the same by legal proceedings.
- (b) To make House Rules before the formation of the Owners' Committee, and subject to the approval of the Owners' Committee (if any), to make, revoke and amend House Rules which must not be inconsistent with the Building Management Ordinance (Cap. 344) or the conditions of the said lease and the provisions contained in this Deed regulating the use, operation, maintenance and management of the Estate and the services, facilities or amenities thereof and the conduct of persons occupying, using or visiting the same and

making provisions for the protection of the environment of the Estate and the implementation of noise abatement, waste reduction and recycling measures with reference to guidelines on property management issued from time to time by the Director of Environmental Protection. The House Rules set out in the FOURTH SCHEDULE HERETO shall come into force on the date of this Deed and shall remain in force until revoked or amended as aforesaid. A copy of all amendments or additions made from time to time to the House Rules shall be exhibited on the notice boards of the Estate and such House Rules and all amendments or additions thereto shall be binding upon all the Owners and all persons claiming through or under any Owner.

- (c) Unless otherwise directed by the Owners' Corporation (if formed), to insure and keep insured all buildings and facilities and all parts thereof within the Estate (except the HA Accommodation save where otherwise required by the Owner of the HA Accommodation in which case the Owner of the HA Accommodation shall bear and pay the requisite premiums therefor) to the full new reinstatement value (plus such amount as the Manager may determine as required for demolition and clearance of debris and related professional fees for rebuilding) against loss or damage by fire and other perils as the Manager may from time to time think fit and to take out appropriate insurance against public liability and occupiers' liability in respect of the Common Areas and Facilities, liability as employers in respect of employees employed within or exclusively in connection with the management of the said land and the Estate, and such other liabilities which the Manager may incur in connection with the management of the Estate with some reputable insurance company or companies or otherwise in the name of the Manager for and on behalf of the Owners according to their respective interests therein and to pay all premiums to keep such insurance policies in force. Subject to the provisions of Clause 69 hereof, all monies received from fire or other insurance against loss or damage to the said buildings and facilities shall be applied in reinstating and making good the loss or damage thereto.
- (d) To arrange for refuse collection and disposal and to maintain within the Estate a comprehensive system of refuse collection referred to in Clause 3.16 of the said lease to the satisfaction of the Director of Lands and the Director of Food and Environmental Hygiene.
- (e) To maintain and monitor the prestressed ground anchors in accordance with the provisions of Clause 4.7 of the said lease.
- (f) To keep in good order and repair the lighting and ventilation of the Common Areas and Facilities and to maintain the same in a clean and sanitary state and condition.
- (g) To repair and keep in good repair and condition the Common Areas and Facilities and all buildings equipment apparatus services and facilities within the Estate and when necessary to replace any part thereof which requires replacement PROVIDED THAT the Manager shall not effect any improvement to facilities or services which involves expenditure in excess of 10% of the current annual management budget except with the prior approval by a resolution of Owners at an Owners' meeting held pursuant to Clause 68 hereof.
- (h) To paint or whitewash or treat with cement wash or other material as appropriate such of the Common Areas and Facilities and exterior of the Residential Blocks within the Estate as should be painted whitewashed or otherwise treated at such intervals as the same may reasonably be required to be done and in any event if so required by any Government department.
- (i) To replace any broken glass in any windows or doors of the Common Areas and Facilities.

- (j) To keep in good repair and condition :-
- (1) all water pumps, pumphouses, tanks, mains, pipes, sewers, lavatories, drains, water-courses, cables, wires, apparatus and equipment which are now or may at any time hereafter be in under or within the Estate or the land adjacent thereto which are wholly or partly for the common use of the Owners and occupiers of the Estate;
 - (2) the drains and channels whether within the boundaries of the said land or the land adjacent thereto or on Government land which the Owners are required by the said lease to construct and maintain to the satisfaction of the Director of Lands;
 - (3) the fire access, fire hydrants, fire fighting appliances, water pumping connections and other fire service installations and equipment which form part of the Common Areas and Facilities and which the Owners are required to provide and maintain to the satisfaction of the Director of Fire Services; and
 - (4) any refuse collection point or other facilities forming part of or incidental to the refuse collection system and maintain the same to the satisfaction of the Director of Lands and the Director of Food and Environmental Hygiene.
- (k) To keep the lifts in the Common Areas and Facilities within the Estate in good repair and operating condition and to replace the same and any parts that may require replacement.
- (l) To remove any structure, installation, signboard, sunshade bracket, fitting, obstruction device, aerial or thing in or on the said land or the Estate or any part thereof which is unlawful or illegal or which contravenes the House Rules and the terms herein contained and to demand and recover from the Owner by whom such structure or other thing as aforesaid was erected or installed the costs and expenses of such removal and the making good of any damages caused thereby to the satisfaction of the Manager.
- (m) To appoint a solicitor or legal counsel to advise upon any point which arises in the management of the said land and the Estate necessitating professional legal advice and with authority to act for and accept service on behalf of all the Owners of the Estate of all legal proceedings relating thereto (but not proceedings relating to the rights or obligations of individual Owners) and in particular but without limiting the generality of the foregoing in all proceedings in which the Government shall be a party and at all times within 7 days of being requested so to do by the Government or other competent officers to appoint a solicitor who shall undertake to accept service on behalf of all such Owners whether for the purpose of the Rules of the High Court (as the same may be amended from time to time) or otherwise.
- (n) To prevent obstruction of any of the Common Areas and Facilities and to prevent any person from unlawfully parking on, occupying or using any of the Common Areas and Facilities or the roads and footpaths (if any) and the open spaces within the Estate or any part or parts thereof.
- (o) To prevent (by legal action if necessary) any person including an Owner from occupying or using any part of the said land and the Estate in any manner in contravention of the said lease or this Deed or Sub-Deed (if any).
- (p) To prevent and to take action to remedy any breach by any Owner or other person residing in or visiting the Estate of any of the provisions of the said lease or this Deed or Sub-Deed (if any).

- (q) Except for works as are provided for or permitted hereunder or in accordance with the said lease, to prevent any person detrimentally altering or damaging any part of the said land and the Estate or any of the Common Areas and Facilities or any of the equipment apparatus services or facilities thereof.
- (r) To take all steps necessary or expedient for compliance by the Owners with the said lease and in particular to inspect, maintain, repair, demolish, remove, reinstate, erect or construct in accordance with the provisions of the said lease and (if applicable) to the satisfaction of the Director of Lands, Director of Drainage Services or other Government departments (as the case may be) all land, the open spaces, slope treatment works, earth-retaining structures, retaining walls and other support protection drainage ancillary and other works and structures within the said land and also any adjacent or adjoining Government or leased land (if applicable).
- (s) Subject to the provisions of Clause 71 hereof to pay Government rents and all other sums which the Owners are required to bear and pay under the said lease and this Deed.
- (t) To pay the following charges and expenses :-
 - (1) charges for electricity (including the operation of lifts pumps and lighting of the Common Areas and Facilities) and water and other similar charges for and in connection with the Estate as a whole and not being in respect of the use of or consumption by any Owner for his own purposes or enjoyment;
 - (2) remuneration for building supervisors, watchmen, gardeners, cleaners, attendants and the like;
 - (3) the cost of refuse disposal and maintaining the refuse collection system;
 - (4) the cost of any other matters and things which the Manager is authorized to do under this Deed;
 - (5) the premiums payable for insurance in accordance with this Deed;
 - (6) such legal or other fees and costs which may be incurred by the Manager in performance of any duty or in the exercise of any power by this Deed or Sub-Deed (if any) conferred.
- (u) To collect from the Owner of each Unit in the Estate such sum as is payable by him hereunder by way of a security deposit for the liabilities of such Owner under this Deed or Sub-Deed (if any).
- (v) To demand and receive from the Owner the amount due by him under this Deed, the deed of grant of easement (if any) or Sub-Deed (if any) on account of his share of the costs, charges and expenses of managing and maintaining the said land and the Estate.
- (w) To keep proper accounts of all expenditure incurred by and of all payments made to the Manager in respect of carrying out its duties hereunder.
- (x) To represent all the Owners or any of them as their or his agent in all matters and dealings with the Government or any Utility Company or other competent authority or any other person whomsoever in any way touching or concerning the said land and the Estate its equipment apparatus services and facilities and the provision of services and facilities to the said land and the Estate.

- (y) Without prejudice to Clause 18(aq) hereof and without prejudice to the rights of the Authority under Clause 11(p) hereof and subject to Clause 14 hereof, to enter into contracts and to employ remunerate and dismiss solicitors, architects and other professional staff advisers and consultants, contractors, workmen, gardeners, servants, agents, watchmen, building supervisors and other management, maintenance and administrative staff and attendants and to commence, conduct, carry on and defend legal and other proceedings touching or concerning the said land and the Estate or the management thereof on behalf of all the Owners.
- (z) To enforce the due observance and performance by the Owners of the covenants terms and conditions of this Deed, the deed of grant of easement (if any) and Sub-Deed (if any) and to take action in respect of any breach thereof including the commencement conduct and defence of legal proceedings and the registration and enforcement of charges as hereinafter mentioned.
- (aa) To prevent obstruction of any of the driveways (insofar as it forms part of the Common Areas and Facilities) and the Emergency Vehicular Access in the said land and the Estate and to keep the driveways (insofar as it forms part of the Common Areas and Facilities) and the Emergency Vehicular Access at all times in good repair and condition and unobstructed and from time to time as may be necessary to re-align, modify or alter or relocate the driveways (insofar as it forms part of the Common Areas and Facilities) and the Emergency Vehicular Access or any of them.
- (ab) To permit all persons deputed to act for the Government at all reasonable times to enter into and upon the said land and the Estate to view search and see the condition of the same and to comply with all notices of repair as may be given by such persons.
- (ac) To prevent any person from interfering with or removing any tree growing on the said land.
- (ad) To engage suitably qualified personnel to inspect, keep and maintain in good and substantial repair and condition and carry out any necessary works in respect of the Slope Structures, in accordance with the provisions of the said lease and in accordance with the Slope Maintenance Guidelines, the Slope Maintenance Manual and all guidelines issued from time to time by the appropriate Government departments regarding the maintenance of slopes, retaining walls and other structures. For the avoidance of doubt, it is hereby declared that the onus is on the Owners of the Estate at their own expense to maintain and carry out all works in respect of the Slope Structures in accordance with the said lease and the Slope Maintenance Guidelines, the Slope Maintenance Manual and the guidelines aforesaid and the Manager shall not be personally liable for carrying out any such requirements of the said lease which shall remain the responsibility of the Owners of the Estate if the Manager, having used all reasonable endeavours, has not been able to collect the costs of the required works from all of the aforesaid Owners. The Owners shall pay to the Manager all costs lawfully incurred or to be incurred by the Manager in carrying out any such maintenance and repair works as aforesaid. The Owners' Corporation, if formed, shall also have the authority and power mentioned in this Clause 18(ad).
- (ae) To provide and maintain the loading and unloading bay and space (other than those forming part of the HA Accommodation (prior to the execution of any Sub-Deed of the HA Accommodation)) for the loading and unloading of goods and service vehicles and refuse collection vehicles if any.
- (af) Subject to the terms and conditions of the said lease, to prevent the open space referred to in Clause 3.18(a) of the said lease be used for any purpose other than for the active and passive recreational purposes for the use and enjoyment by the residents and occupiers of the building or buildings in the Estate and their bona fide guests and visitors, and to prevent

any person other than residents and occupiers of the building or buildings in the Estate or their bona fide guests and visitors from using any of the open spaces within the said land and the Estate or any part or parts thereof for any purpose.

- (ag) Without prejudice to the rights of the Authority under Clause 11(f) hereof and subject to the terms and conditions as set out in the said lease and this Deed and the approval of the Owners' Committee, to license or otherwise permit or grant the right to any other persons to have access to and to use any part of the Common Areas and Facilities for the purpose of installing aerial broadcast distribution system and telecommunication installations and to carry out such works which are necessary for the installation of such aerial broadcast distribution system and telecommunication installations for the benefit of the said land and Estate and on such terms as the Manager may deem fit and for this purpose to negotiate and enter into contracts, leases or licence agreements with such persons for the installation, operation, management and maintenance of such aerial broadcast distribution system and telecommunication installations on such terms as the Manager may deem fit PROVIDED THAT the Manager shall assign such contract, lease or licence agreement to the Owners' Corporation (if formed) and PROVIDED ALWAYS THAT any income received or benefit generated in the exercise by the Manager of the aforesaid powers shall accrue to the Owners or the relevant Owners (as the case may be) and be credited to the Special Fund and PROVIDED FURTHER THAT the rights and interest of the Owners shall not be adversely affected and the right of any Owner to the use and enjoyment of any of the Common Areas and Facilities shall not be interfered with and that no nuisance or hazard to any person lawfully in the Estate is caused thereby.
- (ah) Subject to the approval of the Owners' Committee, to make suitable arrangements for the supply of fresh and flushing water, gas and electricity and any other utility or service to or for the said land and the Estate or any part thereof and to negotiate and enter into any contract, lease, licence or agreement with the Government or the Utility Company or any person or persons for the supply of such utility and service.
- (ai) Subject to the approval of the Owners in meeting held pursuant to Clause 68 hereof, to enter into deed of grant of easement (if any) and to grant such easements, quasi-easements, rights, privileges and licences and enter into such arrangements as it shall in its absolute discretion consider necessary to ensure the efficient management or for the benefit of the Estate and to grant rights of way or access or use to the owners or occupiers of any other premises adjoining the said land and upon such terms and conditions as the Manager may think fit in respect of the Common Areas and Facilities or any part thereof and on behalf of the Owners to obtain a grant of similar rights in respect of such adjoining premises PROVIDED THAT such grant of rights of way or access or use shall not contravene the terms and conditions contained in the said lease or this Deed or interfere with an Owner's right to hold, use, occupy and enjoy his Unit or adversely affect an Owner's rights and interests or impede or restrict the access to and from any such Unit and PROVIDED FURTHER THAT any charges or fees arising from the granting of such rights of way or access or use shall form part of the Special Fund in respect of the relevant part(s) of the Estate.
- (aj) Subject to the approval of the Owners in meeting held pursuant to Clause 68 hereof and the terms and conditions as set out in the said lease, to enter into deed of grant of easement (if any) and to grant such easements, quasi-easements, rights, privileges and licences to and to enter into such arrangements and agreements with the Government or the general public or any person or persons and upon such terms and conditions in respect of any part or parts of the Common Areas and Facilities as the Manager may in its absolute discretion think fit and to obtain the grant of any easements, quasi-easements, rights, privileges and licences from and to enter into any arrangements and agreements with the Government or owners of any other premises for the benefit of the said land and the Estate or any part(s)

thereof upon such terms and conditions as the Manager may in its absolute discretion think fit PROVIDED THAT any such easements, quasi-easements, rights, privileges and licences shall not interfere with any Owner's right to hold, use, occupy and enjoy the part of the Estate which he owns or impede or restrict the access to and from any such part of the Estate and PROVIDED FURTHER THAT any charge or fee arising from the grant of such rights of way (if any) shall form part of the Special Fund in respect of the relevant part(s) of the Estate.

- (ak) To prepare plan(s) showing the driveways (insofar as it forms part of the Common Areas and Facilities) and the Emergency Vehicular Access within the said land and cause a set of such plan(s) to be deposited at the estate management office within the said land for inspection by the Owners.
- (al) Subject to the approval of the Owners' Committee, to convert any part of the Common Areas and Facilities to office(s) or meeting room(s) for use by the Owners' Committee or management committee of the Owners' Corporation or as estate management office or for holding meetings of the Owners and to effect the necessary construction and/or other works on such Common Areas and Facilities for the aforesaid purpose.
- (am) Subject to Clause 11(f) and Clause 11(g) hereof, (1) to affix, maintain, alter, renew and remove any one or more signs, signboards, masts, aerials, lighting or other fixtures of whatever kind which is/are for the common use and enjoyment of the Owners on any part or parts of the external walls forming part of the Estate Common Areas and Facilities and the Residential Blocks Common Areas and Facilities subject to the approval of the Owners in meeting held pursuant to Clause 68 hereof or of the Owners' Committee (if the same shall have been established), and (2) to enter into and upon any part of any building (except a Unit owned by an Owner) with or without workmen and equipment at all reasonable times on giving prior reasonable written notice (except in the case of emergency) for any or all of the purposes aforesaid, and (3) to license or otherwise permit or grant the aforesaid right for the common use and enjoyment of the Owners to any other person on such terms as the Manager may deem fit subject to the approval of the Owners in meeting held pursuant to Clause 68 hereof or of the Owners' Committee (if the same shall have been established) PROVIDED THAT (i) any fee or monetary benefit arising from the aforesaid licence permission or grant of right shall accrue to the Owners and form part of the Special Fund in respect of the relevant part(s) of the Estate; and (ii) any such signs, signboards, masts, aerial, lighting or other fixtures shall not interfere with the use and enjoyment by any Owner of the part of the Estate owned by him.
- (an) To manage, maintain, regulate, direct and control the access of vehicles, the loading and unloading of goods and service vehicles and the vehicular traffic to, out of or within the Common Areas and Facilities and the Manager shall have the right to erect, install and maintain signs, traffic signs, road markings, shroff office/kiosk, guard kiosks, control barriers and related electronic and mechanical devices at, within or on any part of the Common Areas and Facilities and to make and enforce rules and regulations in accordance with the relevant legislation from time to time in force, to impose such parking fees and other charges and expenses (not relating to parking in the HA Accommodation) as the Manager may fix from time to time, and to do all such acts and things as may be necessary to remove any vehicles parked in any area (other than the HA Accommodation) not reserved for parking and to levy and collect from such owners such impounding removal and storage fees as the Manager may fix from time to time PROVIDED THAT any such fees or charges received by virtue of the exercise of the aforesaid rights shall form part of the management funds in respect of the relevant part(s) of the Estate.
- (ao) Subject to the approval of the Owners' Committee and subject to Clause 87 hereof, to license or otherwise permit or grant the right to HKCGC and/or any other supplier of gas

(hereinafter collectively called the “the Gas Company”) to supply gas to the said land and the Estate or Units and to lay, construct and maintain gas pipes and ancillary installations in under or through the said land and the Estate for the supply of gas to the said land and the Estate or the Units and to negotiate, enter into, renew or terminate any contract, lease, licence agreement or other instrument with the Gas Company or other competent authority or any other person in connection therewith.

- (ap) To collect and receive all sums and contributions payable by or on behalf of the owners of the adjacent land and development (as the case may be) under the deed of grant of easement (if any) or otherwise.
- (aq) Without prejudice to Clause 18(y) hereof but subject to the consent of the Owners pursuant to a resolution passed in accordance with Clause 68 hereof, to appoint qualified persons to be the auditor of the accounts and records concerning the management of the Estate and to negotiate and to enter into any arrangement, contract or agreement with such persons regarding the provision of their professional services on behalf of the Owners pursuant to the provisions of this Deed PROVIDED THAT the consent of the Owners shall not be unreasonably withheld if the persons to be appointed comply with the provisions of Clause 49 hereof with regard to the auditor, and the Owners shall, if they/it refuse(s) to give consent to the appointment of the persons, give reasons for the decision and provide the Manager with sufficient guidance and recommendation to enable the Manager to appoint suitable persons to be the auditor AND PROVIDED FURTHER THAT the consent of the Owners shall not be required if the appointment complies with Clause 49 as aforesaid and :-
 - (1) the Owners fail to respond to the appointment proposed by the Manager within the period of 1 month from the date on which the Manager seeks the consent of the Owners regarding the appointment of the auditor; or
 - (2) the Owners have previously withheld their consent to a previous appointment and the guidance and recommendation of the Owners have been reasonably taken care of by the Manager in the new appointment.

PROVIDED THAT nothing herein shall prejudice the power of the Owners at an Owners’ general meeting convened under this Deed (prior to the formation of the Owners’ Corporation) to require the annual accounts to be audited by an independent auditor of their choice.

- (ar) Subject to the said lease and subject to the approval of the Owners pursuant to a resolution passed in accordance with Clause 68 hereof or the Owners’ Corporation (if the same has been formed), to designate the said shared residential areas and facilities referred to in Clause 2 of Part A of the SECOND SCHEDULE HERETO subject to the terms mentioned in Clause 2 of Part A in the SECOND SCHEDULE HERETO and to demand, collect and receive the sums and contributions payable by the Owners of the other part(s) of the Estate in respect of the said shared residential areas and facilities referred to in Clause 2 of Part A of the SECOND SCHEDULE HERETO.
- (as) To maintain and keep the open space provided in accordance with Clause 3.18(a) of the said lease and the area or areas landscaped in accordance with Clause 3.19 of the said lease in a safe, clean, neat, tidy and healthy condition to the satisfaction of the Director of Lands.
- (at) To manage the said land and the Estate and the messuage(s) or tenement(s) and all other erections and buildings erected on the said land and the Estate and the roads, paths, grounds, open spaces, footbridges (if any) and any Loading and Unloading Spaces forming part of

the Common Areas and Facilities and the space for the loading and unloading of refuse collection vehicles referred to in Clause 3.24(c) of the said lease and all areas, parts, services, facilities and installations of and in or serving the Common Areas and Facilities.

- (au) To maintain the said land, slope treatment works, retaining walls or other support, protection, drainage or ancillary or others works referred to in Clause 4.5(a) of the said lease in good and substantial repair and condition to the satisfaction of the Director of Lands.
- (av) To maintain the said land and Slope Structures (if any) in good and substantial repair and condition to the satisfaction of the Director of Lands.
- (aw) To remove earth, spoil, debris, construction waste or building materials from and make good any damage done to the Government properties referred to in Clause 4.8(a) of the said lease.
- (ax) To carry out the Works referred to in Clause 4.9 of the said lease in accordance with the provisions contained therein.
- (ay) To repair, make good and reinstate any damage, disturbance or obstruction caused to the said land or any part thereof or any of the Services referred to in Clause 4.9 of the said lease in any manner arising out of the Works referred to in Clause 4.9 of the said lease to the satisfaction of the Director of Lands.
- (az) To construct and maintain the drains and channels necessary to intercept and convey into the nearest stream-course, catchpit, channel or Government storm-water drain, all storm-water or rain-water falling or flowing on to the said land to the satisfaction of the Director of Lands in accordance with Clause 4.13(a) of the said lease.
- (ba) To uphold, maintain and repair all or any of the gutters, pipes, wires, cables, sewers, drains, nullahs, culverts, ducts, flues, conduits, waterways or watercourses (including water mains) referred to in Clause 5.3 of the said lease to the satisfaction of the Director of Lands.
- (bb) To enter into any contract for the procurement of any supplies, goods or services but SUBJECT ALWAYS to the provisions in Schedule 7 to the Building Management Ordinance (Cap.344).
- (bc) To maintain in good condition the Common Areas and Facilities.
- (bd) To maintain the transformer room(s), cable accommodations and associated facilities of the Estate and to carry out reinstatement work to the same if rendered necessary by the installation, repair or replacement of the equipment of CLP Power Hong Kong Limited.
- (be) To access and/or enter into and upon and remain upon any part or parts of the Estate Common Areas and Facilities and Residential Blocks Common Areas and Facilities, including but not limited to, for the purpose of carrying out any operation, inspection, maintenance, repair and renewal, modification, renewal and/or demolition works.
- (bf) To observe, perform and discharge the obligations and liabilities imposed on the Owners under Clause 3.17 of the said lease for and on behalf of the Owners.

- (bg) To construct and maintain the drains and channels referred to and required under Clause 4.13 of the said lease to the satisfaction of the Director of Lands.
- (bh) To design, construct and maintain the waste pipes referred to and required under Clause 4.12 of the said lease to the satisfaction of the Director of Water Supplies.
- (bi) To do all such other things as are reasonably incidental to the proper management of the Estate.

AND for the avoidance of doubt, the Manager is not required to manage such part of the Estate in respect of which a Completion Certificate has not been issued.

19. Improving and upgrading Common Areas and Facilities

The Manager shall, subject to Clause 18(g) hereof and subject to the provisions of this Deed, have the power to do all acts or things for the purposes of improving or upgrading the Common Areas and Facilities.

20. Power to enter into Units

The Manager may with or without surveyors workmen and others at all reasonable times and on reasonable notice (except in case of emergency) enter into and upon any part of the Estate (including any Unit therein) for the purpose of carrying out necessary repairs of any part of the Estate (including any other Unit therein) and the Common Areas and Facilities or to abate any hazard or nuisance which does or may affect the Common Areas and Facilities or other Owners PROVIDED THAT in exercising such right as aforesaid, the Manager shall be liable for any negligent or wilful or criminal acts of its own and the employees, workmen, servants, agents or contractors employed by it and shall cause as little disturbance as possible when carrying out such works and forthwith make good and repair at its own costs and expenses any loss or damage caused thereby.

21. Power of Attorney to Manager

The Owners hereby jointly severally and irrevocably APPOINT the Manager as their attorney and grant unto the Manager the full right power and authority to do all acts deeds matters and things and to execute and sign seal and as their act deliver such deeds and to sign such documents or instruments as may be necessary for the exercise of or incidental to the Manager's rights mentioned in Clause 18 hereof and the Owners hereby further jointly and severally undertake to do all acts deeds matters and things and to execute sign seal and deliver such deeds and to sign such documents or instruments as may be necessary to give effect to the abovementioned grant.

22. Assignment to include covenant

An Owner shall not be entitled to assign the Unit which he owns unless the assignment includes a covenant in substantially the following terms : "The Purchaser hereby further covenants with the Hong Kong Housing Authority and its successors and assigns that the Purchaser acknowledges the rights conferred on the Hong Kong Housing Authority and its successors and assigns as Manager under Clause 18 of the Deed of Mutual Covenant to the intent that such covenants shall bind the Property and the Covenantee Purchaser and shall enure for the benefit of the Estate as referred to in the Schedule hereto and be enforceable by the Hong Kong Housing Authority and its successors and assigns that :-

- (a) the Covenantee Purchaser confirms and acknowledges the covenants, rights, entitlements, exceptions and reservations granted and conferred on the Manager (as defined in the Deed of Mutual Covenant) under Clause 18 of the Deed of Mutual Covenant and the Covenantee Purchaser shall not do or permit anything to be done which will in any way affect or hinder the exercise of the said rights by the Manager;

- (b) the Covenanting Purchaser shall, if required by the Manager, do everything necessary, including giving express consents in writing to the exercise of the said rights by the Manager, to facilitate the exercise of the said rights by the Manager;
- (c) the Covenanting Purchaser hereby expressly and irrevocably appoints the Manager to be its attorney and grants unto the Manager the full right power and authority to give all consents and to do all acts deeds matters and things and to execute and sign seal and as the acts and deeds of the Covenanting Purchaser deliver such deeds and to sign such documents or instruments as may be necessary for the exercise of or incidental to the exercise of the rights conferred on the Manager as aforesaid with the full power of delegation and the Covenanting Purchaser hereby further covenants to do all acts deeds matters and things and to execute sign seal and deliver such deed or deeds and to sign such documents or instruments as may be necessary to give effect to such appointment and grant; and
- (d) the Covenanting Purchaser shall not sell or otherwise dispose of the Property unless the sale or disposal of the Property is made subject to and upon the condition that the purchaser or assignee thereof shall enter into the same binding covenants on terms similar in scope and extent as the covenants (a), (b) and (c) hereinbefore contained and this covenant (d)

PROVIDED THAT upon the Covenanting Purchaser complying with and performing the covenant (d) hereinbefore contained, the Covenanting Purchaser shall not be liable for any breach of the covenants (a), (b) and (c) hereinbefore contained which may happen after the Covenanting Purchaser shall have sold or otherwise disposed of the Property in respect whereof such purchaser or assignee shall have entered into such covenants similar in scope and extent as the covenants (a), (b), (c) and (d) hereinbefore contained."

