

DATED 6th day of October 2022

GOLDEN CENTURION LIMITED

and



and

HARRIMAN PROPERTY MANAGEMENT LIMITED
(夏利文物業管理有限公司)

**DEED OF MUTUAL COVENANT
AND MANAGEMENT AGREEMENT**

of

**KOKO HILLS Development, Nos. 3 and 8 Ko Ling Road, Hong Kong
erected on**

The Remaining Portion of New Kowloon Inland Lot No.6584

BAKER & MCKENZIE
14th Floor, One Taikoo Place,
979 King's Road, Quarry Bay,
Hong Kong

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THIS DEED is made on the 6th day of October 2022

BETWEEN:

- (1) **GOLDEN CENTURION LIMITED**, whose registered office is situate at 2nd Floor, One Island South, 2 Heung Yip Road, Wong Chuk Hang, Hong Kong (the “First Owner”);
- (2) [REDACTED] **KOKO HILLS** of **KOKO HILLS DEVELOPMENT**, No. 3 Ko Ling Road, Kowloon (the “First Assignee”); and
- (3) **HARRIMAN PROPERTY MANAGEMENT LIMITED** (夏利文物業管理有限公司) whose registered office is situate at 2nd Floor, One Island South, 2 Heung Yip Road, Wong Chuk Hang, Hong Kong (the “Company”).

NOW THIS DEED WITNESSES as follows:

1. DEFINITIONS

In this Deed the following definitions apply unless the context otherwise requires:

“**Advance Payment**” means a sum equal to 2 months’ Monthly Management Fees payable for a Unit during the first Financial Year or, in the case of a Unit in a Subsequent Phase, during the first Financial Year in which that Subsequent Phase becomes a Completed Phase;

“**Authorized Person**” means Chiu Wai Man of WCWP International Limited of 11/F, Skyway House, 3 Sham Mong Road, Tai Kok Tsui, Kowloon, Hong Kong, and any other replacement authorized person for the time being appointed by the First Owner;

“**Budget**” means, in relation to a Financial Year, the budget of the Management Expenses which is prepared and sent or (as the case may be) displayed in accordance with Clause 10.2(a) by the Manager and has not been rejected under Clause 10.2(e), including all revisions thereto made in compliance with Clause 10.2(c); and “**approval**”, when used in relation to the Budget, means the preparation and sending or (as the case may be) displaying of the budget in accordance with Clause 10.2(a) and the fact of its not being rejected under Clause 10.2(e) and “**approve**”, when used in relation to the Budget, shall be construed accordingly;

“**Building Plans**” means the general building plans and specifications in respect of the Development or in respect of any part or parts of the Development prepared by the Authorized Person and approved by the Building Authority under reference no. BD 2/4062/16 and includes any amendment thereto as approved by the Building Authority;

“**Car Parking Space**” means a car parking space provided as at the date hereof or to be provided in a Subsequent Phase under Special Condition Nos.(36)(a)(i) or (38)(a)(i) of the Land Grant, in respect of which the Right to Occupy belongs to the Owner of

the Shares allocated or to be allocated to such a parking space, including the electric vehicle charging enabling facilities (if any) and the associated installations installed or to be installed for serving that parking space exclusively;

“Common Parts” means all areas, systems, equipment, facilities, machinery, fixtures, fittings, Conduits or other matters in the Land:

- (a) which are intended for the common use and benefit of different Owners, occupiers, licensees or invitees of the Land or any part thereof;
- (b) as will fall within the definition of “common parts” in section 2 of the Ordinance; or
- (c) which are from time to time designated by the First Owner to be Common Parts in accordance with Clause 14.16(b) of this Deed or under a Subsequent Phase Sub-Deed.

The expression shall include (subject to the provisions of this Deed) the matters referred to in Schedule 4 (if existing in the Development) and shall also include all those common areas of the Development which are (for identification purpose) coloured green, yellow, yellow hatched black, yellow stippled black, yellow cross-hatched black and violet on the Plans. To avoid doubt, the expression shall include Development Common Parts, Residential Common Parts and Parking Common Parts. To avoid doubt, the expression shall exclude any system, equipment, facility, machinery, fixture, fitting or Conduit which serves only one Unit;

“Common Parts Shares” means the Shares allocated to the Common Parts under this Deed and any other Subsequent Phase Sub-Deed;

“Common Utilities Deposits” means the water, electricity, gas and other utilities deposits in respect of the Common Parts;

“Completed Phase” means a Phase in the Development in respect of which an occupation permit has been issued and the relevant Subsequent Phase Sub-Deed has been executed;

“Conduits” includes sewers, drains, pipes, wires, cables, ducts, risers, gutters, flues, watercourses, fibres and any medium for the passage or transmission of soil, sewage, water, gas, electricity, air, smoke, information or other matters, and associated equipment and structures;

“Covered Landscape and Play Areas” means the covered landscape and play area(s) in one or more Subsequent Phases which is/are to be identified as such in the Subsequent Phase Sub-Deed Plans;

“Decoration Deposit” means the Decoration Deposit referred to in Schedule 7, paragraph 26;

“Debris Removal Charge” means a sum equal to one month’s Monthly Management Fees payable for the Flat concerned during the first Financial Year or, in the case of a

Flat in a Subsequent Phase, during the first Financial Year in which that Subsequent Phase becomes a Completed Phase;

“Development” means the whole of the development constructed or in the course of construction on the Land in accordance with the Land Grant and the Building Plans and known as “KOKO HILLS Development”;

“Development Common Parts” means:

- (a) those areas of the Development which are (for identification purpose) coloured green on the Plans (collectively the “Coloured Green Areas” in this definition);
- (b) all glazing, window panes, window frames, doors, door frames, louvers, louver frames and internal finishes of any Coloured Green Areas;
- (c) internal partitions (whether structural or load bearing or not) inside the Coloured Green Areas and any slab separating different parts of the Coloured Green Areas and any beam or part of any beam supporting that slab;
- (d) structural or load bearing elements inside the Coloured Green Areas;
- (e) the inner half of any element (including ceiling or floor slab of the Coloured Green Areas), whether structural or load bearing or not, separating the Coloured Green Areas from any Flat or from any area which is coloured on the Plans as any other type of Common Parts, and any beam supporting that ceiling slab (if that element is a ceiling slab of the Coloured Green Areas);
- (f) any water-proofing system on the top of the floor slab of any Coloured Green Areas;
- (g) the Transformer Room Facilities;
- (h) the foundations of the Development;
- (i) the landfill gas detection and mechanical ventilation system;
- (j) any Slope Structures within the Land;
- (k) such other Development Common Parts designated by the First Owner under a Subsequent Phase Sub-Deed; and
- (l) those Common Parts which:
 - (i) are provided or installed for the common use and benefit of the Owners, occupiers, licensees or invitees of different Flats and Parking Spaces; or
 - (ii) do not form part of the Residential Common Parts and Parking Common Parts;

“Development Management Expenses” means all Management Expenses which:

- (a) are attributable to the Development Common Parts, or for the common benefit of the Owners, occupiers, licensees or invitees of different Flats and Parking Spaces; or
- (b) do not form part of the Residential Management Expenses and Parking Management Expenses;

“Development Rules” means rules governing the Land from time to time in force made under this Deed;

“Estimated Management Expenses” means any of the following (as the case may be):

- (a) the proposed Management Expenses set out in the approved Budget for the Financial Year in question;
- (b) if and for so long as Clause 10.2(b)(i) applies, the Management Expenses (if any) for the previous Financial Year; and
- (c) if and for so long as Clause 10.2(e) applies, the Management Expenses for the previous Financial Year, together with the additional amount permitted under Clause 10.2(e);

and the expressions **“Estimated Development Management Expenses”** and **“Estimated Residential Management Expenses”** and **“Estimated Parking Management Expenses”** shall be construed accordingly;

“Financial Year” means 1st January to 31st December in any year except that the first Financial Year shall start on the date of this Deed and end on:

- (a) 31st December of the same year; or
- (b) if this Deed is executed after 30th June of that year, 31st December of the next year;

or such other period as may be decided by the Manager under Clause 10.19;

“Fire Safety Management Plan” means the fire safety management plan of the Development and any amendments thereto from time to time approved by the competent authorities (if applicable);

“First Assignee’s Unit” means [redacted] Shares and the attached Right to Occupy Flat [redacted] on [redacted] of KOKO HILLS of the Development;

“Flat” means a domestic unit in the Development (whether in Phase 1 or a Subsequent Phase), in respect of which the Right to Occupy belongs to the Owner of the Shares allocated or to be allocated to such domestic unit, including:

- (a) any balcony, utility platform, flat roof, roof or garden held with and forming part of such domestic unit, each balcony or utility platform forming part of any domestic unit is, for the purpose of identification, hatched black (in the case of a balcony) or dashed black (in the case of a utility platform) on the Plans or the Subsequent Phase Sub-Deed Plans;
- (b) railings or glass balustrades enclosing a balcony, utility platform, flat roof, roof or garden held with and forming part of such domestic unit and any such railings or glass balustrades expressly stated to form part of such domestic unit on the Subsequent Phase Sub-Deed Plans;
- (c) all glazing, window panes, window frames, doors, door frames, louvres and louvre frames and internal finishes of the domestic unit (or of any balcony, utility platform, flat roof, roof or garden held with and forming part of the domestic unit);
- (d) all sanitary appliances in the domestic unit;
- (e) the staircases and landings and stairhood, if any, inside such domestic unit;
- (f) the non-structural or non-load bearing internal partitions of such domestic unit;
- (g) all internal finishes (including plastering, paints, wallpapers) of such domestic unit (or of any balcony, utility platform, flat roof, roof or garden held with and forming part of the domestic unit) including those attached to structural or load bearing elements enclosing, adjoining or inside the domestic unit (or any balcony, utility platform, flat roof, roof or garden held with and forming part of the domestic unit), but excluding any other part of such structural or load bearing elements;
- (h)
 - (i) the inner half of any non-structural or non-load bearing elements (including parapets) separating the domestic unit (or any balcony, utility platform, flat roof, roof or garden held with and forming part of the domestic unit) from another domestic unit (or any balcony, utility platform, flat roof, roof or garden held with and forming part of that another domestic unit); and
 - (ii) the inner half of any non-structural or non-load bearing elements separating the domestic unit (or any balcony, utility platform, flat roof, roof or garden held with and forming part of the domestic unit) from any area coloured as Common Parts on the Plans or the Subsequent Phase Sub-Deed Plans, excluding any parapet which has been coloured as a Common Part on the Plans or the Subsequent Phase Sub-Deed Plans (but including the internal finishes of the flat roof, roof or garden held with and forming part of the domestic unit on such parapet);
- (i) the floor slab or ceiling slab separating a part of the domestic unit (or of any balcony, utility platform, flat roof, roof or garden held therewith and forming

part thereof) from another part of that domestic unit (or of any balcony, utility platform, flat roof, roof or garden held therewith and forming part thereof);

- (j) all systems, equipment, facilities, machinery, fixtures, fittings, Conduits serving exclusively the domestic unit and/or any balcony, utility platform, flat roof, roof or garden held with and forming part of the domestic unit;
- (k) water-proofing system on the floor slab of the balcony, utility platform, flat roof, roof or garden held with and forming part of such domestic unit; and
- (l) all systems, equipment, facilities, machinery, fixtures, fittings, Conduits serving exclusively any or some of the above;

but shall exclude (notwithstanding paragraphs (a) to (l) of this definition):

- (m) structural or load bearing elements enclosing, adjoining or inside the domestic unit (or any balcony, utility platform, flat roof, roof or garden held with and forming part of the domestic unit) other than those mentioned in paragraph (i) of this definition);
- (n) anything (save and except those referred to in paragraph (k) of this definition) forming part of any water-proofing system of the Development;
- (o) any Conduits located inside such domestic unit, or any balcony, utility platform, flat roof, roof or garden held with and forming part of the domestic unit, which do not exclusively serve the domestic unit, or any balcony, utility platform, flat roof, roof or garden held therewith, or any part thereof; and
- (p) the entire façade, all external walls (whether structural or not) and any curtain wall forming part thereof (and the frames, glass, cast-in anchors and other components of the curtain wall system including any openable window installed therein or thereto), all external parapets of the Development, and external finishes, claddings and architectural fins, grilles, metal grilles louveres, and features thereon, if any;