23. Application of insurance money, etc.

Subject to Clause 69 of this Deed, all insurance money, compensation or damages recovered by the Manager in respect of any damage or loss suffered in respect of any part of the said land and the Estate shall be expended by the Manager in the repair, rebuilding or reinstatement of that part of the said land and the Estate.

24. Manager's acts and decisions binding on Owners

The Manager shall consult (either generally or in any particular case) the Owners' Corporation at a general meeting of the Owners' Corporation and adopt the approach decided by the Owners' Corporation on the channels of communication among Owners on business relating to the management of the Estate PROVIDED THAT prior to the formation of the Owners' Corporation, the Manager shall consult the Owners at an Owners' general meeting convened under this Deed. All acts and decisions of the Manager arrived at in accordance with the provisions of this Deed shall be binding in all respects on all the Owners.

25. Manager's remuneration

The annual remuneration of the Manager for the performance of its duties hereunder shall be a sum not exceeding 10% of the total annual expenditure (excluding the Manager's annual remuneration, any capital expenditure or expenditure drawn out of the Special Fund PROVIDED THAT the Owners may, by a resolution of the Owners in meeting held pursuant to Clause 68 hereof, decide to include at their/its own discretion, any capital expenditure or expenditure drawn out of the Special Fund in calculating the Manager's remuneration at the rate aforesaid as may be reviewed or adjusted as hereinafter provided or at such lower rate as the Owners in a meeting held pursuant to Clause 68 hereof may consider appropriate) necessarily, reasonably and properly incurred in the good and efficient management of the said land and

the Estate. The Manager shall also be entitled to charge and be paid all disbursements and out-of-pocket expenses properly incurred in the course of carrying out its duties hereunder. The Manager's remuneration aforesaid shall be the net remuneration of the Manager for its services as Manager and shall not include the costs, expenses, salaries and fees for any staff, facilities, accounting services and all disbursements and out-of-pocket expenses properly incurred in the course of carrying out its duties hereunder which said costs and expenses shall be a direct charge on the Management Expenses. Payment of the Manager's remuneration hereunder shall be made in advance on the first day of each calendar month by twelve equal calendar monthly instalments each such payment to be in the sum of one twelfth of the annual remuneration of the Manager (being a sum not exceeding 10% of the budgeted annual expenditure for the management of the said land and the Estate payable by the Owners according to the annual budget or revised budget for the year in question to be prepared as provided in Clauses 50, 51 and 55 hereof, excluding the Manager's remuneration, any capital expenditure or expenditure drawn out of the Special Fund, but subject to adjustment after the actual annual expenditure for the year in question shall have been ascertained). The percentage of the total annual expenditure against which the Manager's remuneration is calculated may be reviewed and adjusted by a majority resolution passed at a meeting of the Owners held pursuant to Clause 68 hereof.

26. Manager not liable to Owners

The Owners shall fully and effectually indemnify the Manager against all actions proceedings claims and demands whatsoever arising directly or indirectly out of or in connection with the management of the Estate or anything mentioned below (save that the protection afforded shall exclude any act or omission involving criminal liability or dishonesty or negligence by or on the part of the Manager, its employees, servants, agents or contractors) and the Owners shall not be required to indemnify the Manager or its employees, servants, agents or contractors from and against any action claim etc. arising out of any such act or omission. Without in any way limiting the generality of the foregoing, the Manager, its employees, servants, agents or contractors shall not be held liable for :

- (a) any damage, loss or injury caused by or in any way arising out of :-
 - (1) any defect in or failure or breakdown of any of the Common Areas and Facilities, or
 - (2) any failure, malfunction or suspension of the supply of water, electricity, gas or other utility or services to the said land and the Estate, or
 - (3) fire or flooding or the overflow or leakage of water from anywhere whether within or outside the said land and the Estate, or
 - (4) the activity of termites, cockroaches, rats, mice or other pests or vermin, or
 - (5) theft, burglary or robbery within the said land and the Estate;

unless it can be shown that such damage, loss or injury was caused by an act or omission of the Manager, its employees, servants, agents or contractors involving criminal liability or dishonesty or negligence; and

- (b) any interruption in any of the services to the said land and the Estate by reason of necessary maintenance and repair and the management contribution or any other charges payable under this Deed or Sub-Deed (if any) or any part thereof shall not be abated or cease to be payable on account thereof.

27. Owners to be responsible for act or negligence of occupiers

Each Owner shall be responsible for and shall indemnify the Manager and the other Owners and occupiers against all actions, proceedings, claims and demands whatsoever arising out of or

in respect of any loss or damage to any person or property caused by or as the result of the act, omission, neglect, default or negligence of such Owner or any occupier of any Unit of which he has the exclusive use or any person using such Unit with his consent express or implied, or by or through or in any way owing to the overflow of water therefrom, and to pay all costs, charges and expenses incurred in repairing or making good any loss or damage to the said land and/or the Estate or any part or parts thereof or any of the Common Areas and Facilities therein or thereon caused by the act, omission, neglect, default or negligence of all such persons. In such case of loss or damage which the Manager is empowered by this Deed to make good or repair, such costs, charges and expenses shall be recoverable by the Manager as herein provided and in the case of loss or damage suffered by other Owners or occupiers for which the Manager has elected not to repair or make good, such costs, charges and expenses together with all other damages recoverable by law shall be recovered by the person or persons sustaining the loss or damage.

**SECTION V – APPOINTMENT OF THE MANAGER AND
TERMINATION OF APPOINTMENT**

28. Delegation of management by Manager

The Manager shall be entitled, at any time and upon such conditions as it thinks fit, to appoint and employ any suitably qualified person company or corporation to carry out certain aspects of the management maintenance and operation of the Estate or any part thereof PROVIDED ALWAYS THAT the Manager shall not transfer or assign its rights, duties and obligations hereunder to any such person company or corporation who shall remain answerable and responsible to the Manager. The Manager shall at all times be responsible for the management and control of the said land and the Estate (including any part thereof) in accordance with the provisions of this Deed.

29. Management undertaking by the Authority

Subject to the provisions of the Building Management Ordinance (Cap. 344), the DMC Manager shall undertake the management of the said land and the Estate for an initial term expiring 24 calendar months from the date of this Deed or until an Owners' Corporation is formed, whichever is the earlier and shall continue to be the Manager for such further period until the termination of the DMC Manager's appointment in accordance with the provisions of this Deed. The Manager's rights and obligations to manage may be terminated upon :-

- (a) the Manager giving not less than 3 months' notice in writing to the Owners' Committee or where the Owners' Committee has not yet been established pursuant to the provisions of this Deed, to each of the Owners and displaying such notice in a prominent place in the Estate; the notice referred to in this sub-clause (a) may be given (1) by delivering it personally to the Owner or (2) by sending it by post to the Owner at his last known address or (3) by leaving it at the Owner's Unit or depositing it in the letter box for that Unit; or
- (b) prior to the formation of an Owners' Corporation, the passing of a resolution by a majority of votes of Owners voting either personally or by proxy and supported by Owners of not less than 50% of the Undivided Shares in aggregate (excluding the Undivided Shares allocated to the Common Areas and Facilities) at a general meeting convened for the purpose to terminate the Manager's appointment without compensation and by the Owners' Committee giving to the Manager not less than 3 months' notice of termination in writing;

PROVIDED ALWAYS THAT no notice of termination given under sub-clause (a) above shall take effect on a date earlier than the date of expiration of the initial term or in the case that the Owners' Corporation is formed prior to the expiration of the initial term, earlier than the formation of the Owners' Corporation and any termination of appointment of the Authority as the DMC Manager shall not affect the rights and obligations of the Authority herein as Owner of Units and other parts of the Estate.

30. Termination of Manager's appointment

- (a) Where an Owners' Corporation has been formed, the Owners' Corporation may, upon the passing of a resolution by a majority of votes of Owners voting either personally or by proxy and supported by Owners of not less than 50% of the Undivided Shares in aggregate who are entitled to vote either personally or by proxy at a general meeting convened for the purpose, terminate the DMC Manager's appointment without compensation by the Owners' Corporation giving to the DMC Manager not less than 3 months' notice of termination in writing. In this respect, such resolution shall have effect only if such notice of termination is in writing; provision is made in the resolution for a notice period of not

less than 3 months or, in lieu of notice, provision is made for an agreement to be made with the DMC Manager for the payment to it of a sum equal to the amount of remuneration which would have accrued to it during that period; such notice is accompanied by a copy of the resolution terminating the DMC Manager's appointment; and such notice and the copy of the resolution is given to the DMC Manager within 14 days after the date of the meeting. For this purpose, such notice and the copy of the resolution required to be given may be given by delivering them personally to the DMC Manager, or by sending them by post to the DMC Manager at its last known address. For the purpose of this sub-clause (a), only the Owners of Undivided Shares who pay or who are liable to pay Management Expenses relating to those Undivided Shares shall be entitled to vote.

- (b) If a notice to terminate a Manager's appointment is given under Clause 30(a) above :-
 - (1) no appointment of a new Manager shall take effect unless the appointment is approved by a resolution of the Owners' Committee (if any); and
 - (2) if no such appointment is approved under Clause 30(b)(1) above by the time the notice expires, the Owners' Corporation may appoint another Manager and, if it does so, the Owners' Corporation shall have exclusive power to appoint any subsequent Manager.
- (c) If a contract for the appointment of a Manager other than the DMC Manager contains no provision for the termination of the Manager's appointment, the provisions in Clause 30(a) above apply to the termination of the Manager's appointment as they apply to the termination of the DMC Manager's appointment.
- (d) Clause 30(c) above operates without prejudice to any other power there may be in a contract for the appointment of a Manager other than the DMC Manager to terminate the appointment of the Manager.
- (e) If any person has given an undertaking in writing to, or has entered into an agreement with, the Government to manage or be responsible for the management of the Estate, and the Owners' Corporation has appointed a Manager under sub-clause (b)(2) above, the Owners' Corporation shall be deemed to have given to that person an instrument of indemnity under which the Owners' Corporation shall be liable to indemnify that person in respect of any act or omission of the Manager appointed under that sub-clause (b)(2) that may otherwise render that person liable for a breach of that undertaking or agreement.
- (f) This Clause is subject to any notice relating to the Estate that may be published by the Secretary for Home and Youth Affairs under Section 34E(4) of the Building Management Ordinance (Cap.344) but does not apply to any single manager referred to in that Section.

31. Obligations of outgoing Manager

- (a) Subject to Clause 31(b) hereof, if the Manager's appointment ends for any reason, the Manager shall deliver to the Owners' Committee (if any) or the Manager appointed in its place as soon as practicable after its appointment ends, and in any event within 14 days of the date its appointment ends, any movable property in respect of control, management and administration of the said land and the Estate that is under its control or in its custody or possession, and that belongs to the Owners' Corporation (if any) or the Owners;
- (b) If the Manager's appointment ends for any reason, the Manager shall within 2 months of the date on which the Manager's appointment ends :-

(1) prepare :-

- (i) an income and expenditure account of the Estate for the period beginning with the commencement of the financial year in which the Manager's appointment ends and up to the date of its ceasing to be the Manager; and
- (ii) a balance sheet as at the date the Manager's appointment ends;

and shall arrange for such income and expenditure account and balance sheet to be audited by an accountant or by some other independent auditor specified in a resolution of the Owners' Committee (if any) or, in the absence of any such specification, by such accountant or other independent auditor as may be chosen by the Manager; and

(2) deliver to the Owners' Committee (if any) or the Manager appointed in its place any books or records of account, papers, documents and other records which are required for the purposes of Clause 31(b)(1) hereof and have not been delivered under Clause 31(a) hereof.

(c) When a Manager ceases to be the Manager, he shall assign free of costs or consideration to the Manager appointed in its place or the Owners' Corporation at any time if so required by it, the Common Areas and Facilities together with the Undivided Shares allocated thereto to be held on trust for the benefit of all the Owners.

32. Appointment of substitute Manager

Upon termination of the Manager's appointment in whatever manner or for whatever reason, a meeting of the Owners or the Owners' Committee (after the same shall have been established) shall immediately be convened to elect a Manager to take its place and such meeting shall elect a Manager who shall on the expiry of the term of the outgoing Manager immediately thereupon and thenceforth become vested with all the powers and duties of the Manager hereunder and the Owners' Committee (if established) may on behalf of the Owners enter into a Management Agreement with such new Manager defining its rights duties and obligations. It is hereby declared and agreed that at no time shall the said land and the Estate be without a responsible and duly appointed Manager to manage the same.

SECTION VI – MANAGEMENT EXPENSES AND ENFORCEMENT PROVISIONS

33. Management fee deposit, Special Fund and debris removal fee

- (a) The Owner of each Unit shall pay to and at all times keep deposited with the Manager, free of interest, a sum not exceeding 3 times the monthly sum payable by the Owner under Clause 36 hereof in respect of the Unit as determined by the Manager based on the first year's budgeted Management Expenses. The sum so collected shall be held as a security against the Owner's liabilities as Owner of the Unit and against his obligation to pay the monthly maintenance and management fees as well as his due proportion of public utility deposits for the Estate, and shall not be set off against contributions to be made by him under this Deed. Except where the Authority has made payment in accordance with Clause 33(d)(1) hereof, after the execution of the assignment by the Authority in favour of the first Owner of a Unit (being the assignee from the Authority), such sum shall become payable by such first Owner upon the date on which vacant possession of the Unit is given to such first Owner or the date following the expiration of the 14 working days period from the date of execution of the assignment, whichever is the earlier.
- (b) Except where the Authority has made payment in accordance with Clause 33(d)(1) hereof, after execution of the assignment by the Authority in favour of the first Owner of the Unit (being the assignee from the Authority), such Owner shall pay a sum equivalent to 2 times the monthly sum payable by the Owner under Clause 36 hereof in respect of the Unit as determined by the Manager based on the first year's budgeted Management Expenses as initial contribution to the Special Fund and such sum shall become payable on the date specified in Clause 33(a) above.
- (c) Except where the Authority has made payment in accordance with Clause 33(d)(1) hereof, upon execution of the assignment by the Authority in favour of the first Owner of the Residential Unit (being the assignee of the Residential Unit from the Authority), such Owner shall pay to the Manager such sum as the Manager may reasonably decide as debris removal fee PROVIDED THAT such sum shall not exceed the monthly sum payable by the Owner under Clause 36 hereof in respect of the Residential Unit as determined by the Manager based on the first year's budgeted Management Expenses. Such sum shall become payable on the date specified in Clause 33(a) above and shall not be transferrable or refundable. All remaining sums of the debris removal fee not used up shall be paid into the Special Fund.
- (d)
 - (1) The Authority shall make the contribution towards the management fee deposit specified in Clause 33(a) above and the initial contribution towards the Special Fund specified in Clause 33(b) above in respect of any Units which shall remain in its ownership not later than 3 months after (i) the execution of this Deed or (ii) the date when it is in a position validly to assign Undivided Shares appertaining to those Units, whichever is the later. The Authority shall also pay the debris removal fee specified in Clause 33(c) above in respect of any Residential Units which shall remain in its ownership not later than 3 months after (i) the execution of this Deed or (ii) the date when it is in a position validly to assign Undivided Shares appertaining to those Residential Units, whichever is the later. For the avoidance of doubt, no debris removal fee shall be payable by the Owner of the HA Accommodation but the Owner of the HA Accommodation shall be responsible for debris removal in respect of the HA Accommodation at its own cost.
 - (2) Each Owner covenants with the other Owners to make further periodic contributions to the Special Fund. The amount to be contributed in each financial

year and the time when those contributions will be payable will be determined by a resolution of the Owners held at an Owners' meeting pursuant to Clause 68 hereof. If the Owners' Corporation shall have been formed, the Owners' Corporation shall determine, by a resolution of the Owners, the amount to be contributed to the Special Fund by the Owners in any financial year, and the time when those contributions shall be payable.

- (3) Notwithstanding the other provisions of this Clause 33, the Authority shall not be required to pay the contribution towards the management fee deposit, the initial contribution towards the Special Fund and the debris removal fee in respect of the Undivided Shares and Management Shares allocated to those Units in any building in the Estate in respect of which a Completion Certificate has not been issued. Such sums shall only be payable by the Authority as provided under Clause 33(d)(1) above.

34. Person ceasing to be Owner ceases to have interest in management fund

Any person ceasing to be the Owner of any Undivided Share in the said land and the Estate shall in respect of the Undivided Share of which he ceases to be the Owner thereupon cease to have any interest in the funds held by the Manager to the intent that all such funds shall be held and applied for the management of the Estate as herein provided irrespective of changes in ownership of the Undivided Shares therein PROVIDED THAT any deposit paid by any such Owner under Clause 33(a) herein after the deduction therefrom of any amount attributable to his liabilities or obligations shall, after payment by the new Owner of its deposit payable under Clause 33(a) herein, be refunded to such Owner without interest or may at the request in writing of such Owner be transferred into the name of the new Owner of such Undivided Share as his or part of his deposit or security under Clause 33(a) hereof and PROVIDED FURTHER THAT upon the said land being resumed or re-entered by the Government any balance of the said funds shall be divided amongst the Owners immediately prior to such resumption or re-entry according to their share of Management Shares.

35. Management of Special Fund

- (a) The Special Fund will be held by the Manager as trustee for all Owners, to provide for expenditure of a capital nature or of a kind not expected to be incurred annually, which includes, but is not limited to, expenses for the renovation, improvement and repair of the Common Areas and Facilities, the purchase, setting up, replacement, improvement and addition of installations, systems, equipment, tools, plant and machineries for the Common Areas and Facilities and the costs of the relevant investigation works and professional services.
- (b) The payments made by the Owners towards the Special Fund are neither refundable to any Owner by the Manager nor transferable to any new Owner.
- (c) All monies received for the Special Fund must be deposited by the Manager with a bank within the meaning of Section 2 of the Banking Ordinance (Cap.155) in interest-bearing accounts designated for the purposes of the Special Fund, one for Estate Common Areas and Facilities portion and the other for Residential Blocks Common Areas and Facilities portion.
- (d) Without prejudice to sub-clause (c) above, if the Owners' Corporation is formed, the Manager shall open and maintain one or more segregated interest-bearing accounts, each of which shall be designated as a trust account or client account, for holding money received by the Manager from or on behalf of the Owners' Corporation in respect of the Special Fund.

- (e) The Manager shall display a document showing evidence of any account opened and maintained under sub-clause (c) or sub-clause (d) above in a prominent place in the Estate.
- (f) The Manager shall without delay pay all money received by it in respect of the Special Fund into the accounts opened and maintained in sub-clause (c) above or, if the Owners' Corporation is formed, the account or accounts opened and maintained under sub-clause (d) above.
- (g) Except in a situation considered by the Manager to be an emergency, money must not be paid out of the Special Fund unless it is for a purpose approved by a resolution of the Owners' Committee (if any). The Manager must not use the Special Fund for the payment of any outstanding Management Expenses arising from or in connection with the day-to-day management of the Estate.

36. Payment of management fees

- (a) Subject to sub-clause (c) of this Clause 36, each of the Owners shall pay a monthly sum as determined by the Manager being the due proportion of the costs, charges and expenses necessarily and reasonably incurred in the management of the Estate in proportion to the number of Management Shares allocated to such part of the Estate of which he has the exclusive right to hold, use, occupy and enjoy. The amount of such monthly sum shall be determined by the Manager based on the annual budget made in accordance with the provisions of this Deed. The monthly sum as determined by the Manager based on the first year's budgeted Management Expenses shall be notified to the first Owner to whom a Unit (being the assignee from the Authority) is conveyed by deed of assignment by the Authority on or before possession of the Unit is given. After the execution of the assignment by the Owner but before he is given possession of his Unit, the Owner shall first pay to the Manager the said monthly sum as payment in advance together with a proportion of the said monthly sum, in the event that possession is given on any day other than the first day of the month, from and exclusive of the date on which possession of the Unit is given to him or from and inclusive of the date following the expiration of 14 working days after the date of execution of the assignment by the Owner in respect of his Unit, whichever is the earlier, to the last day of the then current month and thereafter in advance on the first day of each succeeding calendar month. The Authority shall pay all costs and expenses including, but not limited to, Government rent up to and inclusive of the date of assignment of the Unit to the Owner, or the date on which possession of the Unit is given to the Owner if that is later than the date of assignment, PROVIDED THAT the Authority shall not be required to pay all costs and expenses including, but not limited to, Government rent more than 14 working days after the date of assignment and, thereafter, the costs and expenses shall be payable by the Owners.
- (b) Subject to sub-clause (c) of this Clause 36, the Authority shall make payments and contributions for those expenses which are of a recurrent nature for those Units and Undivided Shares unsold. After the disposal of such Units by the Authority, the said monthly sums shall be payable by the Owners in respect thereof.
- (c) Notwithstanding the provisions of sub-clauses (a) and (b) of this Clause 36, the Authority shall not be required to pay the monthly sum, the costs and expenses and all the payments and contributions referred to under these sub-clauses in respect of the Undivided Shares and Management Shares allocated to those Units (referred to as "the relevant Units" in this sub-clause (c)) in any building in the Estate in respect of which a Completion Certificate has not been issued, except to the extent that the relevant Units benefit from provisions in this Deed as to management and maintenance (e.g. as to the costs of managing and maintaining slopes or as to security etc. provided by the management of the completed parts) of the Estate. Except as aforesaid, such monthly sum, costs and expenses and

payments and contributions shall only be payable by the Authority as from the date when the Completion Certificate covering the relevant Units has been issued.

- (d) Any increase or decrease in the amount payable by the Owners under this Clause 36 shall be adjusted accordingly when the actual Management Expenses are ascertained but not until the Manager has given not less than 30 days' notice in writing in that behalf to each Owner.
- (e) For the avoidance of doubt, the Owners of such part of the Estate in respect of which a Completion Certificate has been issued shall not be required to make any contribution for any costs, charges and expenses relating to the management of the Estate in respect of such part of the Estate in which a Completion Certificate has not been issued.

37. Payment in advance of management fee

Each Owner shall before taking possession of the Unit which he owns pay to the Manager a sum equivalent to the monthly sum payable by the Owner under Clause 36 hereof as payment in advance of the management fee for the first month and (if applicable) such proportion thereof referred to in Clause 36 hereof. The Authority shall pay the management fee in advance in respect of any Unit which remains in its exclusive possession or occupation.

38. Manager's remedy

- (a) If any Owner shall fail to pay any amount payable hereunder within 30 days from the date on which the same is demanded, the Manager may without prejudice to any other remedy exercisable hereunder or otherwise take legal proceedings against such Owner by civil action to recover the amount or amounts due.
- (b) If any Owner shall fail to pay any amount payable hereunder within 30 days from the date on which the same is demanded, the Manager may without prejudice to any other remedy exercisable hereunder or otherwise discontinue provision of management services or facilities to the part of the Estate belonging to such Owner PROVIDED THAT nothing in this Clause shall empower the Manager to interrupt the supply of electricity, water, gas, telecommunications or other utilities to such part of the Estate belonging to such Owner or prevent such Owner's access to his Unit.

39. Interest and collection charge on late payment

In addition to the rights of the Manager under Clause 38 above, if any Owner shall fail to pay any amount payable hereunder within 30 days from the date on which the same is demanded, he shall further pay to the Manager :-

- (a) interest calculated at the rate of not exceeding 2% per annum over and above the prime rate from time to time quoted by The Hongkong and Shanghai Banking Corporation Limited in respect of the amount unpaid, such interest being payable from the due date until payment; and
- (b) a collection charge of such sum as the Manager may consider reasonable but not exceeding 10% of the amount due to cover the cost (other than legal costs of proceedings as hereinafter mentioned) of the extra work occasioned by the default of the Owner.

All monies paid to the Manager by way of interest and collection charges aforesaid shall be credited to the Special Fund.

40. Civil action taken by Manager

All amounts which may be or become payable by any Owner in accordance with the provisions of this Deed and Sub-Deed (if any) together with interest thereon as aforesaid and the said collection charge and all damages claimed for breach of any provisions of this Deed and Sub-Deed (if any) and legal costs and all other expenses incurred in or in connection with the recovering or attempting to recover the same shall be recoverable by civil action at the suit of the Manager. The claim in any such action may include a claim for the legal expenses (on a solicitor-and-own-client costs basis) of the Manager and the defaulting Owner shall in addition to the amount claimed in such action be liable for such costs. In any such action the Manager shall conclusively be deemed to be acting as the agent for and on behalf of all the Owners other than the defaulting Owner and no Owner sued under the provisions of this Deed and Sub-Deed (if any) shall raise or be entitled to raise any defence of want of authority or take objection to the right of the Manager as plaintiff to sue or to recover such amounts as may be found to be due.

41. Registration of charge against Undivided Shares of defaulting Owner

- (a) In the event of an Owner failing to pay any amount due and payable by him in accordance with the provisions of this Deed within 30 days from the date on which the same is demanded, the Manager may serve upon that Owner a notice specifying the amount due which shall include any interest payable thereon up to the date of the notice and any collection charge and all costs and expenses which may be incurred in recovering or attempting to recover the same including the legal expenses referred to in Clause 40 above.
- (b) Upon the service of a notice under sub-clause (a) above, the Owner upon whom such notice has been served shall be deemed to have entered into an agreement for a charge in favour of the Manager for the amount specified in the notice together with interest thereon at the rate stated and upon the terms and conditions therein set forth.
- (c) The Manager may register in the Land Registry a copy of the said notice against the Undivided Share and interest in the said land and the Estate of the Owner upon whom the notice has been served and the said agreement to enter into a charge shall remain valid and enforceable as hereinafter mentioned notwithstanding that judgment may be obtained for the amount thereof unless such judgment has been fully satisfied.
- (d) In the event of the defaulting Owner having paid in full the amount specified to be due and payable in the said notice registered in the Land Registry against his said Undivided Share and interest in the said land and the Estate, the Manager shall cause a notice of satisfaction of such amount to be registered against such Undivided Share and interest as aforesaid in the Land Registry at the cost and expense of such Owner.