“Geotechnical Guidelines” means “Geoguide 5 - Guide to Slope Maintenance” (as amended or substituted from time to time) and any other relevant geotechnical guidelines or regulations issued by the Geotechnical Engineering Office or any other Government department from time to time;

“Government” means the Government of Hong Kong;

“Green Area” means “the Green Area” as defined in Special Condition No.(3)(a)(i)(I) of the Land Grant together with the “Green Area Structures” defined in Special Condition No.(3)(a)(i)(II) of the Land Grant and all structures, surfaces, water mains, utilities, gullies, sewers, drains, fire hydrants, services, street lights, traffic signs, traffic signals, street furniture, road markings and plant constructed, installed and provided thereon or therein in accordance with the Land Grant;

“Green Hatched Black Areas” means “the Green Hatched Black Areas” as defined

in Special Condition No.(51)(a) of the Land Grant;

“Greenery Areas” means the greenery areas in the Development referred to in Special Condition No.(28)(b)(i) of the Land Grant which are for identification purposes shown coloured yellow stippled black on the Plans or the Subsequent Phase Sub-Deed Plans (and the vertical greenery forming part thereof is for identification purposes marked with orange dotted lines on the Plans or the Subsequent Phase Sub-Deed Plans);

“Hong Kong” means the Hong Kong Special Administrative Region of the People’s Republic of China;

“Horizontal Screen / Covered Walkway” means the horizontal screen or covered walkway in the Development which are for identification purposes shown edged with indigo dotted lines on the Plans or the Subsequent Phase Sub-Deed Plans;

“Land” means the parcel of land registered in the Land Registry as The Remaining Portion of New Kowloon Inland Lot No. 6584; and, where the context permits, shall include the Development thereon;

“Land Grant” means the Agreement and Conditions of Sale dated 13 December 2016 and registered in the Land Registry as Conditions of Sale No. 20284 including all amendments, variations, modifications or extensions thereof or waivers or consents or no-objections by the Government of or in relation to any provision contained therein, made or effected from time to time after the date of the Land Grant;

“Management Expenses” means the Management Expenses more particularly described in Clause 10.1;

“Management Fees Deposit” means a sum equal to 3 months’ Monthly Management Fees payable for a Unit during the first Financial Year or, in the case of a Unit in a Subsequent Phase, during the first Financial Year in which that Subsequent Phase becomes a Completed Phase;

“Management Funds” means all moneys held by the Manager under this Deed including payments on account of Monthly Management Fees, Advance Payments, Management Fees Deposits, Common Utilities Deposits, Debris Removal Charges and the Special Fund;

“Management Shares” means the management shares allocated to the Units in accordance with Schedule 2 and includes, after a Subsequent Phase Sub-Deed has been entered into, the management shares allocated to the Units thereunder;

“Manager” means any person who for the time being is, for the purpose of this Deed, managing the Development;

“Manager’s Remuneration” means the remuneration to the Manager for managing the Land under this Deed;

“Monthly Management Fees” means the monthly management fees payable by an

Owner in respect of each Unit which he has the Right to Occupy, calculated in accordance with Clause 10.3(c);

“Motorcycle Parking Space” means a motor cycle parking space provided as at the date hereof or to be provided in a Subsequent Phase under Special Condition No.(36)(c)(i) or (38)(c)(i) of the Land Grant, in respect of which the Right to Occupy belongs to the Owner of the Shares allocated or to be allocated to such a parking space, including the electric vehicle charging enabling facilities (if any) and the associated installations installed or to be installed for serving that parking space exclusively;

“Non-enclosed Areas” means:

- (a) the balconies in the Development (which are, for the purpose of identification, shown hatched black on the Plans or the Subsequent Phase Sub-Deed Plans) and the covered areas in the Development beneath the balconies in the Development;
- (b) the utility platforms in the Development (which are, for the purpose of identification, shown dashed black on the Plans or the Subsequent Phase Sub-Deed Plans) and the covered areas in the Development beneath the utility platforms in the Development; and
- (c) the air-conditioner platforms in Phase 3A and Phase 3B (each marked with “ACP.” on the Subsequent Phase Sub-Deed Plans for Phase 3A and Phase 3B for identification purpose) and the covered areas in Phase 3A and Phase 3B beneath the air-conditioner platforms in Phase 3A and Phase 3B;

(the said covered areas beneath the balconies, utility platforms and/or air-conditioner platforms in the Development are marked with “BALCONY ABOVE”, “U.P. ABOVE” and “BALCONY, U.P., A.C. PLATFORM ABOVE” (as the case may be) on the Plans or the Subsequent Phase Sub-Deed Plans for identification purpose).

“Open Kitchen Flat” means a Flat with open kitchen design, that is to say, those which are marked with “OPEN KIT.” on the Plans or the Subsequent Phase Sub-Deed Plans;

“Ordinance” means the Building Management Ordinance (Cap. 344);

“Owner” means each person in whom for the time being any Share is vested and appears from the records at the Land Registry to be the owner of such Share and every joint tenant or tenant in common of any Share, and (where any Share has been assigned or charged by way of mortgage or charge) includes both the mortgagor or chargor, and the mortgagee or chargee in possession of or having foreclosed such Share Provided that (subject to the provisions of the mortgage or charge) the voting rights attached to such Share by the provisions of this Deed is exercisable only by the mortgagor or chargor unless the mortgagee or chargee is in possession of or has foreclosed or has appointed a receiver to manage such Share;

“Owners’ Committee” means a committee of the Owners of the Development

established under the provisions of this Deed;

“**Owners’ Corporation**” means the corporation of the Owners incorporated under section 8 of the Ordinance;

“**Parking A Percentage**” means:

$$\frac{\text{Parking Spaces Lump Sum}}{\text{Parking Spaces Lump Sum} + \text{Residential Common Parking Spaces Lump Sum}} \times 100\%$$

“**Parking B Percentage**” means:

$$\frac{\text{Residential Common Parking Spaces Lump Sum}}{\text{Parking Spaces Lump Sum} + \text{Residential Common Parking Spaces Lump Sum}} \times 100\%$$

“**Parking Common Parts**” means those Common Parts which are provided or installed for the common use and benefit of Owners, occupiers, licensees or invitees of different Parking Spaces and Residential Common Parking Spaces; and shall include:

- (a) those areas of the Development which are (for identification purpose) coloured violet on the Plans (the “**Coloured Violet Areas**” in this definition);
- (b) all glazing, window panes, window frames, doors, door frames, louvers, louver frames and internal finishes of any Coloured Violet Areas mentioned in paragraph (a) of this definition (unless coloured on the Plans as part of another type of Common Parts);
- (c) non-structural or non-loading bearing internal partitions inside the Coloured Violet Areas;
- (d) the inner half of any non-structural or non-load bearing elements separating the Coloured Violet Areas from any area which is coloured on the Plans as another type of Common Part (including those on which electric vehicle charging enabling facilities (if any) for serving a Parking Space or Residential Common Parking Spaces exclusively and the associated installations are installed or to be installed);
- (e) any water-proofing system on the top of the floor slab of any Coloured Violet Areas;
- (f) the structural and load bearing elements of the Development which only serves or supports the Parking Spaces and/or any Coloured Violet Area;
- (g) poles in the Coloured Violet Area on which electric vehicle charging enabling facilities (if any) for serving a Parking Space or Residential Common Parking Spaces exclusively and the associated installations are installed or to be installed;

- (h) such other Parking Common Parts designated by the First Owner under a Subsequent Phase Sub-Deed; and
- (i) all systems, equipment, facilities, machinery, fixtures, fittings, Conduits serving exclusively any or some of the above;

“Parking Management Expenses” means all Management Expenses which are attributable to the Parking Common Parts or for the common benefit of Owners, occupiers, licensees or invitees of different Parking Spaces and Residential Common Parking Spaces;

“Parking Space” means a Car Parking Space or a Motorcycle Parking Space;

“Parking Spaces Lump Sum” means:

- (a) the total number of Car Parking Spaces (each of them having a size of 12.5 square metres) in all Completed Phases; PLUS
- (b) 0.192 times the total number of Motorcycle Parking Spaces (each of them having a size of 2.4 square metres, while 0.192 being the ratio of 2.4 square metres to 12.5 square metres) in all Completed Phases;

“Parking Space for Disabled Persons” means a car parking space provided as at the date hereof or to be provided in a Subsequent Phase under Special Condition Nos. (36)(b)(i) and (38)(b)(i) of the Land Grant which are (for identification purpose) coloured yellow cross-hatched black and marked with “PARKING SPACE FOR DISABLED PERSONS” on the Plans or the Subsequent Phase Sub-Deed Plans;

“Pedestrian Crossing” means “the Pedestrian Crossing” as defined in Special Condition No.(14) of the Land Grant together with the “Pedestrian Crossing Structures” defined in Special Condition No.(15)(a)(i)(II) of the Land Grant and all structures, surfaces, gullies, sewers, drains, fire hydrants, services, street lights, traffic signs, street furniture, road markings and plant constructed, installed and provided thereon or therein in accordance with the Land Grant;

“Phase” means any of Phase 1, Phase 2, Phase 3A and Phase 3B;

“Phase 1” means Phase 1 of the Development as demarcated in the Building Plans, which is shown for the purpose of identification coloured pink on the Phasing Plans and known as “KOKO HILLS”;

“Phase 2” means Phase 2 of the Development as demarcated in the Building Plans;

“Phase 3A” means Phase 3A of the Development as demarcated in the Building Plans;

“Phase 3B” means Phase 3B of the Development as demarcated in the Building Plans;

“Phasing Plans” the plans annexed to this Deed as Appendix 2, the accuracy of which has been certified by or on behalf of the Authorized Person;

“Plans” means the plans annexed to this Deed as Appendix 1, the accuracy of which has been certified by or on behalf of the Authorized Person;

“Recreational Facilities” means those areas of the Development which are coloured yellow hatched black on the Plans or the Subsequent Phase Sub-Deed Plans and the recreational and sporting facilities from time to time provided in such areas for the residents in the Development and their bona fide visitors, together with all facilities and areas ancillary thereto;

“Residential Common Parking Spaces” means collectively the Visitors’ Parking Spaces and the Parking Spaces for Disabled Persons which are (for identification purpose) coloured yellow cross-hatched black on the Plans or the Subsequent Phase Sub-Deed Plans;

“Residential Common Parking Spaces Lump Sum” means:

- (a) the total number of Residential Common Parking Spaces in all Completed Phases having a size of 12.5 square metres; PLUS
- (b) 1.4 times total number of those Residential Common Parking Spaces in all Completed Phases having a size of 17.5 square metres (1.4 being the ratio of 17.5 square metres to 12.5 square metres);

“Residential Common Parts” means those Common Parts which are provided or installed for the common use and benefit of Owners, occupiers, licensees or invitees of different Flats; and shall include:

- (a) those areas of the Development which are (for identification purpose) coloured yellow, yellow hatched black, yellow stippled black and yellow cross-hatched black on the Plans (collectively the “Coloured Yellow Areas” in this definition);
- (b) all glazing, window panes, window frames, doors, door frames, louvers and louver frames of any Coloured Yellow Areas;
- (c) internal partitions (whether structural or load bearing or not) inside the Coloured Yellow Areas;
- (d) the inner half of any non-structural or non-load bearing elements separating any Coloured Yellow Areas from any domestic unit in the Development (or of any balcony, utility platform, flat roof, roof or garden held with and forming part of the domestic unit) or from any area which is coloured on the Plans as another type of Common Parts;
- (e) the façade, external walls (whether structural or not) including any curtain wall forming part thereof (and the frames, glass, cast-in anchors and other components of the curtain wall system including any openable window

installed therein or thereto) and any non-structural prefabricated external walls (which are (for identification purpose) shown edged with red dotted lines on the Plans)) and external parapets of the Development (including the glazing, windows, window panes, window frames, louvers, louvers frames, external finishes, claddings and architectural fins and features thereon, if any), excluding any glazing, window panes, window frames, doors, door frames, louvers, louver frames forming part of the Development Common Parts or Parking Common Parts;