42. Order for sale

Any notice registered in accordance with Clause 41(c) hereof shall be enforceable as an equitable charge by action at the suit of the Manager for an order for the sale of the Undivided Share and interest of the defaulting Owner of and in the said land and the Estate together with the right to the exclusive occupation of the part of the Estate held and enjoyed therewith and the provisions of Clause 40 hereof shall apply equally to any such action.

43. Proceedings to enforce this Deed and House Rules

- (a) The Manager shall further have power to commence proceedings for the purpose of enforcing the observance and performance by any Owner of any one or more equal Undivided Shares of and in the said land and the Estate and any person occupying such part of the Estate through under or with the consent of any such Owner of the covenants conditions and provisions of this Deed and Sub-Deed (if any) binding on such Owner and

of the House Rules made hereunder and of recovering damages for the breach non-observance or non-performance thereof. The provisions of Clauses 40, 41 and 42 hereof shall apply to all such proceedings and to the recovery of any costs damages or other moneys awarded therein.

- (b) All damages recovered in any such proceedings shall after defraying any expenses necessary to rectify the non-performance or non-observance as aforesaid be held by the Manager as part of the funds for the management of the Estate and be applied accordingly.

44. Consent fee charged by the Manager

Where any consent is required from the Manager by an Owner, the Manager shall be entitled to charge a reasonable administrative fee for processing such consent and any sum charged by the Manager in consideration for the granting of such consent shall be held by the Manager for the benefit of the Owners and paid into the Special Fund and such consent shall not be unreasonably withheld.

45. Actions by other Owners

Notwithstanding the powers conferred on the Manager by Clauses 36 to 44 hereof, any one or more Owners shall be entitled at his or their own expense to take action against any other Owner or Owners to enforce the provisions of this Deed.

SECTION VII - MANAGEMENT RECORDS AND ACCOUNTS

46. Financial year

The first financial year for the purpose of management of the Estate shall commence from the date hereof and shall terminate on the thirty-first day of March of the following year and thereafter each financial year shall commence on the first day of April and shall terminate on the thirty-first day of March of the following year PROVIDED ALWAYS THAT the Manager shall have the right to change the financial year only once in every period of 5 years upon giving notice in writing to the Owners except with the prior approval of the Owners' Committee (if any) by a resolution.

47. Keeping of records and opening and maintaining of bank accounts

- (a) The Manager shall keep true and proper records in respect of the Special Fund and all monies received in the exercise of its powers and duties hereunder and of all expenditure thereof. The Manager shall maintain proper books or records of account and other financial records and shall keep all bills, invoices, vouchers, receipts and other documents referred to in those books and records for at least 6 years.
- (b) The Manager shall open and maintain an interest-bearing account and shall use that account exclusively in respect of management of the Estate.
- (c) Without prejudice to the generality of sub-clause (b) above, if the Owners' Corporation is formed, the Manager shall open and maintain one or more segregated interest-bearing accounts, each of which shall be designated as a trust account or client account, for holding money received by it from or on behalf of the Owners' Corporation in respect of the management of the Estate.
- (d) The Manager shall display a document showing evidence of any account opened and maintained under sub-clause (b) or (c) above in a prominent place in the Estate.
- (e) Subject to sub-clauses (f) and (g) below, the Manager shall without delay pay all money received by it in respect of the management of the Estate into the account opened and maintained under sub-clause (b) above or, if the Owners' Corporation is formed, the account or accounts opened and maintained under sub-clause (c) above.
- (f) Subject to sub-clause (g) below, the Manager may, out of money received by it in respect of the management of the Estate, retain or pay into a current account a reasonable amount to cover expenditure of a minor nature, but that amount shall not exceed such figure as is determined from time to time by a resolution of the Owners' Committee (if any).
- (g) The retention of a reasonable amount of money under sub-clause (f) above or the payment of that amount into a current account in accordance with that sub-clause and other arrangement for dealing with money received by the Manager shall be subject to such conditions as may be approved by a resolution of the Owners' Committee (if any).
- (h) Any reference in this Clause to an account is a reference to an account opened with a bank within the meaning of Section 2 of the Banking Ordinance (Cap.155), the title of which refers to the management of the Estate.

48. Annual accounts

- (a) The Manager shall prepare the annual accounts comprising an income and expenditure account and balance sheet in respect of the preceding financial year within 2 months from the close of each financial year which accounts shall be certified by the auditor as

providing an accurate summary of all items of income and expenditure for the management of the Estate and the Special Fund during that preceding financial year. The Manager shall display a copy of the income and expenditure account and balance sheet in a prominent place in the Estate for general information of the Owners and cause it to remain so displayed for at least 7 consecutive days.

- (b) Each income and expenditure account and balance sheet shall include details of the Special Fund and an estimate of the time when there will be a need to draw on the Special Fund, and the amount of money that will be then needed.

49. Auditing of accounts and records

- (a) The Manager shall appoint a leading firm of certified public accountants (practising) registered under the Professional Accountants Ordinance (Cap.50), being a member of the Hong Kong Institute of Certified Public Accountants and having sufficient expertise and resources in Hong Kong to conduct its business operations efficiently as may be approved by a resolution of the Owners in an Owners' general meeting, to audit the accounts and records concerning the management of the Estate and the Special Fund and to certify the annual accounts as hereinbefore provided. Prior to the formation of the Owners' Corporation, the Manager shall also upon request of the Owners in an Owners' general meeting appoint without delay a certified public accountant (practising) or some other independent auditors at the choice of the Owners and nominated by the Owners at the said meeting to audit any income and expenditure account and balance sheet prepared by the Manager under Clause 48 hereof.
- (b) If the Owners' Corporation has been formed and it decides by a resolution of the Owners that any income and expenditure account and balance sheet should be audited by an accountant or by some other independent auditor as may be specified in that resolution, the Manager shall without delay arrange for such an audit to be carried out by that person and :
 - (1) permit any Owner, at any reasonable time, to inspect the audited income and expenditure account and balance sheet and the report made by the accountant or auditor in respect of the income and expenditure account and balance sheet; and
 - (2) on payment of a reasonable copying charge, supply any Owner with a copy of the audited income and expenditure account and balance sheet, or the report made by the accountant or auditor in respect of the income and expenditure account and balance sheet, or both, as requested by the Owner.

50. Preparation of annual budget

- (a) Prior to the close of each financial year, the Manager shall prepare budgets for the next financial year which budgets shall include :-
 - (1) all sums which in the opinion of the Manager will be necessary to meet the Management Expenses for the then current financial year;
 - (2) an amount for contingencies and the remuneration of the Manager calculated in accordance with Clause 25 of this Deed for providing its services; and
 - (3) an estimate of the time when there will be a need to draw on the Special Fund and the amount of money that will then be needed.
- (b) Such budgets (other than the first budget) shall be prepared in consultation with the Owners' Committee (if the same shall have been established pursuant to this Deed) or the Owners (if the Owners' Committee has not been established).

- (c) In the event that the Manager is of the opinion that any of the budgeted sums for the then current financial year are insufficient to cover all expenditure which is not included in that budget it may prepare a revised budget or budgets.

51. Expenditure covered by annual budget

Every annual budget shall be in 2 parts :-

- (a) The first part shall be divided into 2 sections :-

(1) The first section shall cover all expenditure which, in the opinion of the Manager (whose decision shall be conclusive save for manifest error) is to be expended for the general benefit of all Owners as essential or required for the proper management, cleansing, security and maintenance of the said land and the Estate but without prejudice to the generality of the foregoing shall include the following costs, charges and expenses :-

- (i) the expenses for maintenance, operation, control, improvement, renewal, replacement, repair and cleansing of the Estate Common Areas and Facilities and the lighting thereof;
- (ii) the expenses for cultivation, irrigation and maintenance of lawns, planters and landscaped areas on the Estate Common Areas and Facilities (if any);
- (iii) the charges for the supply and consumption of electricity, gas, water, telephone and other utilities serving the Estate Common Areas and Facilities and charges, assessments, impositions and outgoings payable in respect of the Estate Common Areas and Facilities;
- (iv) the costs and expenses of maintaining and all other expenses and outgoings payable in respect of the foundations, columns and other structures constructed or to be constructed for the support of the Estate (excluding those exclusively serving the Residential Blocks or the HA Accommodation) and the drains, nullahs, sewers, pipes, watermains and channels and such other areas whether within or outside the said land serving the said land and/or the Estate (excluding those serving exclusively the Residential Blocks or the HA Accommodation), or that are required to be maintained under the said lease;
- (v) (if applicable) the costs and expenses in connection with the inspection, keeping and maintenance of the Slope Structures and the costs and expenses of all slope treatment works and other support or protection works for protection and support of the said land or any part thereof or any adjacent or adjoining land that are required to be protected and supported under the provisions of the said lease (if any) and in accordance with the Slope Maintenance Guidelines and the Slope Maintenance Manual or other guidelines issued from time to time by the appropriate Government departments regarding the maintenance of slopes, retaining walls and related structures;
- (vi) the provision of security guard services for the Estate Common Areas and Facilities;
- (vii) the costs and expenses of purchasing or hiring all necessary plant, equipment and machinery for the benefit of the Estate Common Areas and

Facilities;

- (viii) Government rent of the said land under the said lease (but only if no separate assessments or apportionment are made for the individual Units), and such other amounts as the Owners may be required to pay in connection with the discharge of their obligations under the said lease;
- (ix) the expenses of refuse collection, storage and disposal in respect of the Estate Common Areas and Facilities;
- (x) the remuneration of the Manager calculated in accordance with Clause 25 of this Deed for providing its services in respect of the Estate Common Areas and Facilities;
- (xi) the allowance to the Chairman, Vice-chairman (if any), Secretary and Treasurer of the management committee (if the same has been established) under the provisions of the Building Management Ordinance (Cap.344);
- (xii) the premiums for insurance of the buildings and facilities within the Estate Common Areas and Facilities (as and when taken out by the Manager) against loss or damage by fire and such other perils and the Manager against third party or public liability or occupiers' liability or employees' compensation risks or any other insurance policy considered necessary by the Manager;
- (xiii) remuneration and related expenses for accountants (including auditors' fees), caretakers, security guards, watchmen, cleaners, lift operators and such other staff as may be required for the management of the Estate Common Areas and Facilities;
- (xiv) the expenses in connection with the carrying out of all or any of the duties of the Manager as set out in this Deed;
- (xv) a sum for contingencies and provisions for future deficits;
- (xvi) legal and accounting and surveying fees properly and reasonably incurred by the Manager in carrying out the services provided by this Deed;
- (xvii) any tax payable by the Manager on any of the sum held by it under the provisions of this Deed PROVIDED HOWEVER THAT any tax payable on the Manager's remuneration shall be borne and paid by the Manager;
- (xviii) the licence fees payable to the Government for laying of drains and channels which serve the said land and/or the Estate within or under the Government land adjacent to the said land and other charges to the Government or any person or company for the supply of water to the fire fighting equipment for the Estate;
- (xix) the expenses for a reasonable share and proportion for and towards the costs and charges of making, building, repairing and amending all or any roads, lanes, pavements, channels, fences and party walls, cesspools, private or public sewers and drains requisite for or in or belonging to the Estate or any part thereof in common with other premises near or adjoining thereto;

- (xx) the legal costs and other incidental expense relating to the assignment(s) of the Undivided Shares in respect of the Common Areas and Facilities; and
 - (xxi) any other items of expenditure which are necessary for the administration, management and maintenance of the said land and the Estate and the facilities for the general benefit of all Owners including but not limited to all staff, office and clerical expenses incurred by the Manager in respect thereof or such proportionate part thereof and for such purposes, the Manager shall be entitled to apportion any such items of expenditure which relate to the administration and/or management and/or maintenance of the said land and the Estate and the facilities as well as any other land(s) and building(s) in such manner as shall be conclusively determined in the absolute discretion of the Manager having regard to the relevant circumstances.
- (2) The second section shall cover the proportion of contributions towards the costs and expenses incurred in respect of the said shared residential areas and facilities referred to in Clause 2 of Part A of the SECOND SCHEDULE hereto to be made by such Owners of the other part(s) of the Estate as referred to and calculated in accordance with Clause 2 of Part A of the SECOND SCHEDULE hereto.
- (b) The second part shall cover expenditure which in the opinion of the Manager (whose decision shall be conclusive save for manifest error) is specifically referable to the Residential Blocks or otherwise to the Residential Blocks Common Areas and Facilities including in such expenditure the operation, cleansing, maintenance, repair, renewal, replacement and improvement of the Residential Blocks, the Residential Blocks Common Areas and Facilities and the equipment therein, the charges for the supply of flushing water, the operation, maintenance, repair, cleansing, lighting, and security of their entrance lobbies and lift halls and such proportionate part of the general expenditure for cost of staff and security forces and removal and disposal of rubbish as the Manager shall consider fair and reasonable and without prejudice to the foregoing shall include the following costs, charges and expenses :-
- (1) the expenses for maintenance, operation, control, improvement, renewal, replacement, repair and cleansing of the Residential Blocks Common Areas and Facilities and the lighting thereof;
 - (2) the charges for the supply and consumption of electricity, gas, water, telephone and other utilities serving the Residential Blocks Common Areas and Facilities and charges, assessments, impositions and outgoings payable in respect of the Residential Blocks Common Areas and Facilities;
 - (3) the costs and expenses of maintaining and all other expenses and outgoings payable in respect of the foundations, columns, bearings and other structures constructed or to be constructed for the support of the Residential Blocks and the drains, nullahs, sewers, pipes, watermains and channels and such other areas serving exclusively the Residential Blocks;
 - (4) the provision of security guard services solely for the Residential Blocks;
 - (5) the costs and expenses of purchasing or hiring all necessary plant, equipment and machinery for common use of the Residential Blocks solely;

- (6) the expenses of refuse collection, storage and disposal in respect of the Residential Blocks and the Residential Blocks Common Areas and Facilities;
- (7) the remuneration of the Manager calculated in accordance with Clause 25 of this Deed for providing its services in respect of the Residential Blocks Common Areas and Facilities;
- (8) the premiums for insurance of the Residential Blocks and the buildings and facilities within the Residential Blocks Common Areas and Facilities (as and when taken out by the Manager) against damage by fire and such other perils and the Manager against third party or public liability or occupiers' liability or employees' compensation risks or any other insurance policy considered necessary by the Manager;
- (9) the licence fees payable to the Government for laying of drains and channels which serve exclusively the Residential Blocks within or under the Government land adjacent to the said land and other charges to the Government or any person or company for the supply of water to the fire fighting equipment for the Residential Blocks;
- (10) the expenses for cultivation, irrigation and maintenance of the lawns and planters and landscaped areas on the Residential Blocks Common Areas and Facilities (if any); and
- (11) any other items of expenditure which are necessary for the administration, management and maintenance of the Residential Blocks and the facilities for the benefit of all Owners of the Residential Units;

PROVIDED THAT

- (i) in the event that the Authority exercises its right under the provisions of this Deed and/or Sub-Deed (if any) to designate any part or parts of the HA Accommodation as common areas and facilities, a new section of the annual management budget shall be established by the Manager to cover all expenditure which in the opinion of the Manager (whose decision shall be conclusive save for manifest error) is specifically referable to all those areas and facilities of the HA Accommodation so designated by the Authority as common areas and facilities in accordance with this Deed and/or Sub-Deed (if any) and such expenditure shall be borne by the Owner(s) of the HA Accommodation. Notwithstanding anything herein contained to the contrary, the Manager is not required to prepare any budget for the management and maintenance of the HA Accommodation prior to the execution of any Sub-Deed of the HA Accommodation;
- (ii) subject to the provisions in sub-clauses (iii) and (iv) below, the Manager shall not enter into any contract for the procurement of any supplies, goods or services the value of which exceeds or is likely to exceed the sum of HK\$200,000 or such other sum in substitution therefor as the Secretary for Home and Youth Affairs may specify by notice in the Gazette unless (a) the supplies, goods or services are procured by invitation to tender; and (b) the procurement complies with the Code of Practice referred to in Section 20A(1) of the Building Management Ordinance (Cap. 344);
- (iii) subject to the provisions in sub-clause (iv) below, the Manager shall not enter into any contract for the procurement of any supplies, goods or services the value of

which exceeds or is likely to exceed a sum which is equivalent to 20% of the annual budget or such other percentage in substitution therefor as the Secretary for Home and Youth Affairs may specify by notice in the Gazette unless—

- (a) if the Owners' Corporation has been formed :-
 - (1) the supplies, goods or services are procured by invitation to tender;
 - (2) the procurement complies with the Code of Practice referred to in Section 20A(1) of the Building Management Ordinance (Cap.344); and
 - (3) whether a tender submitted for the purpose is accepted or not is decided by a resolution of Owners passed at a general meeting of the Owners' Corporation, and the contract is entered into with the successful tenderer; or
- (b) if the Owners' Corporation has not been formed :-
 - (1) the supplies, goods or services are procured by invitation to tender;
 - (2) the procurement complies with the Code of Practice referred to in Section 20A(1) of the Building Management Ordinance (Cap.344); and
 - (3) whether a tender submitted for the purpose is accepted or not is decided by a resolution of Owners in meeting held pursuant to Clause 68 hereof, and the contract is entered into with the successful tenderer;
- (iv) sub-clauses (ii) and (iii) above do not apply to any supplies, goods or services which but for this sub-clause (iv) would be required to be procured by invitation to tender (referred to in this sub-clause as "relevant supplies, goods or services") :-
 - (a) where the Owners' Corporation has been formed, if :-
 - (1) the relevant supplies, goods or services are of the same type as any supplies, goods or services which are for the time being supplied to the Owners' Corporation by a supplier; and
 - (2) the Owners' Corporation decides by a resolution of Owners passed at a general meeting of the Owners' Corporation that the relevant supplies, goods or services shall be procured from that supplier on such terms and conditions as specified in the resolution, instead of by invitation to tender; or
 - (b) where the Owners' Corporation has not been formed, if :-
 - (1) the relevant supplies, goods or services are of the same type as any supplies, goods or services which are for the time being supplied to the Owners by a supplier; and

- (2) the Owners decide by a resolution of Owners in meeting held pursuant to Clause 68 hereof that the relevant supplies, goods or services shall be procured from that supplier on such terms and conditions as specified in the resolution, instead of by invitation to tender; and
- (v) except with the prior approval by a resolution of Owners in meeting held pursuant to Clause 68 hereof, the Manager shall not carry out any improvements to facilities or services which involve expenditure in excess of 10% of the current annual management budget.
- (vi) subject to provisions in Schedule 7 to the Building Management Ordinance (Cap.344), the procurement of supplies, goods, or services by the Owners' Committee that involves an amount in excess of or likely to be in excess of HK\$200,000 (or such other sum as the Secretary for Home and Youth Affairs may specify by notice in the Gazette) or an amount which is or is likely to be more than 20% of the annual budget (or such other percentage as the Secretary for Home and Youth Affairs may specify by notice in the Gazette), whichever is the lesser, must be by invitation to tender and the standards and guidelines as may be specified in the Code of Practice referred to in section 20A of the Building Management Ordinance (Cap.344) will apply to the Owners' Committee with any appropriate variations.

For the avoidance of doubt, the annual budget shall only cover those costs, charges and expenses relating to the management of the Estate in respect of such part of the Estate in which a Completion Certificate has been issued.

52. Calculation of contribution to annual budget

The Manager shall fix the amount to be contributed to the annual budget by each Owner in respect of the Estate managed by the Manager in accordance with the following principles PROVIDED THAT no Owner shall be called upon to pay more than his fair share of Management Expenses :-

- (a) Each Owner shall pay for every Management Share allocated to the Unit of which he is the Owner a fraction of the total amount assessed under the first section of the first part of the annual adopted budget in which the numerator shall be 1 and the denominator is equal to the total number of Management Shares allocated to all the Units in the Estate;
- (b) Each Owner in addition to the amount payable under sub-clause (a) above shall in respect of each Management Share allocated to the Unit which represents the Residential Blocks or part or parts thereof of which he is the Owner pay a fraction of the total amount assessed under the second part of the annual adopted budget in which the numerator shall be 1 and the denominator is equal to the total number of Management Shares allocated to all the Residential Units comprised in the Residential Blocks;
- (c) For the avoidance of doubt, the HA Accommodation is a single Unit in the Estate. The Authority as Owner of the HA Accommodation shall pay the amount payable under sub-clause (a) above in respect of the HA Accommodation;
- (d) If a Sub-Deed is entered into in respect of the HA Accommodation and a new section of the annual management budget is established for the HA Accommodation in accordance with Proviso (i) of Clause 51 hereof, each Owner of the HA Accommodation shall in addition contribute his due proportion of the budgeted Management Expenses for that section in the manner provided in the Sub-Deed;

- (e) The liability of each Owner (including the Authority) to make such payment or contribution shall (subject as aforesaid) in no way be reduced whether the Unit to which he is entitled to exclusive possession is vacant or occupied and whether it has been let or leased to a tenant or is occupied by the Owner himself or by any other person;
- (f) The Manager's determination of the amount of contribution payable by each Owner (including the Authority) as aforesaid shall be fair and reasonable and (in the absence of manifest error) be conclusive and binding on all Owners;
- (g) Each Owner in addition to the amount payable by him under the foregoing sub-clauses of this Clause shall also where applicable pay such amount as provided in Clause 2 of Part A of the SECOND SCHEDULE HERETO;

PROVIDED THAT in calculating the amount payable by an Owner under sub-clauses (a), (b) and (c) above whilst any such part or parts of the Residential Blocks or HA Accommodation is/are let or licensed without charge to the Manager for use in connection with management where the same are necessary for the proper performance by the Manager of its obligations under this Deed then the Manager shall have the discretion to exclude in whole or in part the Management Shares allocated to such part or parts of the Residential Blocks or HA Accommodation for any of the above purposes during the period such part or parts are being used by the Manager in connection with management as aforesaid.

53. Manager's discretion to attribute costs and expenses to different parts of annual budget

In case where there is any doubt as to the application of the provisions of Clause 51 hereof, the Manager shall have the discretion (which discretion shall be reasonably exercised) to attribute any costs and expenses to any part or parts or section or sections of the annual budget or partly to the one and partly to the other or others.

54. Undivided Shares held by Manager/Owners' Corporation not liable to management contribution

Where the Manager or the Owners' Corporation (as the case may be) has acquired the Undivided Shares allocated to the Common Areas and Facilities as trustee for all the Owners pursuant to the provisions of the said lease or this Deed then such Undivided Shares shall be exempted from contributing to Management Expenses as provided in this Deed and shall carry no right to vote nor be taken into account for the purpose of calculating the quorum of any meeting.

55. Revised budget

In the event of a deficiency occurring or seeming to the Manager likely to occur or the Manager is of the opinion that any of the budgeted sums for the then current financial year are insufficient to cover all expenditure which is not included in that budget or if there shall be any change in circumstances which in the opinion of the Manager (whose decision shall be final) requires any revision to the annual budget or any part thereof, the Manager may prepare a revised budget or budgets, and the provisions of Clauses 50, 51 and 60 hereof shall apply mutatis mutandis to the revised budget or budgets as to the annual budget and references herein to the annual budget shall (where the context so admits or requires) be deemed to include such revised budget or budgets.

56. Display of accounts

The Manager shall display in a prominent place in the Estate a copy of the annual accounts, annual budgets, or revised budgets within 14 days after the same have been prepared as herein provided and cause it to remain so displayed for at least 7 consecutive days.

57. Inspection of accounts

The Manager shall permit any Owner at any reasonable time to inspect any books or records of the account and any income and expenditure account or balance sheet prepared pursuant to this Deed. The Manager shall upon request of any Owner and upon payment of a reasonable charge for copying send to such Owner a copy of any record or document requested by such Owner at any time after the same shall have been prepared as herein provided. All charges paid to the Manager aforesaid shall be credited to the Special Fund.

58. Manager's summary of income and expenditure

The Manager shall within 1 month after each consecutive period of 3 months or such shorter period as the Manager may select prepare a summary of income and expenditure and a balance sheet in respect of that period, display a copy of the summary and balance sheet in a prominent place in the Estate for the general information of the Owners and cause it to remain so displayed for at least 7 consecutive days.

59. Revised Manager's statement

In the event that the annual budget is revised at any time as herein provided the Manager shall prepare and send to each Owner thereby affected a revised Manager's statement showing the revised figures for the then current financial year and the revised advance payments to be paid by that Owner in the then remaining part of the then current financial year. The Owners shall when called upon by the Manager pay the revised monthly sums and revised advance payments pursuant to the revised budget prepared by the Manager.

60. Further provisions relating to determination of total amount of Management Expenses

- (a) Subject to sub-clauses (c), (e), (f) and (h) below, the total amount of Management Expenses payable by the Owners during any period of 12 months adopted by the Manager as the financial year in respect of the management of the Estate shall be the total proposed expenditure during that financial year as specified by the Manager in accordance with sub-clause (b) below.
- (b) In respect of each financial year, the Manager shall –
 - (1) prepare a draft budget setting out the proposed expenditure during the financial year;
 - (2) send a copy of the draft budget to Owners' Committee or, where there is no Owners' Committee, display a copy of the draft budget in a prominent place in the Estate, and cause it to remain so displayed for at least 7 consecutive days;
 - (3) send or display, as the case may be, with the copy of the draft budget a notice inviting each Owner to send his comments on the draft budget to the Manager within a period of 14 days from the date the draft budget was sent or first displayed;
 - (4) after the end of that period, prepare a budget specifying the total proposed expenditure during the financial year;
 - (5) send a copy of the budget to the Owners' Committee or, where there is no Owners' Committee, display a copy of the budget in a prominent place in the Estate, and cause it to remain so displayed for at least 7 consecutive days.
- (c) Where, in respect of any financial year, the Manager has not complied with sub-clause (b) above before the start of that financial year, the total amount of the Management Expenses for that financial year shall –

- (1) until it has so complied, be deemed to be the same as the total amount of Management Expenses (if any) for the previous financial year;
 - (2) when it has so complied, be the total proposed expenditure specified in the budget for that financial year, and the amount that the Owners shall contribute towards the Management Expenses shall be calculated and adjusted accordingly.
- (d) Where a budget has been sent or displayed in accordance with sub-clause (b)(5) above and the Manager wishes to revise it, the Manager shall follow the same procedures in respect of the revised budget as apply to the draft budget and budget by virtue of sub-clause (b) above.
- (e) Where a revised budget is sent or displayed in accordance with sub-clause (d) above, the total amount of the Management Expenses for that financial year shall be the total expenditure or proposed expenditure specified in the revised budget and the amount that the Owners shall contribute towards the Management Expenses shall be calculated and adjusted accordingly.
- (f) If the Owners' Corporation is formed and, within a period of 1 month from the date that a budget or revised budget for a financial year is sent or first displayed in accordance with sub-clause (b) or (d) above, the Owners' Corporation decides by a resolution of the Owners to reject the budget or revised budget, as the case may be, the total amount of Management Expenses for the financial year shall, until another budget or revised budget is sent or displayed in accordance with sub-clause (b) or (d) above and is not so rejected under this sub-clause, be deemed to be the same as the total amount of Management Expenses (if any) for the previous financial year, together with an amount not exceeding 10% of the total amount as the Manager may determine.
- (g) If any Owner requests in writing the Manager to supply him with a copy of any draft budget, budget or revised budget, the Manager shall, on payment of a reasonable copying charge, supply a copy to that person.
- (h) For the purposes of this Clause, "expenditure" includes all costs, charges and expenses to be borne by the Owners, including the remuneration of the Manager.