- (f) all lifts located in the Coloured Yellow Areas and associate fittings, fixtures, equipment, installations, lift shafts and lift pits of the Coloured Yellow Areas;
- (g) any water-proofing system on the top of the floor slab of any Coloured Yellow Areas;
- (h) the structural and load bearing elements of the Development which only serves or supports the Flats and/or any Coloured Yellow Area;
- (i) the loading and unloading spaces provided under Special Condition Nos.(37) and (39) of the Land Grant;
- (j) the Recreational Facilities;
- (k) the Greenery Areas;
- (l) the Horizontal Screen / Covered Walkway;
- (m) the Residential Common Parking Spaces and the electric vehicle charging enabling facilities (if any) and the associated installations installed or to be installed for serving one or more Residential Common Parking Spaces exclusively;
- (n) Wider Common Corridors and Lift Lobbies;
- (o) such other Residential Common Parts designated by the First Owner under a Subsequent Phase Sub-Deed; and
- (p) all systems, equipment, facilities, machinery, fixtures, fittings, Conduits serving exclusively any or some of the above;

“Residential Management Expenses” means all Management Expenses which are attributable to the Residential Common Parts or for the common benefit of Owners, occupiers, licensees or invitees of different Flats;

“Right to Occupy” means the exclusive right and privilege of an Owner, vis-à-vis the other Owners, and the Manager or (as the case may be) the Owners’ Corporation as owner of the Common Parts Shares, to hold, use, occupy and enjoy a Unit attached to any Share owned by him and to receive the rents and profits arising from the Unit;

“Share” means an equal undivided part or share of and in the Land and of and in the

Development allocated in accordance with the provisions of this Deed or a sub-deed of mutual covenant (if any);

“**Sign**” includes any sign, visual display, hoarding, showcase, signboard, bill plate, fascia, poster, advertisement, banner or other similar fixture or fitting (illuminated or otherwise);

“**Site A**” shall have the meaning given in Special Condition No.(13)(c)(ii) of the Land Grant, the boundary of which is indicated by pink solid line in the key plans on the Plans;

“**Site B**” shall have the meaning given in Special Condition No.(13)(c)(iii) of the Land Grant, the boundary of which is indicated by pink dotted line in the key plans on the Plans;

“**Slope Maintenance Manual**” means the slope maintenance manual(s) for the Slope Structures prepared in accordance with the Geotechnical Guidelines;

“**Slope Plan**” means a plan(s) of a scale not less than 1:500 annexed hereto as Appendix 3 which has been certified by or on behalf of the Authorized Person as to the inclusion of all Slope Structures;

“**Slope Structures**” means all slopes, slopes treatment works, retaining walls and other structures within or outside the Land to be maintained by the grantee (and its successors and assigns) under the Land Grant as shown for identification purposes only coloured pink on the Slope Plan;

“**Special Fund**” means a special fund to be set up by the Manager pursuant to the provisions of this Deed for expenditure in relation to the management of the Development of a capital and non-recurring nature for the purpose of paragraph 4 of Schedule 7 to the Ordinance;

“**Special Fund Initial Contribution**” means a sum equal to 2 months’ Monthly Management Fees payable for a Unit in Phase 1 during the first Financial Year or, in the case of a Unit in a Subsequent Phase, during the first Financial Year in which that Subsequent Phase becomes a Completed Phase;

“**Subsequent Phase**” means Phase 2, Phase 3A or Phase 3B, which are collectively shown for the purpose of identification coloured orange on the Phasing Plans;

“**Subsequent Phase Sub-Deed**” shall have the meaning given in paragraph 15(b)(v) of Schedule 6;

“**Subsequent Phase Sub-Deed Plans**” means plans to be annexed to any Subsequent Phase Sub-Deed;

“**Transformer Room Facilities**” means the transformer rooms in the Development including the transformer room in the Phase (which is for identification purpose marked “TRANSFORMER ROOM 1” on the Plans), cable accommodations and all associated facilities and such other Transformer Room Facilities referred to under a

Subsequent Phase Sub-Deed;

“**Unit**” means a Flat or a Parking Space and shall, where the context permits, include the Shares allocated or to be allocated to and the attached Right to Occupy that Flat or Parking Space;

“**Visitors’ Parking Space**” means a car parking space provided as at the date hereof or to be provided in a Subsequent Phase under Special Condition Nos. (36)(a)(iii) and (38)(a)(iii) of the Land Grant which are (for identification purpose) coloured yellow cross-hatched black on the Plans or the Subsequent Phase Sub-Deed Plans, excluding however any Parking Space for Disabled Persons;

“**W&I Maintenance Manual**” shall mean any maintenance manual referred to in Clause 14.11(a);

“**Wider Common Corridors and Lift Lobbies**” means the wider common corridors and lift lobbies in the residential tower of the Development which are (for identification purpose) shown edged with brown dotted lines on the Plans or the Subsequent Phase Sub-Deed Plans;

“**Works and Installations**” means the major works and installations in the Development, which will require regular maintenance on a recurrent basis, that is to say those listed out in Schedule 8 as may be revised in accordance with Clause 14.11(d); and

“**Yellow Area**” means “the Yellow Area” as defined in Special Condition No.(7)(a)(i)(I) of the Land Grant together with all structures, surfaces, gullies, sewers, drains, fire hydrants, services, signages and lightings constructed, installed and provided thereon or therein in accordance with the Land Grant.