SECTION VIII - OWNERS' COMMITTEE

61. Establishment of Owners' Committee

There shall be established and maintained an Owners' Committee of the said land and the Estate consisting of a Chairman, a Secretary and various Committee members within 9 months of the execution of this Deed and thereafter biennially the Manager shall convene a meeting of the Owners to elect the Chairman and Committee members to serve on the Owners' Committee. For the time being and unless and until otherwise determined by a meeting of the Owners, the Owners' Committee shall consist of the following members :-

- (a) not less than 8 representatives for the Owners of the Residential Units to be nominated by the Owners of the Residential Units; and
- (b) 1 representative for the Owner(s) of the HA Accommodation.

62. Meetings of Owners' Committee

The Owners' Committee shall meet at such times as occasion shall require and in any event, not less than once a year. In regard to such meetings of the Owners' Committee, the following provisions shall apply :-

- (a) A meeting of the Owners' Committee may be convened at any time by the Chairman or any 2 members of the Owners' Committee.
- (b) Notice of a meeting of the Owners' Committee shall be served by the person or persons convening the meeting upon each member of the Owners' Committee at least 7 days before the date of the meeting, and that notice shall specify the place, date and time of the meeting and the resolutions (if any) that are to be proposed at the meeting. For the avoidance of doubt, the period of 7 days shall exclude the date of the meeting and the date of posting or delivery of such notice.
- (c) The notice of meeting referred to in Clause 62(b) above may be given :-
 - (1) by delivering it personally to the member of the Owners' Committee; or
 - (2) by sending it by post to the member of the Owners' Committee at his last known address; or
 - (3) by leaving the notice at the member's Unit or depositing the notice in his letter box of his Unit.
- (d) The quorum at a meeting of the Owners' Committee shall be 50% of the members of the Owners' Committee (rounded up to the nearest whole number) or 3 such members, whichever is the greater.
- (e) A meeting of the Owners' Committee shall be presided over by :-
 - (1) the Chairman; or
 - (2) in the absence of the Chairman, a member of the Owners' Committee appointed as chairman for that meeting.

- (f) At a meeting of the Owners' Committee, each member present shall have 1 vote on a question before the Owners' Committee. If there is an equality of votes the Chairman shall have, in addition to a deliberative vote, a casting vote.
- (g) The procedure at meetings of the Owners' Committee shall be as is determined by the Owners' Committee.

63. Functions of Owners' Committee

The functions of the Owners' Committee shall be limited to the following :-

- (a) To represent the Owners in all dealings with the Manager;
- (b) To liaise with the Manager in respect of all matters concerning the management of the said land and the Estate;
- (c) To review the annual budgets and revised budgets;
- (d) To approve the House Rules proposed from time to time by the Manager;
- (e) To undertake such other duties as the Manager may, with their approval, delegate to them;
- (f) To appoint accountants for audit of the annual accounts prepared by the Manager;
- (g) To convene meetings of all the Owners;
- (h) To exercise all other powers and duties conferred on the Owners' Committee by virtue of the Building Management Ordinance (Cap.344) and this Deed; and
- (i) To act as the Manager during such period when no Manager is appointed.

64. Reimbursement

Members of the Owners' Committee shall be entitled to be reimbursed for all out-of-pocket expenses necessarily incurred in carrying out their duties as approved by the Owners' Committee.

65. Membership

- (a) An Owners' Committee shall be appointed for a term of 2 years and its members shall hold office until a new Owners' Committee is appointed and in the event that no new Owners' Committee is appointed for whatever reasons after the said term of 2 years, the members of the existing Owners' Committee shall continue to act until a new Owners' Committee is appointed PROVIDED ALWAYS THAT a member shall cease to hold office if :-
 - (1) He resigns by notice in writing to the Owners' Committee; or
 - (2) He ceases to be eligible under Clause 66 below or is not re-elected at the annual general meeting of the Owners at which he stands for re-election; or
 - (3) He is removed from office by the Owners by ordinary resolution passed at an extraordinary general meeting of the Owners called for the purpose; or
 - (4) He becomes bankrupt or insolvent or enters into a composition with his creditors or is convicted of a criminal offence other than a summary offence not involving his honesty or integrity; or

- (5) He becomes incapacitated by physical or mental illness.
- (b) Retiring members of the Owners' Committee shall be eligible for re-election.
- (c) The Owners' Committee may co-opt any eligible Owner to fill any casual vacancy for the current term.
- (d) The Owners' Committee may continue to act notwithstanding any vacancies in their number PROVIDED THAT the number is not reduced to less than 5. In the event that the number is reduced to less than 5, the remaining members of the Owners' Committee may act but only for the purpose of appointing other eligible persons to be members of the Owners' Committee.

66. Eligibility

The following persons shall be eligible for election as a member of the Owners' Committee to serve on the Owners' Committee :-

- (a) Any Owner and, in the event of an Owner being a corporate body, any representative appointed by such Owner. The appointment of a representative by a corporate body shall be in writing addressed to the Owners' Committee and may be revoked at any time on notice in writing being given to the Owners' Committee.
- (b) Not more than 1 person from a Unit may stand for election as a Committee member of the Owners' Committee.

PROVIDED THAT no person shall be appointed as a member of the Owners' Committee if :-

- (1) he has been declared bankrupt or insolvent or has entered into composition with his creditors; or
- (2) he has been convicted of a criminal offence other than a summary offence not involving his honesty or integrity.

67. Records and minutes

- (a) The Owners' Committee shall cause to be kept records and minutes of :-
 - (1) the appointment of members of the Owners' Committee, the Secretary and the Chairman of the Owners' Committee and all changes therein.
 - (2) all resolutions and proceedings of the Owners' Committee.
- (b) Such records and minutes shall be kept in such place as the Owners' Committee may from time to time determine and shall be open to inspection by any Owner on reasonable notice being given. Any such person shall also be entitled to extracts or copies therefrom on paying the reasonable charges therefor and all charges paid as aforesaid shall be credited to the Special Fund.

SECTION IX - MEETINGS OF OWNERS

68. Owners' meeting

From time to time as occasion may require there shall be meetings of the Owners to discuss and decide on matters concerning the Estate and the first of such meetings of the Owners shall be convened by the Manager as soon as possible but not later than 9 months of the execution of this Deed (and the Manager shall call further and subsequent meetings if required) to appoint a Chairman and the Owners' Committee or to appoint a management committee for the purpose of forming an Owners' Corporation. In regard to such Owners' meetings the following provisions shall apply :-

- (a) A meeting may be convened by the Manager or the Owners' Committee or by an Owner appointed to convene such a meeting by the Owners of not less than 5% of the total number of Undivided Shares in aggregate.
- (b) Notice of a meeting of Owners shall be served by the person or persons convening the meeting upon each Owner at least 14 days before the date of the meeting specifying the date, time and place of the meeting and the resolutions (if any) to be proposed at the meeting. For the avoidance of doubt, the period of 14 days shall exclude the date of meeting but include the date of posting or delivery of such notice.
- (c) The notice of meeting referred to in sub-clause (b) above may be given :-
 - (1) by delivering it personally to the Owner; or
 - (2) by sending it by post to the Owner at his last known address; or
 - (3) by leaving the notice at the Owner's Unit or depositing the notice in the Owner's letter box of that Unit.
- (d) No business shall be transacted at any meeting of the Owners unless a quorum is present when the meeting proceeds to business and the Owners present in person or by proxy who in the aggregate constitute not less than 10% of the number of persons who are Owners (without regard to their ownership of any particular percentage of the total number of Undivided Shares and shall not be construed as the Owners of 10% of the Undivided Shares in aggregate) shall be a quorum.
- (e) A meeting of the Owners shall be presided over by the Chairman of the Owners' Committee or, if the meeting is convened under sub-clause (a) above other than by the Owners' Committee, the person convening the meeting.
- (f) The chairman of the meeting shall cause a record to be kept of the persons present at the meeting and the proceedings thereof.
- (g) Every Owner shall have 1 vote for each Undivided Share (except the Undivided Share allocated to the Common Areas and Facilities) vested in him and in the case of Owners who together are entitled to 1 such Undivided Share such Owners shall jointly have 1 vote for each such Undivided Share and such vote may be cast by (1) a proxy jointly appointed by the co-Owners; (2) a person appointed by the co-Owners from amongst themselves; or (3) if no appointment is made under (1) or (2) above either by one of the co-Owners personally or by a proxy appointed by one of the co-Owners; and in the case of any meeting where more than one of the co-Owners seek to cast a vote in respect of that Undivided Share, only the vote that is cast, in person or by proxy, by the co-Owner whose name in order of priority, stands highest in relation to that Undivided Share in the register kept at the Land Registry shall be treated as valid.

- (h) Votes may be given either personally or by proxy and in regard to the removal of the chairman of the meeting, votes shall be cast by means of a secret ballot supervised by the Manager. In case of any equality of votes, the chairman presiding over the meeting shall have, in addition to a deliberative vote, a second or casting vote.
- (i) An instrument appointing a proxy shall be in the form set out in Form 1 in Schedule 1A to the Building Management Ordinance (Cap.344) and shall be signed by the Owner or, if the Owner is a body corporate, shall, notwithstanding anything to the contrary in its constitution, be impressed with the seal or chop of that body corporate and signed by a person authorized by the body corporate in that behalf, and the instrument appointing a proxy shall be lodged with the Chairman of the Owners' Committee, or if the meeting is convened under sub-clause (a) above other than by the Owners' Committee, the person convening the meeting at least 48 hours before the time for the holding of the meeting at which the proxy proposes to vote. A proxy appointed by an Owner to attend and vote on behalf of the Owner shall, for the purposes of the meeting, be treated as being the Owner present at the meeting.
- (j) Save as otherwise herein provided any resolution on any matter concerning the said land and the Estate passed by a majority of votes at a duly convened meeting of the Owners present in person or by proxy and voting shall be binding on all the Owners of the Estate PROVIDED as follows :-
 - (1) The notice convening the meeting shall have been duly given and shall have specified the intention to propose a resolution or resolutions concerning such matters.
 - (2) No resolution purporting to be passed at any such meeting concerning any matter not mentioned in such notice shall be valid.
 - (3) Unless otherwise provided herein, no resolution shall be valid to the extent that it purports to alter or amend the provisions of or is otherwise contrary to this Deed.
 - (4) Subject to Clause 69 hereof but notwithstanding any other provisions to the contrary herein contained, no resolution concerning the management of the Residential Blocks shall be valid unless such resolution is passed with the affirmative vote in favour of the resolution by Owners of not less than 50% of the total number of Undivided Shares held by Owners of the Residential Units who are present in person or by proxy and voting.
- (k) A resolution in writing signed by Owners who in the aggregate have vested in them for the time being more than 50% of the total number of Undivided Shares in the said land and the Estate shall be as valid and effectual as if it had been passed at a duly convened meeting of the Owners.
- (l) The accidental omission to give notice to any Owner shall not invalidate the proceedings at any meeting or any resolution passed thereat.
- (m) The procedure at a meeting of the Owners shall be as is determined by the Owners.
- (n) For the avoidance of doubt, the Undivided Shares in respect of the Common Areas and Facilities shall carry no right to vote and shall not be taken into account in determining the quorum for the meeting.

SECTION X – EXTINGUISHMENT OF RIGHTS

69. Owners' meeting in the event of the Estate being damaged

Notwithstanding any other provisions to the contrary herein contained, in the event of the Estate or any part of the Estate being so damaged by fire, typhoon, earthquake, subsidence or other causes so as to render the same substantially unfit for habitation or occupation or use, the Manager or Owners of not less than 75% of the Undivided Shares of such damaged part (excluding the Undivided Shares allocated to the Common Areas and Facilities) may convene a meeting of the Owners of the Estate or such part of the Estate and such meeting may resolve by a majority of not less than 75% of such Owners of not less than 75% of the Undivided Shares of such damaged part (excluding the Undivided Shares allocated to the Common Areas and Facilities) present and voting that by reason of insufficiency of insurance money or changes in building law and/or regulations or any other circumstances whatsoever, it is not practicable to reinstate or rebuild the Estate or such part of the Estate then in such event the Undivided Shares in and of the Estate or such part of the Estate shall be acquired by the Manager and the Owners of such Undivided Shares shall in such event be obliged to assign the same and all rights and appurtenances thereto to the Manager upon trust to forthwith dispose of the same by public auction or private treaty and to distribute the net proceeds of sale amongst the Owners of such Undivided Shares in proportion to the respective number of Undivided Shares previously held by such Owners. All insurance money received in respect of any policy of insurance on the Estate or such part of the Estate shall likewise be distributed amongst such Owners. In the event that the Undivided Shares in and of the Estate or such part of the Estate have been so disposed of by the Manager and the net proceeds of sale and the insurance money received in respect of any policy of insurance on the Estate or such part of the Estate have been so distributed amongst the Owners of such Undivided Shares, all the rights, privileges, obligations and covenants of such Owners under this Deed shall be extinguished so far as the same relate to such Owners PROVIDED ALWAYS THAT if it is resolved to reinstate or rebuild the Estate or such part of the Estate the Owners of the Estate or such part of the Estate shall pay the excess of the cost of reinstatement or rebuilding of the Estate or the relevant part of the Estate damaged as aforesaid over and above the proceeds recoverable from the insurance of the Estate or such part of the Estate in proportion to the respective number of Undivided Shares held by them and that until such payment the same will become a charge upon their respective Undivided Shares allocated to the Estate or the relevant part of the Estate and be recoverable as a civil debt.

70. Provisions applicable to such Owners' meeting

Notwithstanding any other provisions to the contrary herein contained, the following provisions shall apply to a meeting convened by the Manager as provided in Clause 69 hereof :-

- (a) Every such meeting shall be convened by at least 14 days' notice in writing posted on the public notice boards of the Estate specifying the date, time and place of the meeting;
- (b) No business shall be transacted at any meeting unless a quorum is present when the meeting proceeds to business and Owners present in person or by proxy who in the aggregate have vested in them not less than 75% of the total number of Undivided Shares in the Estate or in the part of the Estate in question shall be a quorum;
- (c) If within half an hour from the time appointed for the meeting a quorum is not present the meeting shall stand adjourned to the same time and day in the next week at the same place, and if at such adjourned meeting a quorum be not present the Owners present shall be deemed to constitute a quorum;
- (d) The Manager shall be the chairman of the meeting;
- (e) The chairman shall cause a record to be kept of the persons present at the meeting and notes of the proceedings thereof;

- (f) Every Owner shall have 1 vote for each Undivided Share allocated to the part of the Estate vested in him and in the case of Owners who together are entitled to 1 such Undivided Share such Owners shall jointly have 1 vote for each such Undivided Share and in case of dispute the first named of such Owners in the register kept at the Land Registry shall have the right to vote;
- (g) Votes may be given either personally or by proxy;
- (h) The instrument appointing a proxy shall be deposited with the chairman of the meeting either before or at the meeting;
- (i) A resolution passed at a duly convened meeting by a 75% majority of Undivided Shares held by such Owners present in person or by proxy and voting shall be binding on all the Owners of such damaged part or parts of the Estate PROVIDED as follows :-
 - (1) the notice convening the meeting shall specify the intention to propose a resolution concerning such matter;
 - (2) any resolution purported to be passed at any such meeting concerning any other matter shall not be valid;
 - (3) no resolution shall be valid if it is contrary to the provisions of this Deed;
- (j) A resolution in writing signed by Owners who in the aggregate have vested in them for the time being more than 75% of the Undivided Shares allocated to the Estate or the part of the Estate in question shall be as valid and effectual as if it had been passed at a duly convened meeting of such Owners;
- (k) The accidental omission to give notice to any Owner shall not invalidate the meeting or any resolution passed thereat;
- (l) For the avoidance of doubt, the Undivided Shares in respect of the Common Areas and Facilities shall carry no right to vote and shall not be taken into account in determining the quorum for the meeting.

SECTION XI – MISCELLANEOUS PROVISIONS

71. Payment of rates, etc. to relevant authority direct

Each Owner shall bear and pay directly to the authority concerned all existing and future taxes property taxes rates Government rents assessments and outgoings of every description for the time being assessed or payable in respect of that part of the Estate owned by him.

72. Owner to bear costs of upkeeping interior of Unit

The expenses of keeping the interior of each Unit owned and all the fittings fixtures wiring plumbing gas pipes and other services therein or exclusively serving it (other than main services serving the Estate or any building within the Estate as a whole and other than gas pipes and installations owned by the Gas Company) and all the windows and doors thereof and any Gas Pipe After Meter thereof in good and tenable repair and condition shall be borne and paid by the Owner thereof.

73. Right of Owners to carry out works in Unit except structural alteration

- (a) Subject to the provisions of this Deed the Owner may at his own expense make or install in and subsequently remove from that part of the Estate owned by him any additions improvements lights fittings fixtures or decorations which can be installed fixed and removed without structural alteration of or damage to the Unit PROVIDED THAT the Owner may not cause or permit or suffer to be caused any damage to any part of the Estate.
- (b) In carrying out under the provisions of this Deed any necessary repair work which requires the removal of any additions improvements lights fittings fixtures or decorations the Manager shall not be obliged to make good the affected area or any damage sustained in the carrying out of such work other than to the extent of reinstating the affected area to its original state.

74. Right to exclusive occupation not to be dealt with separately from Undivided Shares

The right to the exclusive use occupation and enjoyment of any part of the Estate shall not be sold, assigned, mortgaged, charged or otherwise dealt with separately from the Undivided Shares with which the same is held (save and except any lawful lettings, subject always to the provisions of the said lease).

75. Assignment, etc. subject to this Deed

No part of the Estate shall be sold, assigned, mortgaged, charged or otherwise disposed of unless such sale, assignment, mortgage, charge or other disposition is specifically made subject to and with the benefit of this Deed and contains a covenant on the part of the purchaser assignee or other disponent to observe and comply with all the covenants terms conditions and provisions of this Deed.

76. Owners to notify Manager when ceasing to be Owner

Each Owner shall on ceasing to be the Owner of any Undivided Share notify the Manager of such cessation and of the name and address of the new Owner within 14 days from the date of change of ownership and without prejudice to the liability of the new Owner who shall be liable for all sums due and payable and performance and observance of the terms and conditions by the Owner from whom he purchased under the said lease and the terms of this Deed, such Owner shall remain liable for all such sums and for the observance and performance of such terms and conditions up to the date on which he ceases to be the Owner.

77. Public notice boards, etc.

There shall be public notice boards at such places in the Estate as the Manager may from time to time determine. There shall be exhibited on each of such public notice boards a copy of the House Rules from time to time in force and all notices which under this Deed are required to be exhibited thereon and such other notices and announcements as the Manager may from time to time decide to exhibit or approve for exhibition thereon. Except in the case of a notice required by this Deed or by law to be served personally or in any other manner, the exhibition of a notice on such public notice boards for 3 consecutive days shall be due notice of the contents thereof to each Owner, his tenants, licensees, servants and agents.

78. Service of notice

- (a) Subject as hereinbefore provided and subject also to the service of notice requirements in Schedules 7 and 8 to the Building Management Ordinance (Cap.344), in the case of notices to be affixed to the public notice boards, any notice or demand which is required to be served hereunder shall be sufficiently served if addressed to the party intended to receive the same and sent by prepaid post to or left at that part of the Estate of which the party to be served is the Owner or the letter box thereof PROVIDED THAT :-
- (1) where notice is to be given to an Owner whose premises are mortgaged such notice may be served also on the mortgagee if a company at its registered office or its last known place of business in Hong Kong or if an individual at his last known residence in Hong Kong; and
 - (2) any notice or demand relating to the Common Areas and Facilities shall be sufficiently served if posted on some conspicuous place in the Common Areas and Facilities to which it relates.
- (b) Any Owner (other than Owner(s) of the HA Accommodation) who is not residing in his Unit shall provide the Manager with an address within the jurisdiction of Hong Kong for service of notices under the terms of this Deed and Sub-Deed (if any). In the event that the Owner shall fail to provide the Manager with a Hong Kong correspondence address, then the Manager may treat the address of the Unit as the address for service of notices.
- (c) All Owners (other than Owner(s) of the HA Accommodation) who do not reside in the jurisdiction of Hong Kong must provide the Manager with an address for service of notices within the jurisdiction.
- (d) All notices required to be served upon the Manager shall be sufficiently served if sent by registered post addressed to or if by hand left at the office of the Manager in the Estate.
- (e) The Owner(s) of the HA Accommodation (whether prior to or after the execution of any Sub-Deed of the HA Accommodation) must provide the Manager with an address for service of notices within the jurisdiction.

79. HA Accommodation

The Authority shall be solely responsible for the management and maintenance of the HA Accommodation so long as the same is wholly owned by the Authority. At any time when the Authority desires to designate the Visitors' Car Parking Spaces as additional Residential Blocks Common Areas and Facilities even if the Authority has no intention to sell or assign the HA Accommodation (excluding the Visitors' Car Parking Spaces) as a whole or any part thereof, or before (whichever shall be the earlier) the Authority entering into any agreement for sale and purchase of the HA Accommodation (excluding the Visitors' Car Parking Spaces) as a whole or any part thereof or any assignment thereof, the Authority shall at its own costs and expenses exercise its rights under Clause 11(r) hereof to designate the Visitors' Car

Parking Spaces as additional Residential Blocks Common Areas and Facilities by way of an instrument in writing to be entered into by the Authority alone without joining in any Owner and without requiring any approval from the Owners in meeting held pursuant to Clause 68 hereof SUBJECT TO the following conditions: -

(a) the sub-allocation of the Undivided Shares and the Management Shares to the Visitors' Car Parking Spaces shall be determined by the Authority and approved by the Director of Lands;

(b) the Undivided Shares sub-allocated to the Visitors' Car Parking Spaces shall form part of the Undivided Shares of the Common Areas and Facilities to the intent that no voting rights shall be attached to such Undivided Shares;

(c) the Management Shares sub-allocated to the Visitors' Car Parking Spaces shall be disregarded by the Manager for the purpose of calculation of contribution to annual budget or other payments to be borne by each Owner under this Deed to the intent that no liability for payment of contribution to annual budget or other payments shall be attached to such Management Shares but without prejudice to sub-clause (e) below;

(d) the users of the Visitors' Car Parking Spaces shall have the full right and liberty (subject always to the provisions of the said lease, this Deed, the House Rules and the rights of the Manager and the Authority as provided in this Deed and in common with all persons having the like right) to use such passages, driveways, ramps, circulation areas, staircases and other facilities of the Parking Areas serving the Visitors' Car Parking Spaces so designated PROVIDED THAT no person in exercising such right of use shall unreasonably interfere with the general facilities, amenities, equipment or services of the HA Accommodation or any part thereof;

(e) notwithstanding sub-clause (c) above,

(1) the Manager shall, out of the management fund relating to the whole of the Residential Blocks, pay the Management Expenses referable to the use of the passages, driveways, ramps, circulation areas, staircases and other facilities of the Parking Areas serving the Visitors' Car Parking Spaces as referred to in sub-clause (d) above on a monthly basis to the Owner(s) of the HA Accommodation or to the Manager after the Sub-Deed for the HA Accommodation has been executed (as the case may be); and

(2) the amount of such payment shall be determined by the Manager in a fair and reasonable manner by taking into account all relevant matters including but not limited to the costs and expenses for management, maintenance and repair of the passages, driveways, ramps, circulation areas, staircases and other facilities of the Parking Areas but shall exclude any portion which is attributable to the Owner of the HA Accommodation or the Owners of the Parking Spaces (as the case may be) under the first part of the annual budget referred to in Clause 51(a) hereof. The proportion for calculating the Management Expenses referable to the use of the passages, driveways, ramps, circulation areas, staircases and other facilities of the Parking Areas serving the Visitors' Car Parking Spaces shall be the same as the proportion of the total gross floor area of the Visitors' Car Parking Spaces bears to the total gross floor area of the Parking Spaces (including the Visitors' Car Parking Spaces so designated); and

(3) If there is no Sub-Deed for the HA Accommodation, the Manager shall take into account the costs and expenses that are reasonably and necessarily incurred by the Owner(s) of the HA Accommodation for the management, maintenance and repair of the passages, driveways, ramps, circulation areas, staircases and other facilities of the Parking Areas in making such determination. The determination of the Manager shall be binding on all parties save and except manifest error; and

(f) immediately after the said designation, the Authority shall at its own costs and expenses assign the Undivided Shares of such additional Residential Blocks Common Areas and Facilities to the Manager or the Owners' Corporation in accordance with Clause 83 hereof.

80. Deed binding on executors, etc.

The covenants and provisions of this Deed shall be binding on the parties hereto and their respective executors, administrators, successors in title and assigns and the benefit and burden thereof shall be annexed to and shall run with every part of the said land and the Estate.

81. Cessation of liabilities

No person shall be liable under any of the covenants or provisions of this Deed in respect of any Undivided Shares in the said land and the Estate and the premises held therewith after ceasing to be the Owner (as herein defined) thereof save and except in respect of any breach non-observance or non-performance by such person of any such covenant or provision prior to his ceasing to be the Owner thereof.

82. Owners' Corporation

Nothing herein shall prejudice the operation of the Building Management Ordinance (Cap.344) and the Schedules thereto or be in breach of the said lease and to the extent that any provisions contained herein shall contradict or be in conflict with either the said Ordinance or the said lease, the said Ordinance or the said lease (as the case may be) shall prevail. During the existence of an Owners' Corporation, the general meeting of the Owners' Corporation shall take the place of the meeting of Owners under this Deed, and the management committee of the Owners' Corporation shall take the place of the Owners' Committee under this Deed.

83. Assignment of Common Areas and Facilities to Manager or Owners' Corporation

The Authority hereby declares that it holds the Undivided Shares in respect of the Common Areas and Facilities on trust for all the Owners and shall immediately after execution of this Deed assign free of any consideration, costs or expense such Undivided Shares in respect of the Common Areas and Facilities to the Authority as the Manager to the intent that such Undivided Shares shall be held on trust by the Manager for the benefit of all Owners, and in the event that another manager shall be appointed in the stead of the Authority in accordance with these presents, the Authority as the Manager shall free of any consideration, costs or expense assign such Undivided Shares in respect of the Common Areas and Facilities to the new manager to the intent that such Undivided Shares shall be held on trust by the Manager for the benefit of all Owners for the time being of the said land and the Estate PROVIDED THAT if an Owners' Corporation is formed, the Authority as the Manager or any new manager shall, if required by the Owners' Corporation, assign the Undivided Shares in respect of the Common Areas and Facilities and transfer the management rights and responsibilities of the said land and the Estate, to the Owners' Corporation free of any consideration, expense or cost, in which event, the Owners' Corporation must hold them on trust for the benefit of all Owners for the time being of the said land and the Estate PROVIDED ALWAYS THAT nothing herein contained shall in any way fetter or diminish the rights, powers, authorities, entitlements, duties and obligations of the Manager contained in this Deed or Sub-Deed (if any). The Undivided Shares allocated to the Common Areas and Facilities acquired by the Manager as trustee for all the Owners pursuant to the provisions of this Deed shall be exempted from contribution to the Management Expenses as provided in this Deed and shall carry no right to vote nor be taken into account for the purpose of calculating the quorum of any meeting.

84. Chinese translation

- (a) The Authority shall at its own cost provide a direct translation in Chinese of this Deed and deposit a copy of this Deed and the Chinese translation thereof in the estate management office of the Estate within one month after the date of this Deed for inspection by all Owners free of costs and shall provide a copy thereof to any Owner upon request on the

payment of a reasonable charge. All charges received must be credited to the Special Fund. In the event of any dispute between the Chinese translation and the English document, the English document approved by the Director of Lands shall prevail.

- (b) The Authority shall at its own cost provide a copy of Schedules 7 and 8 to the Building Management Ordinance (Cap.344) (English and Chinese versions) in the estate management office of the Estate for reference by all Owners free of costs and for taking copies at their own expense and upon payment of a reasonable charge. All charges received must be credited to the Special Fund.

85. Plans of Common Areas and Facilities

The Authority shall prepare or cause to be prepared a set of plans (certified as to their accuracy by or on behalf of the Authorized Person) showing the Estate Common Areas and Facilities and Residential Blocks Common Areas and Facilities. Such plans shall be kept at the estate management office of the Estate and may be inspected by the Owners free of charge during normal office hours.

86. Slope Maintenance Manual

A copy of the Slope Maintenance Manual shall be deposited by the Authority in the estate management office of the Estate within one month after the date of this Deed and may be inspected by the Owners free of charge. The Manager shall upon request of any Owner and upon payment of a reasonable copying charge provide such Owner with a copy of the Slope Maintenance Manual. All charges received must be credited to the Special Fund.

87. Gas Supply System

Subject to the terms of any relevant gas supply agreement(s), the Gas Pipe After Meter of a Unit shall be owned by the Owner of the relevant Unit and the repair, upkeep and maintenance thereof shall be the sole responsibility of the Owner of such Unit and the Owners shall only appoint the Gas Company or any other relevant registered gas contractors to carry out any repair, upkeeping and maintenance in relation thereto.

88. Telecommunications network areas

Any contracts, leases or licence agreements ("Contract") for the installation, use and provision of the aerial broadcast distribution or telecommunications network facilities and services to be entered into by the Manager must be subject to the following conditions :-.

- (a) the term of the Contract will not exceed three (3) years;
- (b) the right to be granted under the Contract must be non-exclusive and must provide for sharing the use of the facilities and network with other service providers; and
- (c) no Owner is required to make any payment in any form attributable to the installation or provision of the facilities and services, unless the Owner is a subscriber to the relevant service.

89. Maintenance of Works and Installations

- (a) All major works and installations in the said land and the Estate which require regular maintenance on a recurrent basis are set out in the FIFTH SCHEDULE HERETO (including any revised schedule) ("the Works and Installations"). The Authority shall compile for the reference of the Owners and the Manager a maintenance manual for the Works and Installations ("Works and Installations Maintenance Manual") setting out the

following details : -

- (1) Existing record plans showing the current as-built position of the buildings and services installations in the said land together with the necessary technical information (such as specifications of materials and design standard) for maintenance of all the Works and Installations and as-built record plans of the building and services installations together with the necessary technical information (such as specifications of materials and design standard) for maintenance of all facilities and equipment;
 - (2) All warranties and guarantees provided by contractors (together with the names of the companies providing the warranty and the contact telephone numbers) in respect of all the Works and Installations and facilities and equipment;
 - (3) Recommended maintenance strategy and procedures;
 - (4) A list of items of the Works and Installations requiring routine maintenance;
 - (5) Recommended frequency of routine maintenance inspection;
 - (6) Checklist and typical inspection record sheets for routine maintenance inspection; and
 - (7) Recommended maintenance cycle of the Works and Installations.
- (b) The Authority shall deposit a full copy of the Works and Installations Maintenance Manual in the estate management office within one month after the date of this Deed for inspection by all Owners free of charge during normal office hours and taking copies at their own expense and on payment of a reasonable charge. All charges received must be credited to the Special Fund.
- (c) The Owners shall at their own expense inspect, maintain and carry out all necessary works for the maintenance of the Estate and their own Units including the Works and Installations (in so far as they are in existence).
- (d) All costs incidental to the preparation of the schedule for Works and Installations and the Works and Installations Maintenance Manual shall be borne by the Authority.
- (e) (1) Any necessary revisions to the schedule for Works and Installations and the Works and Installations Maintenance Manual (including but without limiting to the addition of works and installations in the Estate, the updating of maintenance strategies in step with changing requirements) can be made and will be decided by a resolution of the Owners at an Owners' meeting held pursuant to Clause 68 hereof, in which event the Manager shall procure from a qualified professional or consultant the revised schedule and the revised Works and Installations Maintenance Manual within such time as may be prescribed by the Owners in such a meeting as aforesaid.
- (2) All costs incidental to the preparation of the revised schedule and the revised Works and Installations Maintenance Manual will be paid out of the Special Fund.
- (3) The Manager shall deposit the revised Works and Installations Maintenance Manual in the estate management office within one month after the date of its preparation for inspection by all Owners free of charge during normal office hours and taking copies at their own expense and on payment of a reasonable charge. All

charges received must be credited to the Special Fund.

90. Covenant by Owners and Manager

All Owners (including the Authority) and the Manager (including the DMC Manager) hereby covenant with each other to comply with the terms and conditions of the said lease so long as they remain as Owners and Manager.

91. Deposit of record relating to consent on merging of Residential Units given under Clause 5.5 of the said lease

The Manager shall deposit in the estate management office the record provided by the Director of Lands of the information relating to the consent given under Clause 5.5 of the said lease for inspection by all Owners free of charge and taking copies at their own expense and on payment of a reasonable charge. All charges received shall be credited to the Special Fund.

92. Greenery areas

The Greenery Area referred to in Clause 3.15(c) of the said lease, forming parts of the Estate Common Areas and Facilities and Residential Blocks Common Areas and Facilities, shall be used in compliance with the Sustainable Building Design Guidelines issued by Buildings Department and will not be used for other purpose without prior consent of the Independent Checking Unit of Office of the Permanent Secretary for Housing (formerly known as the Permanent Secretary for Transport and Housing (Housing)) or the Building Authority. The said greenery areas with details of their use, size (in area), locations and the common areas thereto are indicated on the plans annexed hereto.

93. AMR Outstations

“The Approved AMR Outstations” as referred to in Clause 4.11(c) of the said lease shall be delivered to the Water Authority in accordance with Clause 4.11 (g) of the said lease.

**THE FIRST SCHEDULE
(REFERRED TO IN RECITAL (D))**

<u>Nature of Accommodation</u>	<u>Block</u>	<u>Floor Level</u>	<u>Unit Number</u>	<u>Number of Units</u>	<u>Number of Undivided Shares for Each Unit</u>	<u>Total Number of Undivided Shares Allocated</u>	<u>Number of Management Shares for Each Unit</u>	<u>Total Number of Management Shares Allocated</u>		
<u>RESIDENTIAL BLOCKS</u>										
Residential Units	A	1/F-33/F	1, 2, 8, 13, 16	165	64	10,560	64	10,560		
		1/F-33/F	3	33	40	1,320	40	1,320		
		1/F-33/F	4, 5, 6, 20, 27	165	41	6,765	41	6,765		
		1/F-33/F	7, 9, 12, 17, 30	165	54	8,910	54	8,910		
		1/F-33/F	10, 11, 14, 15	132	55	7,260	55	7,260		
		1/F-33/F	18, 29	66	53	3,498	53	3,498		
		1/F-33/F	19, 28	66	39	2,574	39	2,574		
		1/F-33/F	21	33	56	1,848	56	1,848		
		2/F-33/F	22, 25	64	55	3,520	55	3,520		
		2/F-33/F	26	32	66	2,112	66	2,112		
		3/F-33/F	23, 24	62	56	3,472	56	3,472		
		2/F	23, 24	2	55	110	55	110		
		1/F	26	1	68	68	68	68		
		Sub-total:				<u>986</u>		<u>52,017</u>		<u>52,017</u>
	B		1/F-33/F	1, 12, 17, 20, 22	165	54	8,910	54	8,910	
			1/F-33/F	2, 11	66	53	3,498	53	3,498	
			1/F-33/F	3, 10	66	39	2,574	39	2,574	
			1/F-33/F	9	33	42	1,386	42	1,386	
			1/F-33/F	13, 16, 21, 27, 28	165	64	10,560	64	10,560	
			1/F-33/F	14, 15, 18, 19	132	55	7,260	55	7,260	
1/F-33/F			23, 24, 25	99	41	4,059	41	4,059		
1/F-33/F			26	33	40	1,320	40	1,320		
2/F-33/F			4	32	41	1,312	41	1,312		
2/F-33/F			5	32	65	2,080	65	2,080		
2/F-33/F			8	32	55	1,760	55	1,760		
3/F-33/F			6, 7	62	56	3,472	56	3,472		
2/F			6, 7	2	55	110	55	110		
1/F			4	1	42	42	42	42		
Sub-total:				<u>920</u>		<u>48,343</u>		<u>48,343</u>		
Sub-total Number of Undivided Shares:						100,360				
Sub-total Number of Management Shares:								100,360		
<u>HA ACCOMMODATION</u>										
Commercial Areas						1,637		1,637		
Parking Areas						7,199		7,199		
Educational Areas						1,637		1,637		
Sub-total Number of Undivided Shares:						10,473				
Sub-total Number of Management Shares:								10,473		
<u>COMMON AREAS AND FACILITIES</u>						10				
Total Number of Undivided Shares:						110,843				
Total Number of Management Shares:								110,833		

THE SECOND SCHEDULE
(REFERRED TO IN CLAUSE 8 OF THIS DEED)

PART A – BENEFITS OF RIGHTS AND PRIVILEGES

1. Rights and privileges granted to the Owners

Rights and privileges the benefit of which is held with each of the Undivided Shares of and in the said land and the Estate PROVIDED THAT all such rights and privileges shall be held and enjoyed subject to compliance with and observance of the covenants, conditions and provisos of the said lease and the provisions of this Deed and to the House Rules and any other regulations from time to time made under this Deed:-

(a) Right of way over Common Areas and Facilities

Full right and liberty (but SUBJECT ALWAYS to the right of the Manager and the Authority herein provided) for the Owner his tenants servants agents invitees and licensees (in common with all other persons having the like right) to go pass and repass over and along and to use the Common Areas and Facilities for all purposes connected with the proper use and enjoyment of such part of the Estate owned by him.

(b) Right to use Common Areas and Facilities

Subject to Clause 16 of this Deed, full right and liberty for the Owner his tenants servants agents invitees and licensees (in common with all other persons having the like right) to use the Common Areas and Facilities for the purpose for which the same are designed and intended to be used PROVIDED THAT in exercising such right of use no Owner shall damage or interfere with or permit or suffer to be damaged or interfered with the general amenities equipment or services therein provided.

(c) Right to easements, etc.

All rights, rights of ways (if any), privileges, easements and appurtenances belonging or appertaining to or at any time held used occupied or enjoyed with the part of the Estate owned by him.

(d) Right of support and shelter

The right to subjacent and lateral support and to shelter and protection for that part of the Estate owned by him from the other portions of the said land and the Estate.

(e) Right to passage of water, etc.

The free and uninterrupted passage and running of water, sewage, gas, electricity, ventilation, telephone and various other services (if any) from and to that part of the Estate owned by him through the sewers drains water-courses cables pipes and wires which now are or may at any time hereafter be in under or passing through the Estate or the adjoining, adjacent or neighbouring development or any part or parts thereof which are wholly or partly for the common use of the Owners or occupiers of the Estate for the purpose of use and enjoyment of such part of the Estate owned by him.

(f) Right of entry to other parts of the said land and Estate to repair

The right for any Owner with or without workmen plant equipment and materials at all reasonable times upon prior notice (except in the case of emergency) to enter upon other parts of the said land and the Estate (other than the HA Accommodation) for the purpose of carrying out any works for the maintenance and repair of his Unit (such work not being the responsibility of the Manager under this Deed and which cannot practically be carried out without such access) causing as little disturbance as possible and forthwith making good any damage caused thereby.

(g) Right of entry to the HA Accommodation to repair

The right for any Owner with or without workmen plant equipment and materials at all reasonable times upon prior approval of the Owner of the HA Accommodation (except in the case of emergency) (prior to the execution of any Sub-Deed of the HA Accommodation) to enter upon the HA Accommodation or any part thereof for the purpose of carrying out any works for the maintenance and repair of his Unit (such work not being the responsibility of the Manager under this Deed and which cannot practically be carried out without such access) PROVIDED THAT such Owner shall be liable for all costs and expenses incurred for any damage caused to the HA Accommodation thereby.

(h) Right of way over driveways and Emergency Vehicular Access

Full right and liberty for any Owner his tenants servants agents invitees and licensees (in common with all other Owners) to go pass and repass over and along the driveways (insofar as it forms part of the Common Areas and Facilities) and Emergency Vehicular Access and to use the same for the purpose of driveways and emergency vehicular access.

(i) Right of entry to the Parking Areas

Subject to the rights of the Owner(s) of the Parking Areas, the right for any Owner at all reasonable times to enter into the Parking Areas and to pass and repass across through over or along any entrances, corridors, passages, staircases, stairways of the Parking Areas or other access thereof PROVIDED THAT the person(s) exercising the aforesaid right shall (1) at all times take proper care and precaution to prevent any damage or injury to land, persons or properties in the exercise of such right, (2) make good and reinstate any loss, damage or disturbance caused to the Parking Areas or any part(s) thereof as a result of his act or default in the exercise of such right; and (3) be liable for all loss, damage and demand caused by his act or default in the exercise of the aforesaid right.

2. Rights and privileges granted to other Owners to pass and repass and to use certain Residential Blocks Common Areas and Facilities

In addition to the above rights and privileges, the Owners their successors in title and assigns and their servants visitors workmen licensees and occupiers, in common with the Owners, the residents and occupiers of the Residential Blocks their bona fide visitors and all persons having the like right, shall subject to the provisions of this Deed and the said lease at any time or times and from time to time have the full and unrestricted right to pass and repass and to use such of the Residential Blocks Common Areas and Facilities or any component part(s) thereof intended to serve also the other parts of the Estate and as are or shall be designated by the Manager subject to the approval of the Owners pursuant to a resolution passed in accordance with Clause 68 hereof or the Owners' Corporation (if formed) (such areas and facilities for the purpose of this Clause are collectively referred to as "the said shared residential areas and facilities") for all purposes connected with the proper use and enjoyment of such other part(s) of the Estate PROVIDED THAT upon the request of the Manager, such Owners of the other part(s) of the Estate shall contribute and pay a fair and

due proportion of the total costs and expenses incurred in the management, operation, maintenance, insurance, servicing, repair, renovation, improvement, replacement and the charges for the supply of electricity and other outgoings in respect of the said shared residential areas and facilities according to the proportion of the number of Management Shares allocated to such other part(s) of the Estate to the number of the Management Shares allocated to all part(s) of the Estate using or benefiting from the said shared residential areas and facilities or the relevant part(s) thereof AND PROVIDED ALWAYS THAT the use of the said shared residential areas and facilities shall be subject to the said lease. For the avoidance of doubt, the contributions of such costs and expenses relating to the said shared residential areas and facilities (all being parts of the Residential Blocks Common Areas and Facilities) to be made by the Owners of the Estate in accordance with this Clause shall accrue to the Owners of the Residential Units and be credited towards such part of the management fund relating to the whole of the Residential Blocks.

PART B – BURDEN OF RIGHTS AND PRIVILEGES

Rights and privileges subject to which each of the Undivided Shares and the exclusive right to hold use occupy and enjoy such part of the Estate is held :-

(a) Manager's right of entry for purposes of repairing, etc.

Full right and privilege for the Manager with or without agents, surveyors, workmen and others at all reasonable times on notice (except in case of emergency) to enter into and upon any part of the Estate for the purposes of carrying out necessary repairs of the building or any part or parts thereof (including the Unit itself) or any of the Common Areas and Facilities or any sewers, drains, water-courses, cables, pipes, pumps, tanks, wires or services therein or any other apparatus, equipment or services used or installed for the benefit of the said land and the Estate or any part or parts thereof as part of the amenities thereof and not by any individual Owner for his own purposes or enjoyment or to abate any hazard or nuisance therein and generally for the purpose of exercising the powers and functions of the Manager under this Deed or Sub-Deed (if any) causing as little disturbance as possible and forthwith making good any damage caused thereby PROVIDED THAT the Manager shall at its own costs and expenses make good any damage caused thereby and shall be liable for the negligent, wilful or criminal acts of the Manager and its workmen, contractors and agents and ensure that the least disturbance is caused.

(b) Right to passage of water, etc.

The free and uninterrupted passage and running of water, sewage, gas and electricity from and to the Estate (other than that part owned by him) through the sewers, drains, water-courses, cables, pipes and wires which now are or may at any time hereafter be in under or passing through that part of the Estate owned by him or any part or parts thereof.

(c) Government's right under the said lease

Full rights and privileges of the Government, the Director of Lands, the Director of Highways, the Director of Drainage Services, the Water Authority and other Government departments specifically excepted and reserved in the said lease.

(d) Other rights

Easements, rights and privileges equivalent to those set forth in Clauses 1 and 2 of Part A of this Schedule.

THE THIRD SCHEDULE
(REFERRED TO IN CLAUSE 9 OF THIS DEED)

Covenants provisions and restrictions referred to in Clause 9 of this Deed :-

1. To pay due proportion of Management Expenses

To pay the due proportion hereinbefore mentioned of all costs, charges, expenses and contribution which may be or become payable for or in connection with the management of the Estate in accordance with the provisions of this Deed.

2. To pay rates, etc.

To pay and discharge all existing and future Government rents, taxes, rates, assessments and outgoings of every kind and description for the time being assessed or payable in respect of that part of the Estate owned by him and to indemnify the other Owners from and against all liability therefor.

3. Obligations to repair

To keep such part of the Estate of which he is the Owner and all the fittings, fixtures, wiring, plumbing, gas pipes (other than those owned by the Gas Company), the drying rack(s) (if any) and other services therein or serving exclusively such part of the Estate which do not form part of the Common Areas and Facilities in good repair and condition and to maintain the same in a manner consistent with the preservation of the Estate as a whole.

4. Not to obstruct access to open space, main roof and upper roof

Not to obstruct or to permit or suffer any act or thing which might impede the access to and escape from any open space, main roof or upper roof of any building within the Estate or any part thereof in the event of fire and other emergency or for any purposes authorized by this Deed.

5. Obligations to indemnify loss or damage due to overflow of water, etc.

To be responsible for and indemnify the Manager, the Authority and all other Owners and occupiers against all actions, proceedings, costs, claims and demands whatsoever arising out of or in respect of any loss or damage to any person or property caused by or as a result of the act or negligence of any occupier of any part of the Estate of which he is the Owner or any person using such part of the Estate with his consent express or implied or by or through or in any way due to the overflow of water or the escape of electricity or gas therefrom.

6. Recovery of loss or damage by the Manager or affected parties

To be responsible to the Manager, the Authority and the other Owners for the acts and omissions of all persons occupying or visiting any part of the Estate of which he is the Owner or using the same with his express or implied consent and to pay all costs, charges and expenses incurred in repairing or making good any loss or damage caused by the act neglect or default of all such persons. In the case of loss or damage which the Manager is obliged under the terms of this Deed to make good or repair such costs, charges and expenses shall be recoverable by the Manager as hereinbefore provided and in the case of loss or damage suffered by the Authority or other Owners or occupiers of the Estate which the Manager is not responsible to repay or make good such costs, charges and expenses together with all other damages recoverable by law shall be recoverable by the person or persons sustaining the loss or damage.

7. Service of notice

- (a) All notices required to be served upon the Manager shall be sufficiently served if sent by registered post addressed to or if by hand left at the office of the Manager in the Estate.
- (b) Any Owner who is not residing in his Unit shall provide the Manager with an address in Hong Kong for service of notices under this Deed.
- (c) Any Owner who does not reside in the jurisdiction of Hong Kong must provide the Manager with an address for service of notices within the jurisdiction. In the event that the Owner shall fail to provide the Manager with a Hong Kong correspondence address, then the Manager may treat the address of the Unit as the address for service of notices.

8. To notify change of ownership

In the event of any change of ownership whether by sale assignment mortgage charge or otherwise to notify the Manager in writing of the change within 14 days from the date of such change.

9. To observe the said lease etc.

To observe perform and comply with all the covenants conditions and provisions of the said lease, this Deed, Sub-Deed (if any) and the House Rules.

10. To observe Housing Ordinance

To observe and comply with the provisions of the Housing Ordinance (Cap.283).

11. Not to make structural alteration

Subject to the rights reserved to the Authority, not to make any structural alteration to any part of the Estate of which he is the Owner without the prior permission of the Manager nor make any structural alteration which may damage or affect or will interfere with the use and enjoyment of any part or parts of the said land or the Estate or affect the right of any other Owners and nothing herein shall have the effect of preventing an Owner from taking action against another Owner for a breach of this provision.

12. Not to cut, damage, etc. Common Areas and Facilities

Not to cut, damage, maim, obstruct, clog, alter or interfere with or permit or suffer to be cut, damaged, maimed, obstructed, clogged, altered or interfered with any part or parts of the Common Areas and Facilities or any of the sewers, drains, water-courses, conduits, pipes, cables, wiring, fixtures, equipment, apparatus or services of the Estate.

13. Use in accordance with the said lease, etc.

Not to use or permit or suffer any Unit of which he is the Owner to be used for any purpose whatsoever except in accordance with the said lease, this Deed, Sub-Deed (if any) and any ordinances and regulations from time to time applicable thereto.

14. Not to use for illegal or immoral purpose, etc.

Not to use or permit or suffer any part of the Estate of which he is the Owner to be used for any illegal or immoral purpose nor cause or permit or suffer to be done any act or thing in any such part of the Estate which may be contrary to or in breach of any relevant ordinances, regulations or by-law or the covenants, terms, and conditions under which the said land is held or which may be or become a

nuisance or annoyance to or cause damage to other Owners and occupiers for the time being of the said land and the Estate.

15. No obstruction of Common Areas and Facilities

- (a) Not to obstruct any part or parts of the Common Areas and Facilities and not to place or leave thereon any refuse or other matter or things and not to do nor suffer or permit to be done anything in such areas as may be or become a nuisance to any other Owners or occupiers of the said land and the Estate.
- (b) Not to put or place any dust and refuse bins, furniture or chattels or any other things in the corridors, lifts, staircases, fire escape routes or any part or parts of the Common Areas and Facilities.
- (c) Not to place or permit or suffer any obstruction to be placed in any part or parts of the driveways (insofar as it forms part of the Common Areas and Facilities), Emergency Vehicular Access or any part or parts of the Common Areas and Facilities.

16. Not to exhibit advertisements, etc.

Subject to the rights reserved to the Authority including its lessees, tenants, licensees and authorized persons of the HA Accommodation under Clause 11(f) and Clause 11(g) of this Deed, not to exhibit in or upon any part of the Estate any name writing drawing signboard plate advertisement or placard of any kind PROVIDED THAT this Clause shall not apply to the exhibition of the Owner's or occupier's name in places specifically provided therefor in the Parking Areas, entrance halls (if any) and outside each Unit.

17. Not to paint exterior of building

Except as provided herein and subject to Clause 11(f) and Clause 11(g) of this Deed, not to paint the outside of the Estate or any part of the said land and not to do or permit or suffer to be done anything which may or will in any way alter the facade or external appearance (including the paint or colour thereof) of any building in the Estate or main door of any premises in any such building without the prior consent in writing of the Manager.

18. Not to affect insurance

Not to do or permit or suffer to be done any act or thing in contravention of the said lease or whereby any insurance on the said land or the Estate or any part thereof may become void or voidable or whereby the premium for any such insurance may be increased and in the event of any breach of this Clause in addition to any other liability incurred thereby to pay the amount of any increase in premium caused by or on account of such breach.

19. Not to partition

Not at any time to exercise or attempt to exercise any statutory or common law right to partition the Estate or any part thereof.

20. Not to use certain Unit(s) for business purposes, etc.

Subject to and save for the rights reserved in this Deed to the Authority not to use or permit or suffer to be used any Unit within the Residential Blocks as a guest house, ballroom, cabaret or discotheque, dance-hall or bar of any kind, nursery, gymnasium, school, clinic, hotel, office or for any religious gathering, tutorial or cooking classes or any other business or any commercial or industrial purpose whatsoever.

21. Preservation of trees

Not to interfere with or remove any trees growing on the said land or adjacent thereto without the prior written consent of the Manager and the Director of Lands.

22. No use of rock crushing plant

Not to use or permit or suffer the use of any rock crushing plant on the said land except with the prior written approval of the Director of Lands.