2. INTERPRETATION

In this Deed, unless the context otherwise requires:

- (a) words importing the singular include the plural and vice versa;
- (b) words importing any gender include every gender;
- (c) words importing persons include firms, companies, corporations and unincorporated bodies and vice versa;
- (d) references to Clauses, Schedules and Appendices are references to the relevant clause in or schedule or appendix to this Deed;
- (e) the index and headings to the Clauses, Schedules, Appendices and paragraphs shall not affect the interpretation of this Deed;
- (f) references to a specific ordinance include any extension, modification or re-enactment of that ordinance and any delegated legislation made under it;

- (g) references to any obligation on any person not to do any act or thing include an obligation not to allow that act or thing to be done by another person;
- (h) without prejudice to any other provisions of this Deed, references to any Government bureau, department or official shall include a reference to any other Government bureau, department or official from time to time substituting the first mentioned Government bureau, department or official or performing (in whole or in part) such of the functions performed by the first mentioned Government bureau, department or official on the date of execution of this Deed as are relevant for the purpose of this Deed;
- (i) references to “**law**” include all rules of common law and equity, ordinances, subsidiary and subordinate legislation, orders, rules and regulations, any other matters having the force of law, any notice, order, demand or communication of a similar nature issued pursuant to any of the above or any order, decree, judgment, award or decision of any court or tribunal;
- (j) references to “**losses**” or “**liabilities**” include all liabilities, damage, loss, damages, costs, disbursements, expenses, claims and proceedings;
- (k) references to any Unit, any Flat, any Parking Space, the Common Parts, the Development Common Parts, the Residential Common Parts, the Parking Common Parts, the Green Area, the Yellow Area, the Green Hatched Black Areas, the Pedestrian Crossing, the Development and the Land are references to each and every part thereof;
- (l) references to “**management of the Land**” means the control, management, maintenance and administration of the Land and include the performance of the Manager’s duties and the exercise of the powers of the Manager under this Deed and “**manage**” shall be construed accordingly;
- (m) where under this Deed the Manager has the power or right to make any decision, form any opinion or give or withhold any consent or approval, such power or right shall be exercised in its reasonable discretion and such consent or approval shall not be unreasonably withheld;
- (n) any consent or approval to be given by the Manager must be prior consent or approval in writing and signed by it or on its behalf to be effective under this Deed, and any such consent to be given by the Manager must not be unreasonably withheld; and
- (o) in construing this Deed, the ejusdem generis rule of construction shall not apply.

3. RECITALS

- 3.1 First Owner's title. Immediately before the assignment to the First Assignee referred to in Clause 3.4, the First Owner was the registered owner and was in possession of the Land.
- 3.2 The Development. The First Owner is in the course of developing the Land in various stages. As at the date hereof, Phase 1 has been completed and Phase 2, Phase 3A and Phase 3B are under construction or pending issuance of consent to assign or (as the case may be) certificate of compliance. The Development consists of, inter alia:
- (a) two sites, namely, Site A and Site B;
 - (b) Phase 1 constructed on Site A consisting of part of a podium structure containing Parking Spaces and part of the Recreational Facilities on which there are 3 residential towers, namely Towers 2, 3 and 5 containing Flats;
 - (c) Phase 2 now being constructed on Site B consisting of a podium structure containing Parking Spaces and part of the Recreational Facilities on which there is or will be 1 residential tower, namely Tower 1 containing Flats;
 - (d) Phase 3A now being constructed on Site A consisting of part of a podium structure containing Parking Spaces and part of the Recreational Facilities on which there are 2 residential towers, namely Towers 6 and 7 containing Flats; and
 - (e) Phase 3B now being constructed on Site A consisting of part of a podium structure containing Parking Spaces on which there are 2 residential towers, namely Towers 8 and 9 containing Flats;
- 3.3 Allocation of Shares. For the purposes of sale, the Land has been notionally divided into Shares which have been allocated as provided in Schedule 1.
- 3.4 Assignment to the First Assignee. By an assignment of the same date as this Deed made between the First Owner and the First Assignee, the First Owner assigned the First Assignee's Unit to the First Assignee.
- 3.5 Purpose of Deed. The parties have agreed to enter into this Deed to define the rights and obligations of the Owners, regulate the management of the Land and apportion the Management Expenses.
- 3.6 Assignment of Common Parts Shares. Immediately after the execution of this Deed, the First Owner shall assign to and vest in the Company as trustee for all Owners all Common Parts Shares allocated to the Common Parts in Phase 1 and Common Parts in Phase 1 free of costs or consideration.

4. RIGHTS AND OBLIGATIONS OF OWNERS

- 4.1 First Owner. The First Owner shall have the Right to Occupy the entire Land (other than the First Assignee's Unit and the Common Parts) subject to and with the benefit of this Deed.
- 4.2 First Assignee. The First Assignee shall, subject to and with the benefit of this Deed, have the Right to Occupy the First Assignee's Unit to the exclusion of the First Owner.
- 4.3 Rights of all Owners. Each Owner shall hold his Share(s) and the attached Right to Occupy subject to and with the benefit of this Deed and the rights contained in Schedule 3. Each Share and the sole and exclusive right and privilege to hold, use, occupy and enjoy any part of the Development shall be held by the Owner from time to time of such Share subject to and with the benefit of the easements, rights, privileges and obligations, and the covenants and provisions contained in this Deed.
- 4.4 Owners bound by this Deed. Without prejudice to the rights of the First Owner in Clause 5.1 and Schedule 6, each Owner (including the First Owner) shall observe and perform the covenants contained in Schedule 5.
- 4.5 Right to assign without reference to other Owners. Every Owner shall have the full right and liberty without reference to any other Owner or any person who may be interested in any other Share(s) in any way whatsoever and without the necessity of making such other Owner or such person a party to the transaction to sell, assign, mortgage, charge, lease, license or otherwise dispose of or deal with his Share(s) or interest of and in the Land and the Development together with the sole and exclusive right and privilege to hold, use, occupy and enjoy such part(s) of the Development which may be held therewith PROVIDED THAT any such transaction shall be expressly subject to and with the benefit of this Deed.
- 4.6 Right to Occupy not to be dealt with separately from Shares. The sole and exclusive right and privilege to hold, use, occupy and enjoy any part of the Development shall not be sold, assigned, mortgaged, charged, leased or otherwise dealt with separately from the Share(s) with which the same is held PROVIDED ALWAYS that the provisions of this Clause 4.6, subject to the Land Grant, do not extend to any lease, tenancy or licence with a term not exceeding 30 years.
- 4.7 Owner to be responsible for acts or omissions of occupiers. Each Owner shall be responsible for and shall indemnify the Manager and the other Owners and occupiers of the Land and their licensees against all losses incurred by it or them as the direct or indirect result of the act or omission of himself or any occupier of the Unit which he has the Right to Occupy or their respective licensees or invitees or in any way owing to the overflow of water or escape of fire, smoke or fumes or any other emission therefrom.

5. ADDITIONAL RIGHTS

5.1 First Owner. The rights set out in Schedule 6 are excepted and reserved to the First Owner so long as it remains the beneficial owner of any part of the Land.