23. Not to erect signs, etc. without consent

Subject to the rights reserved to the Authority under Clause 11(f) and Clause 11(g) of this Deed, not to erect, install, affix or project any external signs, signboards, notices, advertisements, flags, banners, poles, cages, shades or other projections or structures whatsoever anywhere outside any Unit or extending beyond the boundary of a Unit or on or visible from any the exterior part of the Estate or any part of the said land or otherwise affixed to or projected from the Estate or the said land or any part thereof.

24. Restriction on use of Parking Spaces, Loading and Unloading Spaces and space for the loading and unloading of refuse collection vehicles

Not to use or permit or suffer to be used any of the Parking Spaces, the Loading and Unloading Spaces and space for the loading and unloading of refuse collection vehicles for any purpose other than for the respective purposes set out in Clauses 3.24(a) to 3.24 (c) of the said lease, and in particular, not to use or permit or suffer to be used the Parking Spaces, the Loading and Unloading Spaces and space for the loading and unloading of refuse collection vehicles for the storage, display or exhibiting of motor vehicles for sale or otherwise or for the provision of car cleaning and beauty services.

25. No erection of grave or columbarium

No grave or columbarium shall be erected or made on the said land, nor shall any human remains or animal remains whether in earthenware jars, cinerary urns or otherwise be interred therein or deposited thereon.

26. Maintenance of Slope Structures and deposit of Slope Maintenance Manual

The Owners shall at their own expenses maintain and carry out all works in respect of the Slope Structures as required by the said lease and in accordance with the Slope Maintenance Guidelines and the Slope Maintenance Manual. The Authority shall deposit a full copy of the Slope Maintenance Manual in the estate management office of the Estate within one month after the date of this Deed for inspection by all Owners free of charge and taking copies upon payment of a reasonable charge. All charges received shall be credited to the Special Fund.

27. Not to convert and designate or re-convert or re-designate the Common Areas and Facilities

- (a) No Owner (including the Authority) may convert any of the Common Areas and Facilities to his own use or for his own benefit unless the approval of the Owners' Committee has been obtained and any payment received for the approval must be credited to the Special Fund.
- (b) Subject to the provisions in sub-clause (d) below, no Owner (including the Authority) shall have the right to convert or designate any of his own areas as Common Areas and Facilities

unless the approval of the Owners in meeting held pursuant to Clause 68 hereof has been obtained.

- (c) No Owner (including the Authority) and no Manager (including the DMC Manager) shall have the right to re-convert or re-designate the Common Areas and Facilities to his or its own use or benefit.
- (d) Notwithstanding anything contained in sub-clause (b) above, the exercise of the right of the Authority to designate the Visitors' Car Parking Spaces as additional Residential Blocks Common Areas and Facilities pursuant to Clause 11(r) hereof and in accordance with Clause 79 hereof shall not require any approval of the Owners in meeting held pursuant to Clause 68 hereof.

28. Not to interfere with Gas Supply System

Not to alter, repair, connect to or in any other way interfere or tamper with or affect the Gas Supply System or any part(s) thereof or its operation without the prior written consent of the Gas Company and in the event of any leakage of gas or damage to the equipment or piping within his Unit to immediately notify the Gas Company or its duly appointed agent and (subject to the provisions of the relevant gas supply agreement with the Gas Company) pay the costs and expenses of maintaining, repairing and replacing such equipment including the piping and meter inside his Unit.

THE FOURTH SCHEDULE
(REFERRED TO IN CLAUSES 1 and 18(b) OF THIS DEED)

HOUSE RULES

1. Parking

No portion of the Estate (except within the Parking Spaces and with the permission of the Owners thereof) may be used by the Owner or occupier for vehicle (for the avoidance of doubt, including motor vehicles and motor cycles) parking purposes.

2. Guest Parking

Each Owner shall ensure that his guests do not use any part of the Estate except within the Parking Spaces (and with the permission of the Owners thereof) or within the Visitors' Car Parking Spaces (and with the permission of the Manager after the designation of the Visitors' Car Parking Spaces as additional Residential Blocks Common Areas and Facilities in accordance with the provisions of this Deed) for vehicle (for avoidance of doubt, including motor vehicles and motor cycles) parking purposes.

3. Employee of Manager

No Owner or occupier may use or employ an employee of the Manager for his own private or business purposes whether within or outside the Estate, provided that whilst the Authority remains to be the Manager as well as the Owner of the HA Accommodation or any part thereof, the Authority and its employees are entitled to manage at the sole cost of the Authority the HA Accommodation or such part thereof which remains in the Authority's ownership as the Owner thereof and for the avoidance of doubt, the management and maintenance costs for the HA Accommodation or any part thereof will not be included in the management budget nor the calculation of the Manager's remuneration under this Deed.

4. No aerial to be erected outside

Subject to Clause 18(ag) of this Deed, no Owner or occupier may attach or erect any radio or television aerial to or from the exterior of any building within the Estate.

5. Disposal of refuse

Refuse shall be disposed of in such manner as the Manager shall direct, subject to the satisfaction of the Director of Lands and the Director of Food and Environmental Hygiene.

6. No external shades, etc.

Subject to Clause 11(f) and Clause 11(g) of this Deed, no external shades, awnings or window guards may be used in or on any building within the Estate and no Owner may paint the outside of his Unit or any building or any part thereof nor alter the exterior window glass nor do any other act or thing which would alter or affect the external appearance of any building except such as may have been approved in writing by the Manager.

7. No flower pot, etc. outside building

No Owner or occupier may place, install, exhibit or affix any flower-pot, frames or cage on or at any window or on or upon any part of the exterior of any building within the Estate.

8. No clothing or laundry outside

No clothing or laundry may be hung outside any Unit (other than in the spaces specifically provided therefor) or in the Common Areas and Facilities of the Estate.

9. No sign, signals, etc.

Subject to Clause 11(f) and Clause 11(g) of this Deed and Clauses 16 and 17 of the THIRD SCHEDULE HERETO, no sign signal advertisement or illumination may be inscribed or exposed on or at any window or other part of any building within the Estate nor may any unauthorized object be projected out of any window of any building except with the prior consent of the Manager who may in granting such consent impose such conditions as he deems fit.

10. Installation of air-conditioners

No air conditioning unit may be installed on or through the external wall of any part of any building within the Estate except in the apertures provided for such purpose unless with the specific written permission of the Manager who may when giving consent impose such conditions including but not limited to the taking of measures to avoid condensation dripping onto premises below or to avoid excessive noise.

11. No playing in common halls

The common halls, stairways and lifts of all buildings within the Estate are not for play. Any damage to any part of any building within the Estate or discolouration of the walls or decorations in or of any building shall be paid for by the person or persons who cause such damage or discolouration or by the Owner or occupiers of such part of the Estate in which such person or persons reside or is/are visiting.

12. No obstructions

Except as permitted under the provisions of this Deed, no articles or obstruction may be placed in any of the Common Areas and Facilities or any building in the Estate. No articles or obstruction may be placed in any part of the driveways (insofar as it forms part of the Common Areas and Facilities) and Emergency Vehicular Access.

13. To keep clean

Each Owner or occupier shall keep such part of the Estate owned or occupied by him in a good state of preservation and cleanliness and shall be responsible for ensuring that no dirt, refuse, waste or other matter is dropped from or thrown or swept outside the same on to the Common Areas and Facilities or onto any part of the Estate.

14. Flush system

No Owner may do or suffer or permit to be done anything whereby the flush or drainage system of any building within the Estate may be clogged or the efficient working thereof impaired.

15. Water-closets or apparatus

Water-closets and other water apparatus in any building within the Estate may not be used for any purpose other than those for which they were constructed nor may any sweepings, refuse, rags or any other articles be deposited in the same. Any damage resulting from misuse of any water-closets or apparatus shall be paid for by the Owner or occupier of such part of the Estate in which it shall have been caused.

16. Noise

No Owner or occupier may make or permit to be made any disturbing noise in any building within the Estate or do or permit anything to be done in any building which interferes with the rights comfort or conveniences of other Owners or occupiers. No Owner or occupier may play or permit or suffer to be played mahjong or any musical instrument or permit or suffer to be operated any wireless television or recording equipment in such part of the Estate owned or occupied by him between the hours of 11 o'clock p.m. and the following 7 o'clock a.m. so as to disturb or annoy other occupants of any building.

17. No animal, etc.

- (a) No dogs may be brought or kept upon any part of the Estate.
- (b) Subject to sub-clause (a) of this Clause 17, no animal, bird or livestock of any description may be brought or kept upon any part of the Estate without the prior written consent of the Manager PROVIDED THAT notwithstanding sub-clause (a) of this Clause 17 (i), dogs, cats, pets, fowls, birds and other animals may be kept in any part of the HA Accommodation operating as a pet shop or veterinary clinic; and (ii) there may be kept such livestock, live poultry or animals in such reasonable quantities and of such types as are appropriate in relation to the business of any restaurant or any other businesses operating in the HA Accommodation subject to compliance with the applicable laws and regulations.

18. Manager's consent

Any consent or approval given under the House Rules by the Manager may be revoked at any time.

19. To repair defective drains, etc.

Each Owner or occupier shall be responsible, upon notification by the Manager, to repair any defective drains, outlets or connections to any water-closets or other water apparatus in such part of the Estate owned or occupied by him and shall be responsible for any damage to any other part of the Estate resulting from the disrepair of the said drains, outlets and connections.

20. Water from common pipes

No Owner or occupier may obtain or cause to be obtained any water from any supply pipe installed in the Common Areas and Facilities for cleaning or washing private cars or vehicles of any description.

21. Floor loading capacity

No Owner shall place on any part of the floors of the Estate any article, machinery, goods or chattels which may cause the maximum floor loading-bearing capacity thereof (as specified on such floor) to be exceeded and in the event of breach of this covenant the Owner in default shall make good any damage caused thereby to that part of the Estate or any fixtures and fittings therein.

22. Metal grille, shutter or gate

No Owner shall permit or suffer to be erected, affixed, installed or attached in or on or at the door or doors or entrance or entrances of any Unit any metal grille or shutter or gate which shall in any way contravene the regulations of the Fire Services Ordinance (Cap.95) or other competent authority concerned from time to time in force and/or which may in any way impede the free and uninterrupted passage over, through and along any of the Common Areas and Facilities and the design of any metal grille

or shutter or gate shall, prior to the installation thereof, first be submitted to the Manager for its approval in writing and the subsequent installation shall follow strictly the approved design and any conditions that may be imposed.

23. Dangerous goods, etc.

No Owner shall store or permit to be stored in any Unit any hazardous, dangerous, combustible or explosive goods or materials except such as may be reasonably required for the purpose of domestic cooking and heating or as may be required for the provision of gas pursuant to any relevant gas supply agreement(s) PROVIDED THAT there may be stored or permit to be stored in any part of the Commercial Areas any hazardous, dangerous, combustible or explosive goods or materials in such reasonable quantities and of such types as are appropriate in relation to the business of any restaurant or any other businesses operating in the Commercial Areas subject to compliance with the applicable laws and regulations.

24. Complaints concerning the Estate

All complaints touching or concerning the Estate or any part thereof shall be made in writing to the Manager.

PROVIDED ALWAYS THAT the rules contained in this FOURTH SCHEDULE must not be inconsistent with the provisions of this Deed, and in the event of any conflict between the provisions of this Deed and the aforesaid rules, amendments, revisions and/or supplements, the former shall prevail.

THE FIFTH SCHEDULE
(REFERRED TO IN CLAUSE 89 OF THIS DEED)

The Works and Installations

The Works and Installations shall include the following items : -

1. Structural elements;
2. External wall finishes and roofing materials;
3. Fire safety elements;
4. Plumbing system;
5. Drainage system;
6. Window installations;
7. Fire services and water pump installations and equipment;
8. Electrical wiring system and security system;
9. Lift installations;
10. Gas Supply System;
11. Slope Structures;
12. Play equipment;
13. Structure/fittings in external areas;
14. Planting areas;
15. Mechanical ventilation system;
16. Refuse handling system;
17. Communal aerial broadcasting distribution system; and
18. Acoustic fins.

IN WITNESS whereof the parties hereto have hereunto set their hands and seals the day and year first above written.

The Authority

SIGNED SEALED AND DELIVERED by)
)
)
)
for and on behalf of the Hong Kong Housing)
Authority duly authorized under and by virtue)
of Section 10 of the Housing Ordinance)
(Cap. 283) in the presence)
of/whose signature(s) is/are verified by :-)

The First Purchaser

SIGNED SEALED AND DELIVERED by)
)
the First Purchaser (who having been)
identified by the production of his/her/their)
Hong Kong Identity Card(s) No(s).)
)
)
in the presence of :-)

INTERPRETED to the First Purchaser by :-

SIGNED SEALED AND DELIVERED by)
)
)
)
for and on behalf of the Hong Kong Housing)
)
Authority, DMC Manager, duly authorized)
)
under and by virtue of Section 10 of the)
)
Housing Ordinance (Cap. 283) in the presence)
)
of/whose signature(s) is/are verified by :-)

TABLE OF CONTENT

SECTION I

DEFINITIONS

1. Definitions
2. Number, gender and Ordinance
3. Clause headings

SECTION II

RIGHTS AND OBLIGATIONS OF THE OWNERS

4. Exclusive right of the Authority
5. Exclusive right of the First Purchaser
6. Estate Common Areas and Facilities
7. Residential Blocks Common Areas and Facilities
8. Right of all Owners
9. Owners bound by covenants and restrictions
10. Right to assign without reference to other Owners

SECTION III

ADDITIONAL RIGHTS OF AND SPECIAL RESERVATIONS TO THE AUTHORITY, ETC.

11. Additional rights of and reservations to the Authority
 - (a) To amend building plans
 - (b) To negotiate with Government for modification
 - (c) To dedicate to public part(s) of the premises retained by the Authority
 - (d) To adjust boundary of the said land
 - (e) To lay drains and other services
 - (f) To affix flues, pipes, etc.
 - (g) To enter into Sub-Deed of the HA Accommodation
 - (h) To designate or re-designate numbering of the Parking Spaces within the HA Accommodation
 - (i) To obtain grant of easements, etc.
 - (j) To grant easements, etc.
 - (k) To manage HA Accommodation and ancillary rights
 - (l) To carry out works at the Common Areas and
 - (m) Facilities
To designate the Visitors' Car Parking Spaces as additional Residential Blocks Common Areas and
 - (n) Facilities
To sub-allocate Undivided Shares and Management
 - (o) Shares
 - (p) To dispose of the HA Accommodation
To obtain consent to change of user
12. Power of Attorney to the Authority
13. Assignment to include covenant

SECTION IV

**MANAGEMENT OF THE ESTATE AND POWERS AND
FUNCTIONS OF THE MANAGER**

14. Manager undertakes to manage the Estate
15. Management of the HA Accommodation
16. Control and management of Common Areas and Facilities
17. Right of Manager to do acts necessary or requisite for management of the Estate
18. Powers functions and obligations of Manager
19. Improving and upgrading Common Areas and Facilities
20. Power to enter into Units
21. Power of Attorney to Manager
22. Assignment to include covenant
23. Application of insurance money, etc.
24. Manager's acts and decisions binding on Owners
25. Manager's remuneration
26. Manager not liable to Owners
27. Owners to be responsible for act or negligence of occupiers

SECTION V

**APPOINTMENT OF THE MANAGER AND
TERMINATION OF APPOINTMENT**

28. Delegation of management by Manager
29. Management undertaking by the Authority
30. Termination of Manager's appointment
31. Obligations of outgoing Manager
32. Appointment of substitute Manager

SECTION VI

**MANAGEMENT EXPENSES AND ENFORCEMENT
PROVISIONS**

33. Management fee deposit, Special Fund and debris removal fee
34. Person ceasing to be Owner ceases to have interest in management fund
35. Management of Special Fund
36. Payment of management fees
37. Payment in advance of management fee
38. Manager's remedy
39. Interest and collection charge on late payment
40. Civil action taken by Manager
41. Registration of charge against Undivided Shares of defaulting Owner
42. Order for sale
43. Proceedings to enforce this Deed and House Rules
44. Consent fee charged by the Manager
45. Actions by other Owners

SECTION VII

MANAGEMENT RECORDS AND ACCOUNTS

46. Financial year
47. Keeping of records and opening and maintaining of bank accounts
48. Annual accounts
49. Auditing of accounts and records
50. Preparation of annual budget
51. Expenditure covered by annual budget
52. Calculation of contribution to annual budget
53. Manager's discretion to attribute costs and expenses to different parts of annual budget
54. Undivided Shares held by Manager/Owners' Corporation not liable to management contribution
55. Revised budget
56. Display of accounts
57. Inspection of accounts
58. Manager's summary of income and expenditure
59. Revised Manager's statement
60. Further provisions relating to determination of total amount of Management Expenses

SECTION VIII

OWNERS' COMMITTEE

61. Establishment of Owners' Committee
62. Meetings of Owners' Committee
63. Functions of Owners' Committee
64. Reimbursement
65. Membership
66. Eligibility
67. Records and minutes

SECTION IX

MEETINGS OF OWNERS

68. Owners' meeting

SECTION X

EXTINGUISHMENT OF RIGHTS

69. Owners' meeting in the event of the Estate being damaged
70. Provisions applicable to such Owners' meeting

SECTION XI

MISCELLANEOUS PROVISIONS

71. Payment of rates, etc. to relevant authority direct
72. Owner to bear costs of upkeeping interior of Unit
73. Right of Owners to carry out works in Unit except structural alteration

74. Right to exclusive occupation not to be dealt with separately from Undivided Shares
75. Assignment, etc. subject to this Deed
76. Owners to notify Manager when ceasing to be Owner
77. Public notice boards, etc.
78. Service of notice
79. The HA Accommodation
80. Deed binding on executors, etc.
81. Cessation of liabilities
82. Owners' Corporation
83. Assignment of Common Areas and Facilities to Manager or Owners' Corporation
84. Chinese translation
85. Plans of Common Areas and Facilities
86. Slope Maintenance Manual
87. Gas Supply System
88. Telecommunications network areas
89. Maintenance of Works and Installations
90. Covenant by Owners and Manager
91. Deposit of record relating to consent on merging of Residential Units given under Clause 5.5 of the said lease
92. Greenery areas
93. AMR Outstations

THE FIRST SCHEDULE (REFERRED TO IN RECITAL (D))

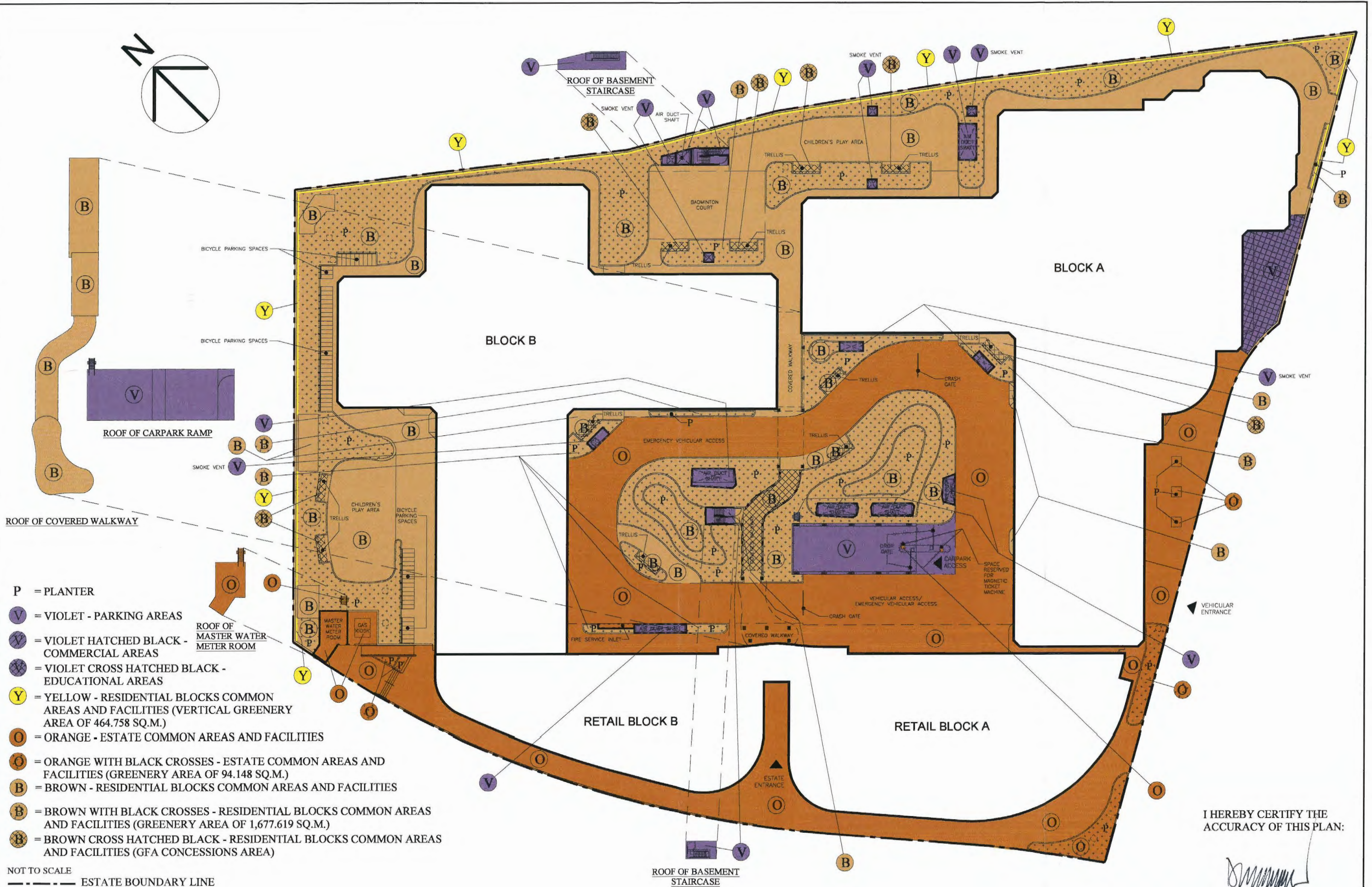
THE SECOND SCHEDULE (REFERRED TO IN CLAUSE 8)

THE THIRD SCHEDULE (REFERRED TO IN CLAUSE 9)

THE FOURTH SCHEDULE (REFERRED TO IN CLAUSES 1 and 18(b))

THE FIFTH SCHEDULE (REFERRED TO IN CLAUSE 89)

Signing page



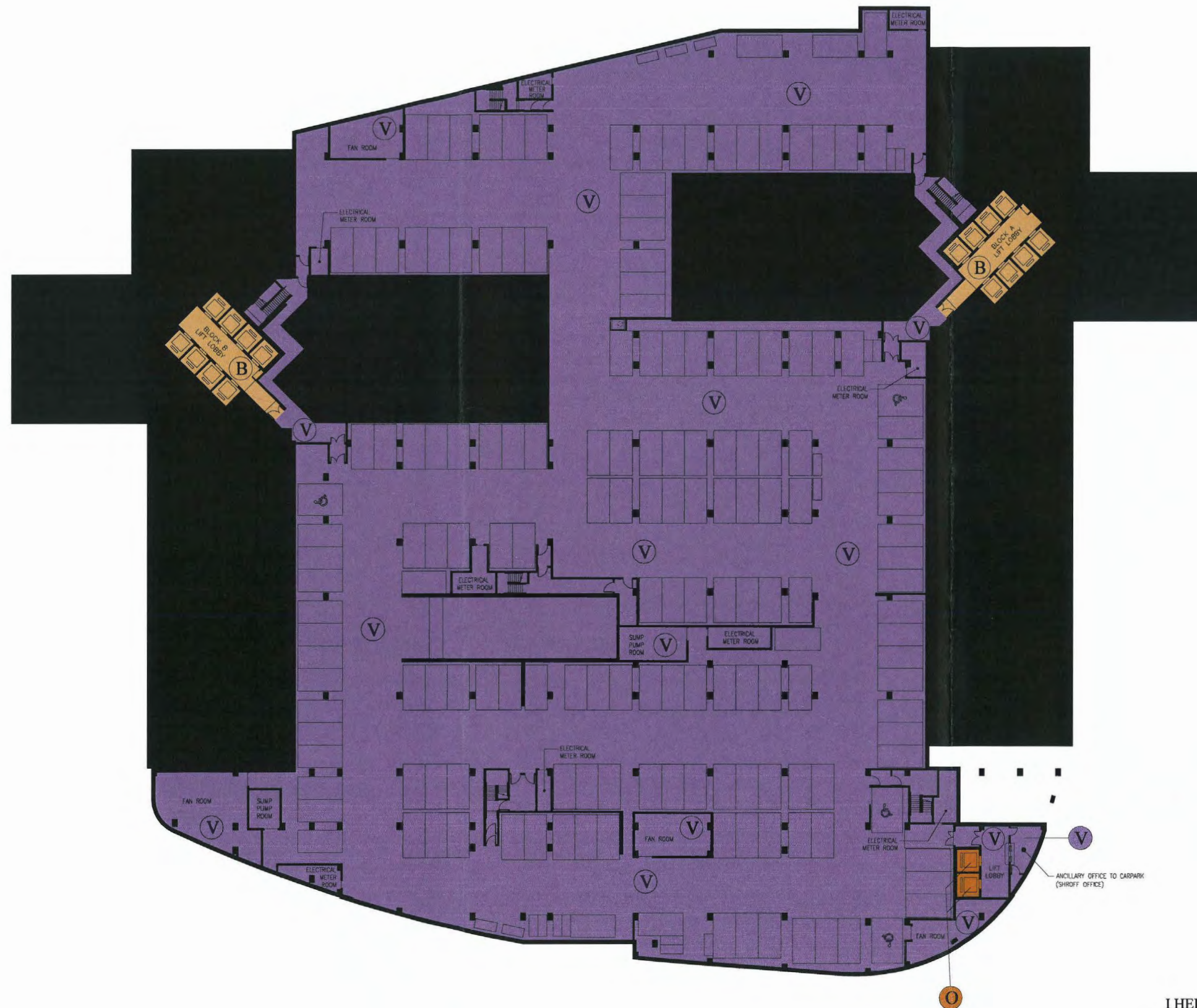
- P = PLANTER
- V = VIOLET - PARKING AREAS
- V (with black cross-hatch) = VIOLET HATCHED BLACK - COMMERCIAL AREAS
- V (with cross-hatch) = VIOLET CROSS HATCHED BLACK - EDUCATIONAL AREAS
- Y = YELLOW - RESIDENTIAL BLOCKS COMMON AREAS AND FACILITIES (VERTICAL GREENERY AREA OF 464.758 SQ.M.)
- O = ORANGE - ESTATE COMMON AREAS AND FACILITIES
- O (with black cross) = ORANGE WITH BLACK CROSSES - ESTATE COMMON AREAS AND FACILITIES (GREENERY AREA OF 94.148 SQ.M.)
- B = BROWN - RESIDENTIAL BLOCKS COMMON AREAS AND FACILITIES
- B (with black cross) = BROWN WITH BLACK CROSSES - RESIDENTIAL BLOCKS COMMON AREAS AND FACILITIES (GREENERY AREA OF 1,677.619 SQ.M.)
- B (with cross-hatch) = BROWN CROSS HATCHED BLACK - RESIDENTIAL BLOCKS COMMON AREAS AND FACILITIES (GFA CONCESSIONS AREA)

NOT TO SCALE
 - - - - - ESTATE BOUNDARY LINE

SITE LAYOUT PLAN
 ON SAU COURT
 LOT NO. 1075 IN SURVEY DISTRICT NO. 3

I HEREBY CERTIFY THE ACCURACY OF THIS PLAN:

YUEN KWOK CHEUNG
 RIBA ARAIA HKIA RA
 AUTHORIZED PERSON (LIST 1)



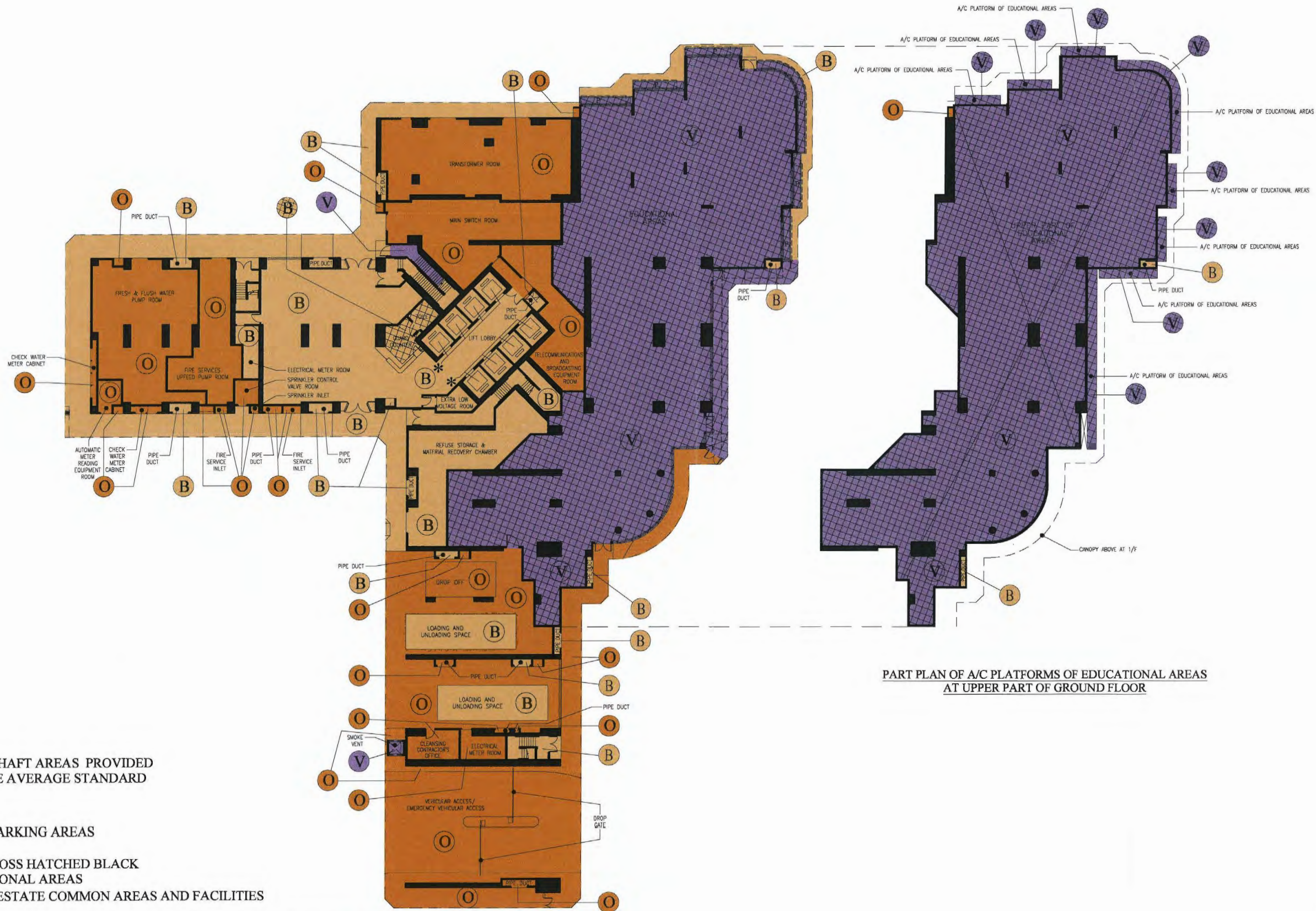
- V** = VIOLET - PARKING AREAS
- O** = ORANGE - ESTATE COMMON AREAS AND FACILITIES
- B** = BROWN - RESIDENTIAL BLOCKS COMMON AREAS AND FACILITIES

NOT TO SCALE

BASEMENT CARPARK PLAN
ON SAU COURT
LOT NO. 1075 IN SURVEY DISTRICT NO. 3

I HEREBY CERTIFY THE
ACCURACY OF THIS PLAN:

YUEN KWOK CHEUNG
RIBA ARAIA HKIA RA
AUTHORIZED PERSON (LIST 1)



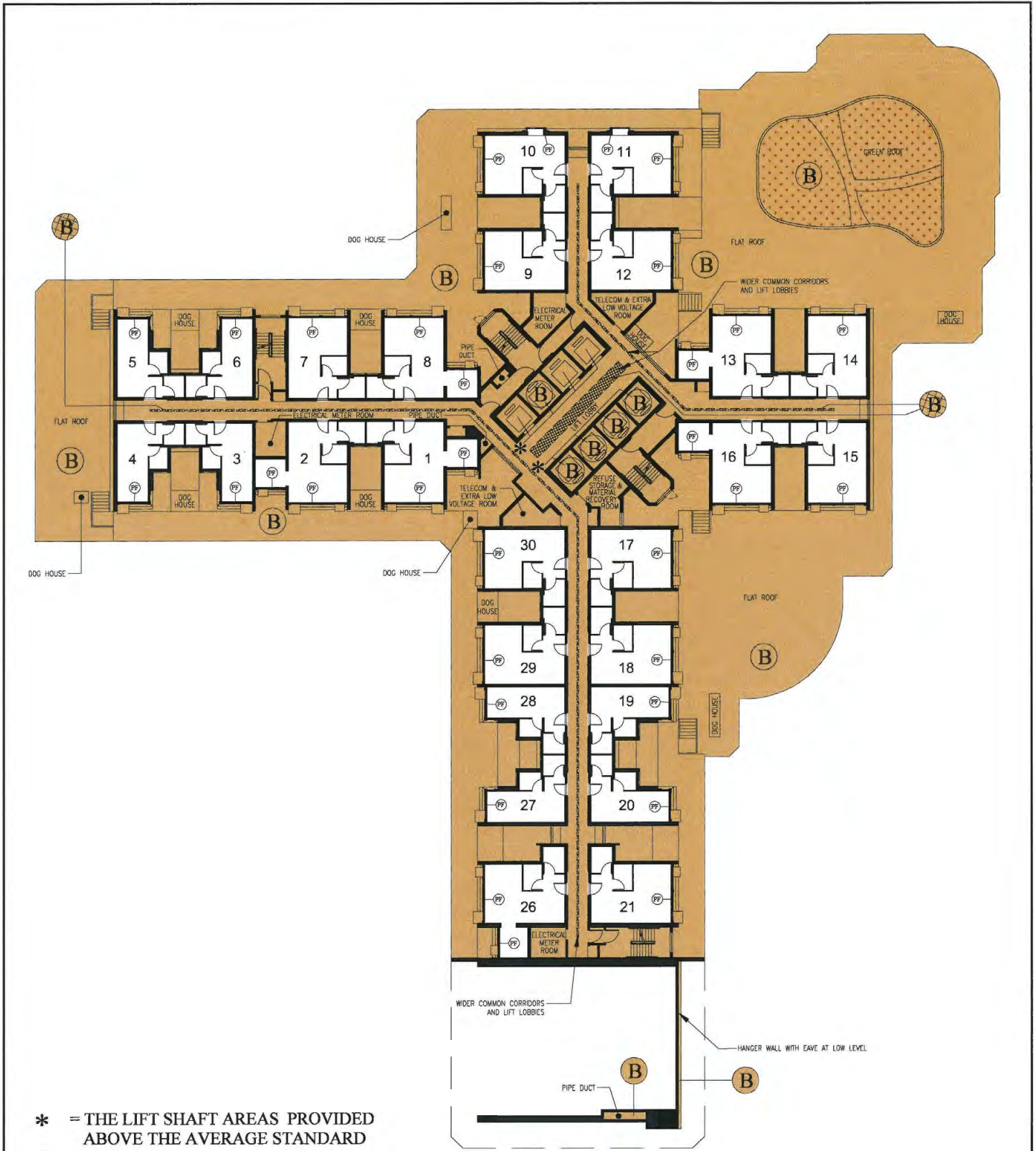
- * = THE LIFT SHAFT AREAS PROVIDED ABOVE THE AVERAGE STANDARD
- P = PLANTER
- V = VIOLET - PARKING AREAS
- V (with cross-hatch) = VIOLET CROSS HATCHED BLACK - EDUCATIONAL AREAS
- O = ORANGE - ESTATE COMMON AREAS AND FACILITIES
- B = BROWN - RESIDENTIAL BLOCKS COMMON AREAS AND FACILITIES
- B (with cross-hatch) = BROWN CROSS HATCHED BLACK - RESIDENTIAL BLOCKS COMMON AREAS AND FACILITIES (GFA CONCESSIONS AREA)

NOT TO SCALE
 GROUND FLOOR PLAN
 BLOCK A
 ON SAU COURT
 LOT NO. 1075 IN SURVEY DISTRICT NO. 3

PART PLAN OF A/C PLATFORMS OF EDUCATIONAL AREAS
 AT UPPER PART OF GROUND FLOOR

I HEREBY CERTIFY THE
 ACCURACY OF THIS PLAN:

(Signature)
 YUEN KWOK CHEUNG
 RIBA ARAIA HKIA RA
 AUTHORIZED PERSON (LIST 1)

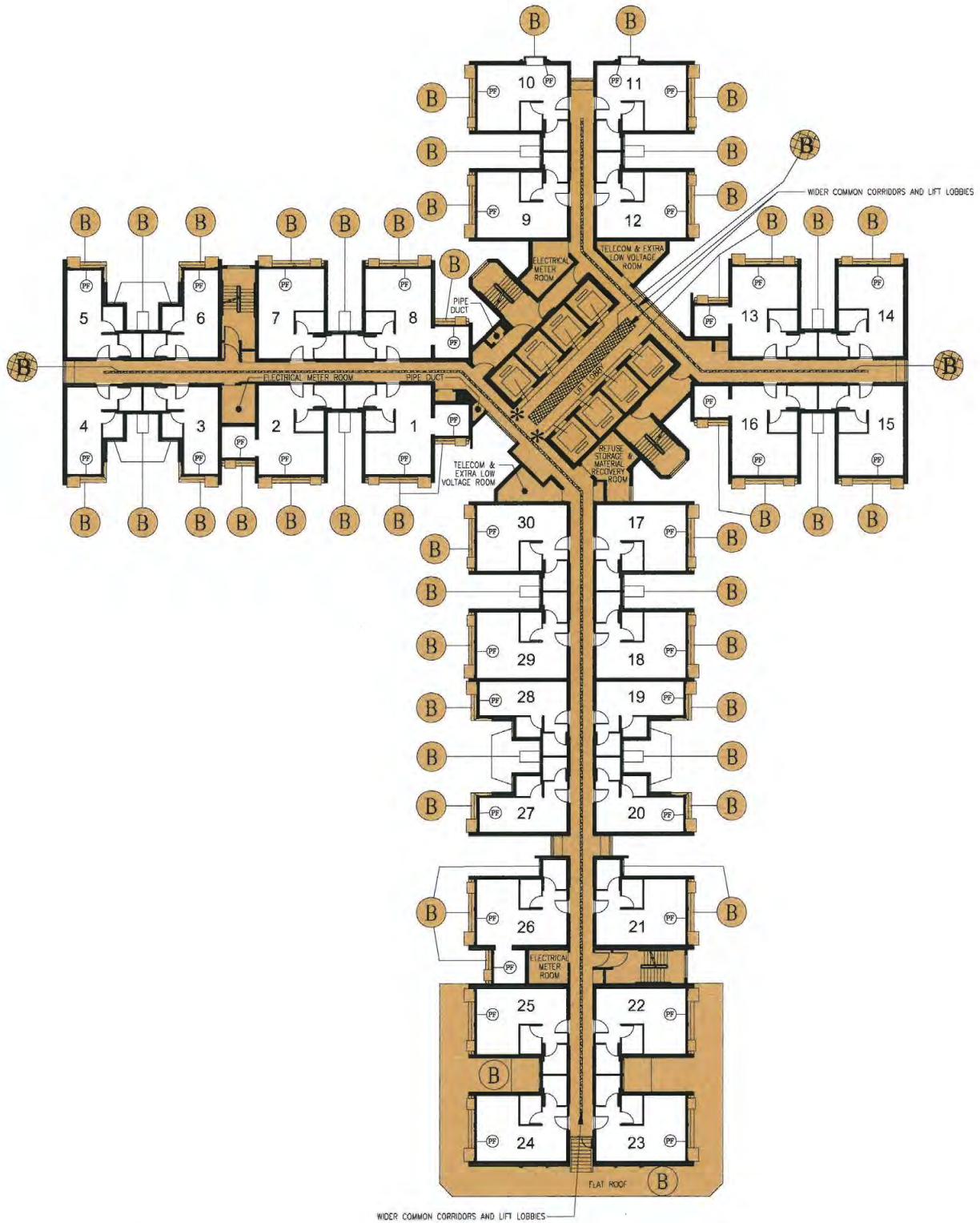


- * = THE LIFT SHAFT AREAS PROVIDED ABOVE THE AVERAGE STANDARD
- (PF) = NON-STRUCTURAL PREFABRICATED EXTERNAL WALLS
- (B) = BROWN - RESIDENTIAL BLOCKS COMMON AREAS AND FACILITIES
- (B with red crosses) = BROWN WITH RED CROSSES - RESIDENTIAL BLOCKS COMMON AREAS AND FACILITIES (GREENERY AREA OF 62.814 SQ.M#)
represents the figure (50% of the actual area) calculated as greenery area under the approved building plans
- (B with cross-hatch) = BROWN CROSS HATCHED BLACK - RESIDENTIAL BLOCKS COMMON AREAS AND FACILITIES (GFA CONCESSIONS AREA)

NOT TO SCALE
FIRST FLOOR PLAN
BLOCK A
ON SAU COURT
LOT NO. 1075 IN SURVEY DISTRICT NO. 3

I HEREBY CERTIFY THE ACCURACY OF THIS PLAN:

YUEN KWOK CHEUNG
 RIBA ARAIA HKIA RA
 AUTHORIZED PERSON (LIST 1)



* = THE LIFT SHAFT AREAS PROVIDED ABOVE THE AVERAGE STANDARD

(PF) = NON-STRUCTURAL PREFABRICATED EXTERNAL WALLS

(B) = BROWN - RESIDENTIAL BLOCKS COMMON AREAS AND FACILITIES

(B) = BROWN CROSS HATCHED BLACK - RESIDENTIAL BLOCKS COMMON AREAS AND FACILITIES (GFA CONCESSIONS AREA)

NOT TO SCALE

2ND FLOOR PLAN

BLOCK A

ON SAU COURT

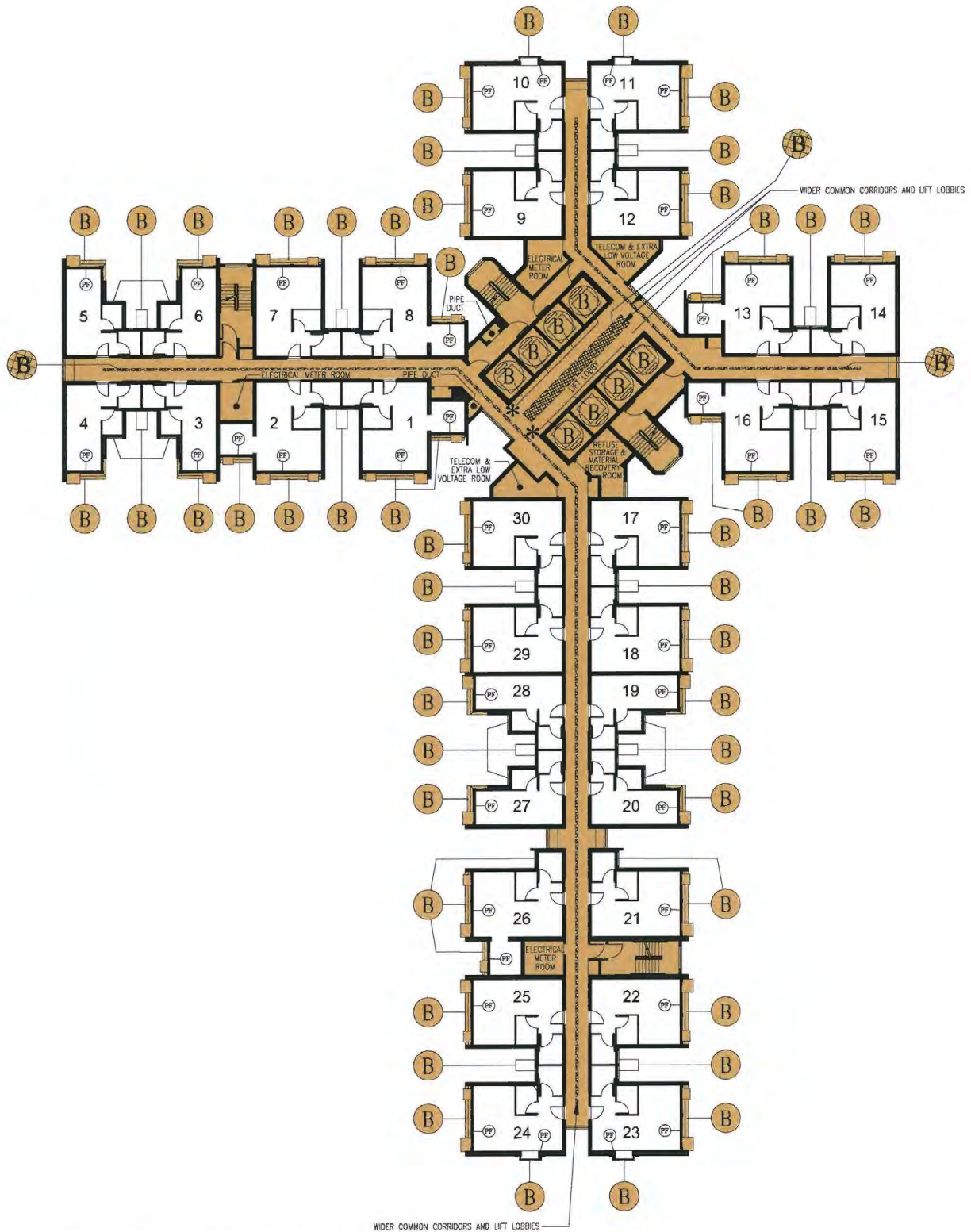
LOT NO. 1075 IN SURVEY DISTRICT NO. 3

I HEREBY CERTIFY THE ACCURACY OF THIS PLAN:

YUEN KWOK CHEUNG

RIBA ARAIA HKIA RA

AUTHORIZED PERSON (LIST 1)



* = THE LIFT SHAFT AREAS PROVIDED ABOVE THE AVERAGE STANDARD

(PF) = NON-STRUCTURAL PREFABRICATED EXTERNAL WALLS

(B) = BROWN - RESIDENTIAL BLOCKS COMMON AREAS AND FACILITIES

(B) = BROWN CROSS HATCHED BLACK - RESIDENTIAL BLOCKS COMMON AREAS AND FACILITIES (GFA CONCESSIONS AREA)

NOT TO SCALE

3RD TO 33RD FLOOR PLAN

BLOCK A

ON SAU COURT

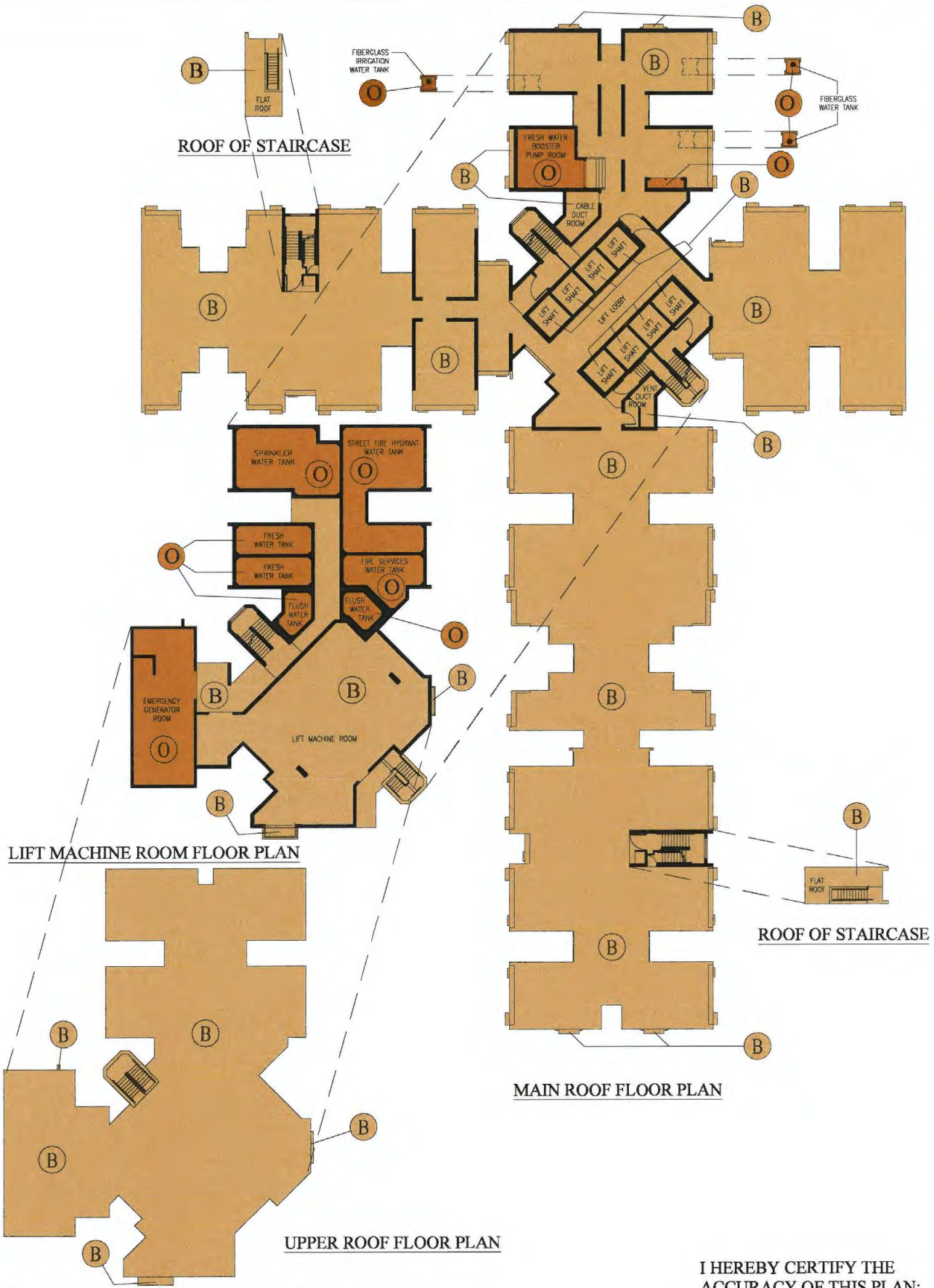
LOT NO. 1075 IN SURVEY DISTRICT NO. 3

I HEREBY CERTIFY THE ACCURACY OF THIS PLAN:

YUEN KWOK CHEUNG

RIBA ARAIA HKIA RA

AUTHORIZED PERSON (LIST 1)



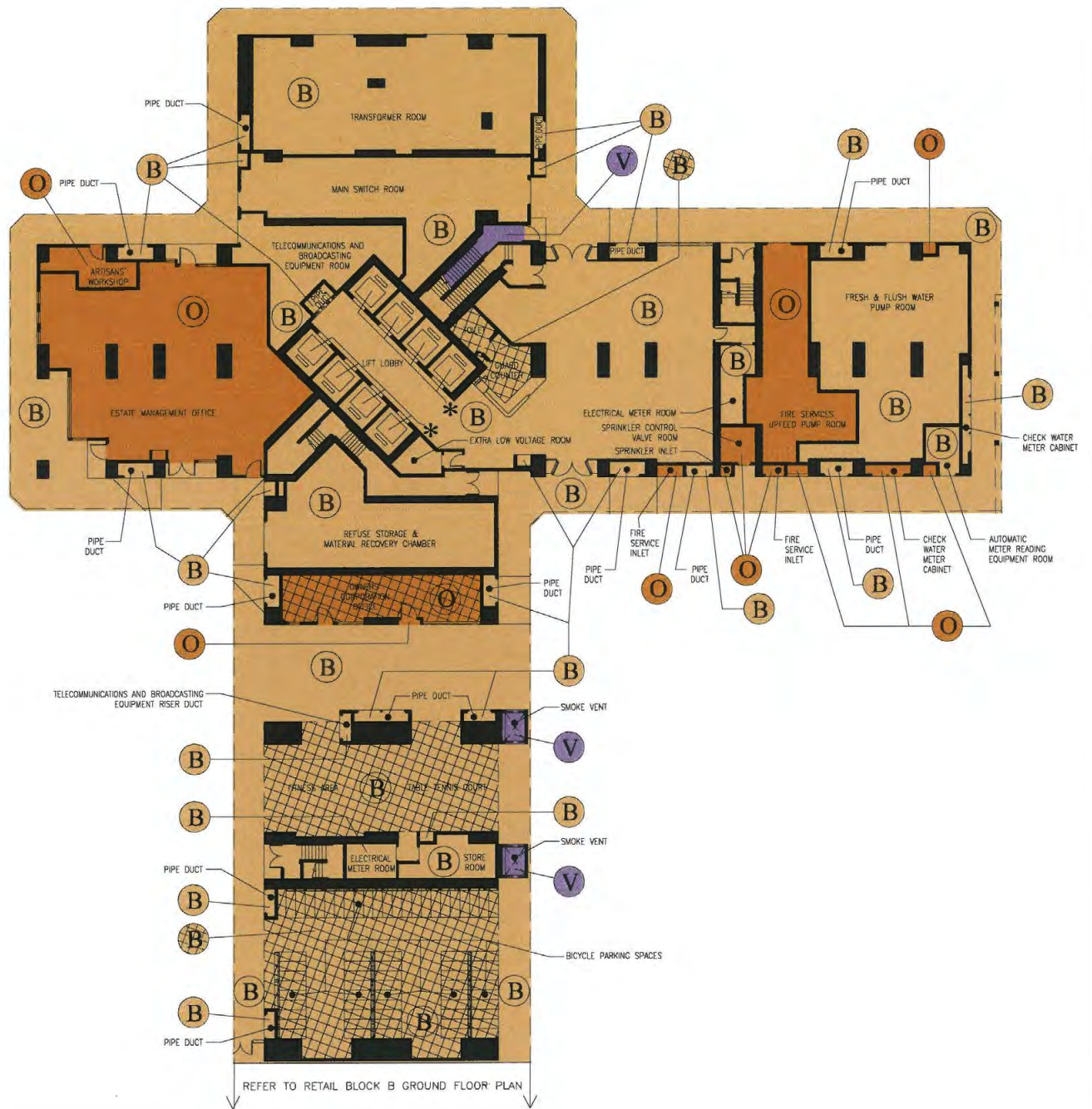
- O** = ORANGE - ESTATE COMMON AREAS AND FACILITIES
- B** = BROWN - RESIDENTIAL BLOCKS COMMON AREAS AND FACILITIES