6. **POWER OF ATTORNEY**

6.1 Power.

The Owners hereby jointly and severally and irrevocably appoint the First Owner as their agent and attorney and grant to the First Owner the power to do all things and to execute as their own act such deeds and to sign such documents as may be reasonably required for or incidental to the exercise of the First Owner's rights conferred by Clause 5.1 and Schedule 6 in accordance with the provisions of this Deed.

6.2 Covenant in assignment. An Owner (other than the First Owner) shall not be entitled to assign his Shares unless the assignment includes the following covenant:

"The Purchaser hereby covenants with the Vendor for itself and as agent of Golden Centurion Limited and its successors, assigns and attorneys (collectively referred to as the "**Relevant Owners**") and each is individually referred to as a "**Relevant Owner**") to the intent that this covenant 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 "**Covenanting Purchaser**") and shall enure for the benefit of The Remaining Portion of New Kowloon Inland Lot No. 6584 and the buildings thereon known as "KOKO HILLS Development" (collectively, the "**Land**") and be enforceable by the Vendor and each Relevant Owner that:-

- (a) the Covenanting Purchaser will notify the Manager (as defined in the Deed of Mutual Covenant and Management Agreement registered in the Land Registry by Memorial No. [*insert memorial no. of this Deed*] (the "**Deed of Mutual Covenant**")) in writing of any change of ownership of the Property within one month from the date of the Assignment in respect thereof;
- (b) the Covenanting Purchaser hereby acknowledges and confirms the rights conferred by Clause 5.1 and Schedule 6 of the Deed of Mutual Covenant (collectively, the "**Additional Rights**" and each an "**Additional Right**") and hereby covenants not to do or permit to be done anything which will affect the exercise of the Additional Rights by the Vendor and any Relevant Owner;
- (c) the Covenanting Purchaser hereby irrevocably appoints each Relevant Owner to be its agent and attorney and grants to each Relevant Owner, with full power of delegation, the full right, power and authority acting singly to do all things and to execute as its own act such deeds and to sign such documents as may be reasonably required for or incidental to the exercise of the Additional Rights granted to the Relevant Owner. If the Relevant Owner comprises more than one person, the Covenanting Purchaser hereby appoints such persons (such appointment shall be joint and several so that each of such persons may act singly or jointly with the other(s)) as its agents and attorneys and grants to such persons, with full power of delegation, the full right, power

and authority, whether acting singly or jointly with the other or any or all of the others to do all things and to execute, as the act of any of such person or the joint act of such person and the others or any or all of the others, as the case may be, such deeds and to sign such documents as may be reasonably required for or incidental to the exercise of the said rights;

- (d) the Covenanting Purchaser shall abide by the provisions in the Deed of Mutual Covenant to be observed and performed by an Owner (as defined in the Deed of Mutual Covenant);
- (e) the Covenanting Purchaser will at all times hereafter perform observe and comply with all the covenants by or on the part of the Purchaser contained in this Assignment; and
- (f) in the event of the Covenanting Purchaser selling or otherwise disposing of the Property, the Covenanting Purchaser shall sell or otherwise dispose of the Property 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), (c), (d) and (e) and this covenant (f) hereinbefore contained;

Provided That upon the Covenanting Purchaser complying with and performing the covenant (f) hereinbefore contained the Covenanting Purchaser shall not be liable for any breach of the aforesaid covenants (a), (b), (c), (d) and (e) 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), (d), (e) and (f) as aforesaid.”

7. APPOINTMENT OF MANAGER

7.1 Appointment of the Company as Manager. Subject to the provisions of the Ordinance, the parties (other than the Company) appoint the Company to undertake the management of the Land from (and inclusive of) the date of this Deed for an initial term of two years until terminated in accordance with this Clause 7, and the Company accepts such appointment.

7.2 Termination of Manager’s Appointment by the Manager or Owner’s Committee.

- (a) The appointment of the Manager may be terminated without compensation as follows:
 - (i) prior to the formation of the Owners’ Corporation, at any time by service of not less than 3 calendar months’ notice in writing to the Manager by the Owners’ Committee following a resolution passed by a majority of votes of Owners voting either personally or by proxy in an Owners’ meeting convened under this Deed and supported by Owners of not less than 50% of all Shares in aggregate (excluding the Common Parts Shares) being passed at an Owners’ meeting; or
 - (ii) by the Manager serving notice in accordance with Clause 7.2(b).

- (b) No resignation of the Manager shall take effect unless he has previously given not less than 3 months' notice in writing of his intention to resign:
 - (i) by sending such a notice to the Owners' Committee; or
 - (ii) where there is no Owners' Committee, by giving such a notice to each of the Owners and by displaying such a notice in a prominent place in the Development.
- (c) The notice referred to in Clause 7.2(b)(ii) may be given:
 - (i) by delivering it personally to the Owner; or
 - (ii) by sending it by post to the Owner at his last known address; or
 - (iii) by leaving it at the Owner's Unit or depositing it in the letter box for that Unit.
- (d) If the Manager's appointment is terminated or comes to an end by whatever reason, the Owners' Committee shall by a majority resolution appoint a substitute or new Manager and the provisions contained in this Clause 7 shall apply to the substitute or new Manager (other than the provisions relating to the initial term of appointment under that clause). Until appointment of the substitute or new Manager, the Owners' Committee shall act as the Manager.