NOT TO SCALE

MAIN ROOF FLOOR, LIFT MACHINE ROOM FLOOR AND UPPER ROOF FLOOR PLANS
 BLOCK A
 ON SAU COURT
 LOT NO. 1075 IN SURVEY DISTRICT NO. 3

I HEREBY CERTIFY THE ACCURACY OF THIS PLAN:

Yuen Kwok Cheung
 YUEN KWOK CHEUNG
 RIBA ARAIA HKIA RA
 AUTHORIZED PERSON (LIST 1)



* = THE LIFT SHAFT AREAS PROVIDED ABOVE THE AVERAGE STANDARD

V = VIOLET - PARKING AREAS

O = ORANGE - ESTATE COMMON AREAS AND FACILITIES

O (with cross-hatch) = ORANGE CROSS HATCHED BLACK - ESTATE COMMON AREAS AND FACILITIES (GFA CONCESSIONS AREA)

B = BROWN - RESIDENTIAL BLOCKS COMMON AREAS AND FACILITIES

B (with cross-hatch) = BROWN CROSS HATCHED BLACK - RESIDENTIAL BLOCKS COMMON AREAS AND FACILITIES (GFA CONCESSIONS AREA)

NOT TO SCALE

GROUND FLOOR PLAN

BLOCK B

ON SAU COURT

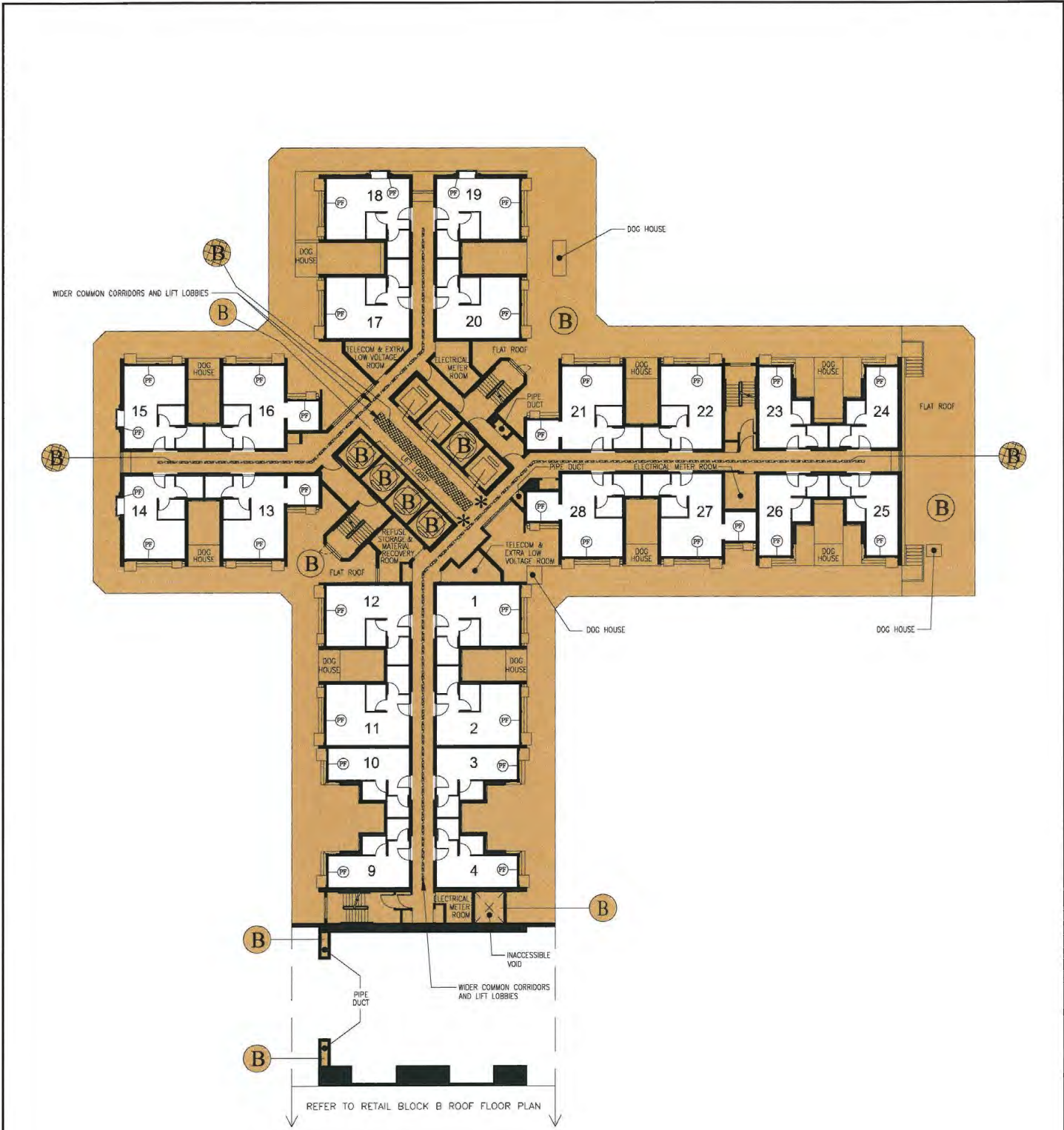
LOT NO. 1075 IN SURVEY DISTRICT NO. 3

I HEREBY CERTIFY THE ACCURACY OF THIS PLAN:

YUEN KWOK CHEUNG

RIBA ARAIA HKIA RA

AUTHORIZED PERSON (LIST 1)

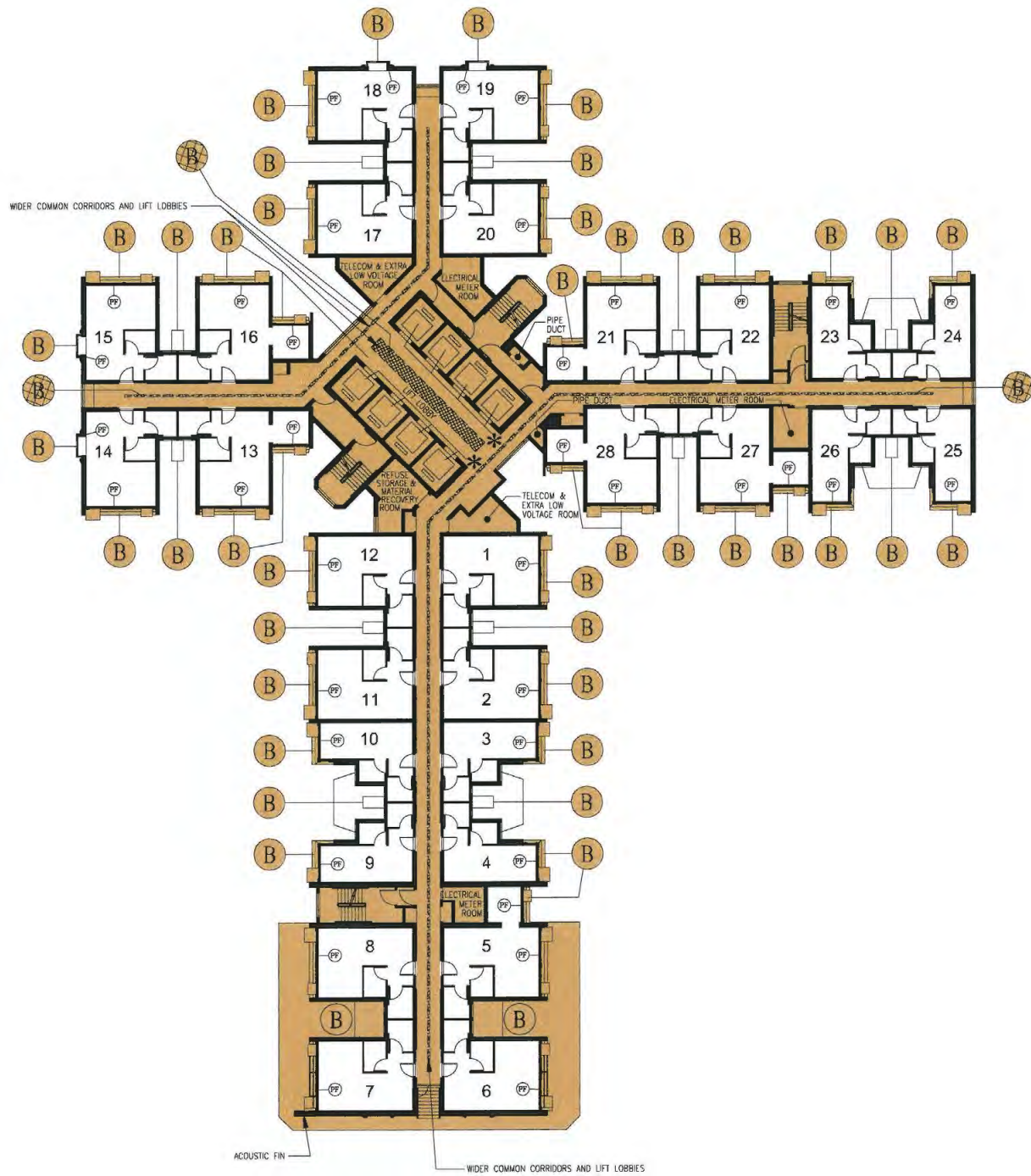


- * = THE LIFT SHAFT AREAS PROVIDED ABOVE THE AVERAGE STANDARD
- (PF) = NON-STRUCTURAL PREFABRICATED EXTERNAL WALLS
- (B) = BROWN - RESIDENTIAL BLOCKS COMMON AREAS AND FACILITIES
- (B) = BROWN CROSS HATCHED BLACK - RESIDENTIAL BLOCKS COMMON AREAS AND FACILITIES (GFA CONCESSIONS AREA)

NOT TO SCALE
 FIRST FLOOR PLAN
 BLOCK B
 ON SAU COURT
 LOT NO. 1075 IN SURVEY DISTRICT NO. 3

I HEREBY CERTIFY THE ACCURACY OF THIS PLAN:

(Signature)
 YUEN KWOK CHEUNG
 RIBA ARAIA HKIA RA
 AUTHORIZED PERSON (LIST 1)



* = THE LIFT SHAFT AREAS PROVIDED ABOVE THE AVERAGE STANDARD

(PF) = NON-STRUCTURAL PREFABRICATED EXTERNAL WALLS

(B) = BROWN - RESIDENTIAL BLOCKS COMMON AREAS AND FACILITIES

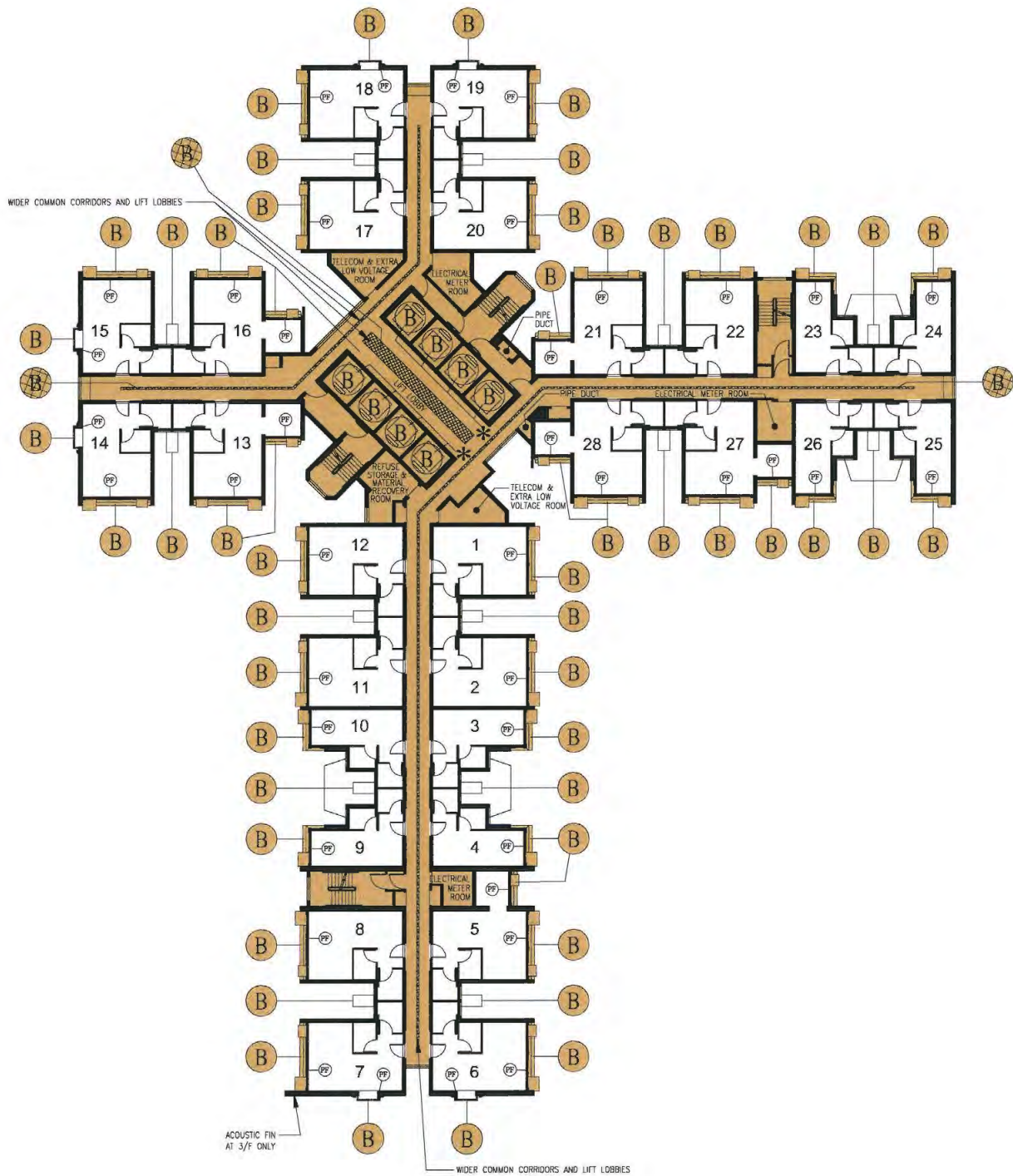
(B) = BROWN CROSS HATCHED BLACK - RESIDENTIAL BLOCKS COMMON AREAS AND FACILITIES (GFA CONCESSIONS AREA)

NOT TO SCALE

2ND FLOOR PLAN
 BLOCK B
 ON SAU COURT
 LOT NO. 1075 IN SURVEY DISTRICT NO. 3

I HEREBY CERTIFY THE ACCURACY OF THIS PLAN:

YUEN KWOK CHEUNG
 RIBA ARAIA HKIA RA
 AUTHORIZED PERSON (LIST 1)

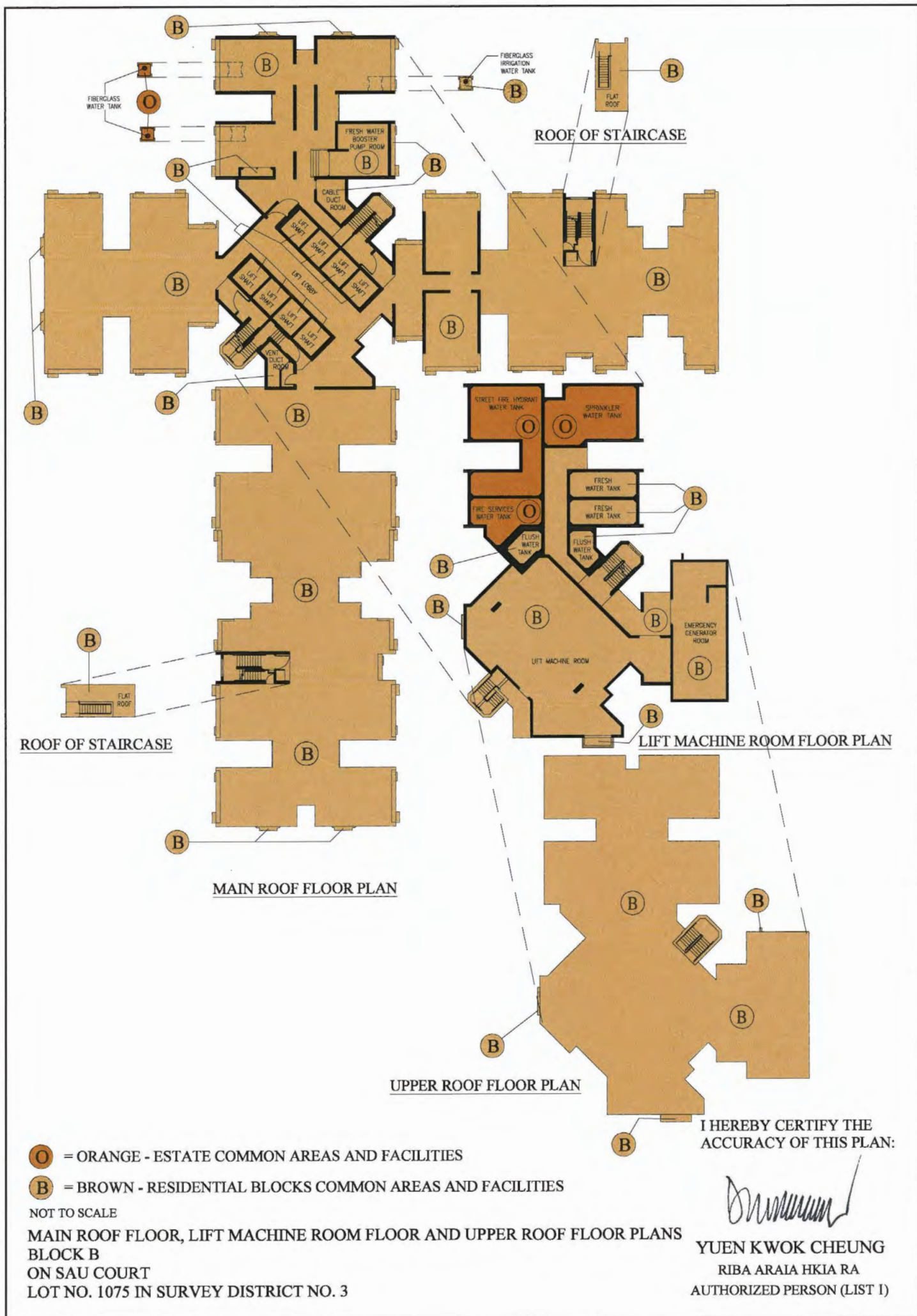


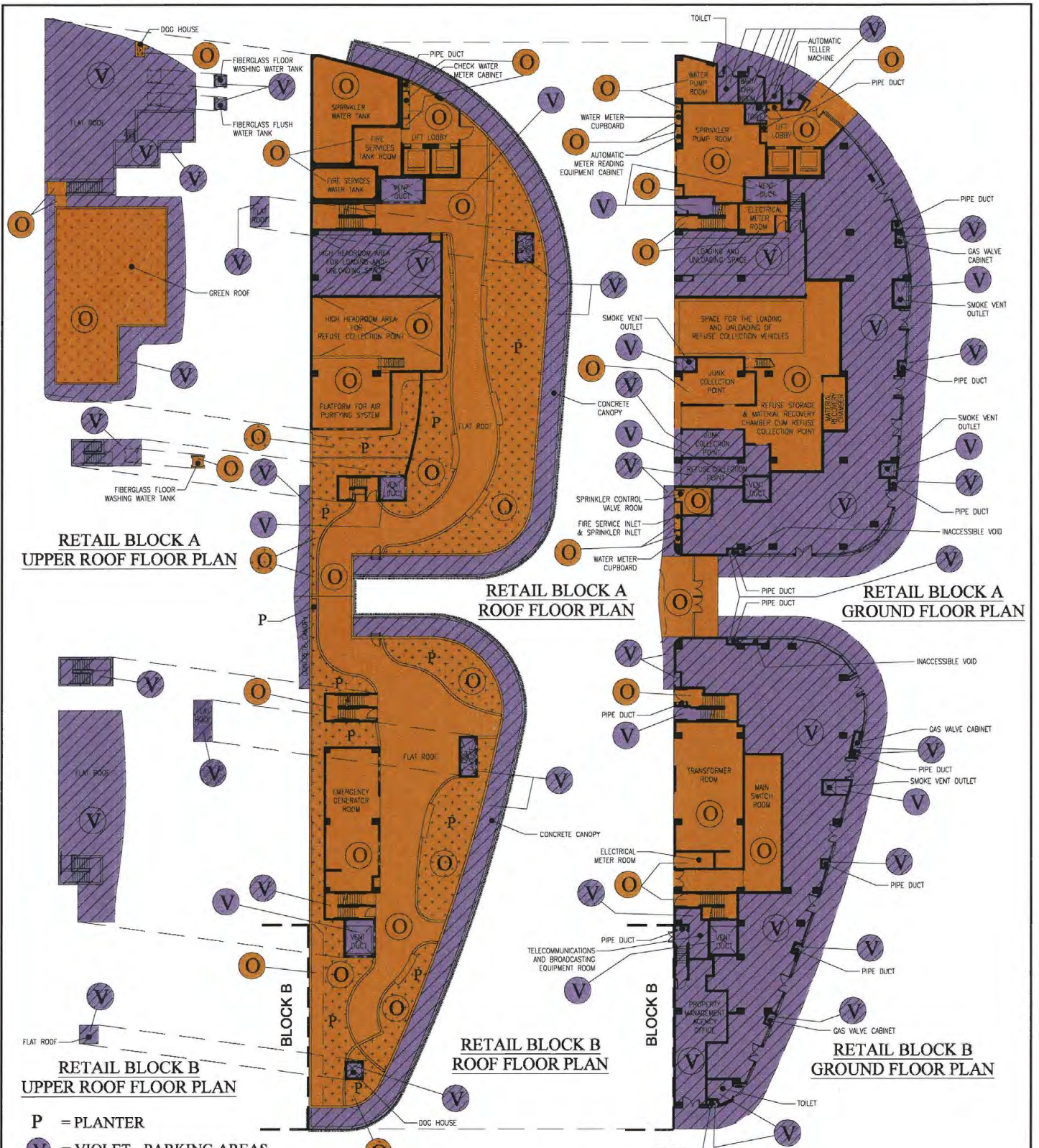
- * = THE LIFT SHAFT AREAS PROVIDED ABOVE THE AVERAGE STANDARD
- (PF) = NON-STRUCTURAL PREFABRICATED EXTERNAL WALLS
- (B) = BROWN - RESIDENTIAL BLOCKS COMMON AREAS AND FACILITIES
- (B with cross-hatch) = BROWN CROSS HATCHED BLACK - RESIDENTIAL BLOCKS COMMON AREAS AND FACILITIES (GFA CONCESSIONS AREA)

NOT TO SCALE
 3RD TO 33RD FLOOR PLAN
 BLOCK B
 ON SAU COURT
 LOT NO. 1075 IN SURVEY DISTRICT NO. 3

I HEREBY CERTIFY THE ACCURACY OF THIS PLAN:

YUEN KWOK CHEUNG
 RIBA ARAIA HKIA RA
 AUTHORIZED PERSON (LIST 1)





**RETAIL BLOCK A
UPPER ROOF FLOOR PLAN**

**RETAIL BLOCK A
ROOF FLOOR PLAN**

**RETAIL BLOCK A
GROUND FLOOR PLAN**

**RETAIL BLOCK B
UPPER ROOF FLOOR PLAN**

**RETAIL BLOCK B
ROOF FLOOR PLAN**

**RETAIL BLOCK B
GROUND FLOOR PLAN**

- P = PLANTER
- V = VIOLET - PARKING AREAS
- V (with diagonal hatching) = VIOLET HATCHED BLACK - COMMERCIAL AREAS
- O (with orange cross-hatching) = ORANGE - ESTATE COMMON AREAS AND FACILITIES
- O (with orange background and black crosses) = ORANGE WITH BLACK CROSSES - ESTATE COMMON AREAS AND FACILITIES (GREENERY AREA OF 525.159 SQ.M.)
- O (with orange background and red crosses) = ORANGE WITH RED CROSSES - ESTATE COMMON AREAS AND FACILITIES (GREENERY AREA OF 75.114 SQ.M.#)
- # represents the figure (50% of the actual area) calculated as greenery area under the approved building plans
- O (with orange background and black cross-hatching) = ORANGE CROSS HATCHED BLACK- ESTATE COMMON AREAS AND FACILITIES (GFA CONCESSIONS AREA)

NOT TO SCALE

GROUND FLOOR, ROOF FLOOR AND UPPER ROOF FLOOR PLANS
RETAIL BLOCK A AND B
ON SAU COURT
LOT NO. 1075 IN SURVEY DISTRICT NO. 3

I HEREBY CERTIFY THE
ACCURACY OF THIS PLAN:

YUEN KWOK CHEUNG
RIBA ARAIA HKIA RA
AUTHORIZED PERSON (LIST 1)