7.3 Termination of Manager's appointment by Owners' Corporation

- (a) Subject to Clause 7.3(d), at a general meeting convened for the purpose, an Owners' Corporation may, by a resolution:
 - (i) passed by a majority of the votes of the Owners voting either personally or by proxy; and
 - (ii) supported by the Owners of not less than 50% of the Shares in aggregate,
 terminate by notice the Company's appointment without compensation.
- (b) A resolution under Clause 7.3(a) shall have effect only if:
 - (i) the notice of termination of appointment is in writing;
 - (ii) provision is made in the resolution for a period of not less than 3 months' notice or, in lieu of notice, provision is made for an agreement to be made with the Company for the payment to the Company of a sum equal to the amount of Manager's Remuneration which would have accrued to the Company during that period;

- (iii) the notice is accompanied by a copy of the resolution terminating the Company's appointment; and
 - (iv) the notice and the copy of the resolution is given to the Company within 14 days after the date of the meeting.
- (c) The notice and the copy of the resolution referred to in Clause 7.3(b)(iv) may be given:
 - (i) by delivering them personally to the Company; or
 - (ii) by sending them by post to the Company at its last known address.
- (d) For the purposes of Clause 7.3(a):
 - (i) only the Owners of Shares who pay or who are liable to pay the Management Expenses relating to those Shares shall be entitled to vote;
 - (ii) the reference in Clause 7.3(a)(ii) to "the Owners of not less than 50% of the Shares in aggregate" shall be construed as a reference to the Owners of not less than 50% of the Shares in aggregate who are entitled to vote.
- (e) If a contract for the appointment of a Manager other than the Company contains no provision for the termination of the Manager's appointment, Clauses 7.3(a), (b), (c) and (d) apply to the termination of the Manager's appointment as they apply to the termination of the Company's appointment.
- (f) Clause 7.3(e) operates without prejudice to any other power there may be in a contract for the appointment of a Manager other than the Company to terminate the appointment of the Manager.
- (g) If a notice to terminate a Manager's appointment is given under this Clause 7.3:
 - (i) no appointment of a new Manager shall take effect unless the appointment is approved by a resolution of the Owners' Committee (if any); and
 - (ii) if no such appointment is approved under Clause 7.3(g)(i) 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.
- (h) 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 Land, and the Owners' Corporation has appointed a Manager under Clause 7.3(g)(ii), 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 by the Manager appointed under Clause 7.3(g)(ii) that may otherwise render that person liable for a breach of that undertaking or agreement.

- (i) This Clause 7.3 is subject to any notice relating to the Land that may be published by the Secretary for Home Affairs (or any other Government officer replacing him) under Section 34E(4) of the Ordinance but does not apply to any single manager referred to in that Section.

7.4 Obligations after Manager's appointment ends.

- (a) Subject to Clause 7.4(b), if the Manager's appointment ends for any reason, it shall, as soon as practicable after its appointment ends, and in any event within 14 days of the date its appointment ends, deliver to the Owners' Committee (if any) or the Manager appointed in its place any movable property in respect of the control, management and administration of the Land 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, it shall within two months of the date its appointment ends:
 - (i) prepare:
 - (1) an income and expenditure account for the period beginning with the commencement of the Financial Year in which its appointment ends and ending on the date its appointment ended; and
 - (2) a balance sheet as at the date its appointment ended,and shall arrange for that 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
 - (ii) 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 7.4(b)(i) and have not been delivered under Clause 7.4(a).

8. DUTIES AND POWERS OF MANAGER

- 8.1 General Management. The Manager shall manage the Land in a proper manner in accordance with this Deed (and shall for the avoidance of doubt exercise its power under paragraph 2 of Schedule 7 to take out and update the insurance as referred to in that paragraph). Except as otherwise provided in this Deed, the Manager shall have the powers set out in Schedule 7 and the power to do anything else which it considers

is necessary or expedient for the proper management of the Land. The power conferred as aforesaid shall be reasonably and properly exercised by the Manager in accordance with this Deed and subject always to the provisions of the Ordinance.

8.2 Manager's acts and decisions binding on Owners. Subject to the provisions of the Ordinance, the Manager shall have the authority to do all such acts and things as may be necessary or expedient for the management of the Development for and on behalf of all Owners in accordance with the provisions of this Deed and each Owner irrevocably appoints the Manager as agent in respect of any matter concerning the Common Parts and all other matters duly authorized under this Deed.

8.3 Manager not liable to Owners except in certain circumstances. The Manager, its employees, agents or contractors shall not be liable to any Owner or other person whomsoever for anything done or omitted in pursuance or purported pursuance of this Deed not being an act or omission involving criminal liability, dishonesty or negligence and the Owners shall (subject to section 34L of the Ordinance) indemnify the Manager, its employees, agents and contractors from and against all losses arising directly or indirectly from any such act or omission not involving criminal liability, dishonesty or negligence. Without limiting the generality of this, the Manager, its employees, agents or contractors shall not be liable for any liabilities arising directly or indirectly from:

- (a) any defect in or failure or malfunction of any of the Common Parts or the Slope Structures;
- (b) any failure, malfunction or suspension of the supply of water, gas, electricity or other utility services to, from or for the Land;
- (c) fire, flood or the overflow or leakage of water;
- (d) the activity of termites, cockroaches, rats, mice or other pests or vermin; or
- (e) theft or burglary;

unless it can be shown that such liabilities were caused by an act or omission of the Manager, its employees, agents or contractors involving criminal liability, dishonesty or negligence and Provided That the Monthly Management Fee shall not cease to be payable on account thereof and That nothing herein shall exclude the liability of the Manager to the Owners for any act or omission involving criminal liability, dishonesty or negligence on the part of the Manager or his employees, agents or contractors and no Owner will be required to indemnify the Manager or his employees, agents or contractors from and against any action, claim etc. arising out of any such act or omission.

8.4 Limitation of Manager's power on improvements to Common Parts. The Manager shall not effect any improvements to the Common Parts which involve expenditure in excess of 10% of the current Budget without the prior approval by a resolution of Owners at an Owners' meeting convened under this Deed.

8.5 Works. Notwithstanding anything in this Deed, the Manager shall not be under any personal liability to carry out any works (including those relating to the Slope

Structures, which shall remain the responsibility of the Owners) if, having used all reasonable endeavours, the Manager has not been able to collect the costs of the required works from the Owners.

- 8.6 Compliance with Land Grant. The Manager shall, for so long as he remains to be the Manager, observe and comply with all provisions of the Land Grant.
- 8.7 Communications among 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 any business relating to the management of the Land.

9. MANAGER'S REMUNERATION

- 9.1 Manager's Remuneration. The Manager's Remuneration in a Financial Year shall be 10% of the total Management Expenses incurred in the Financial Year Provided That:
- (a) such percentage may not be varied except with approval by a resolution of Owners at an Owners' meeting convened under this Deed;
 - (b) for the purpose of this Clause 9.1, Management Expenses shall not include:
 - (i) any capital expenditure or expenditure drawn out of the Special Fund (in this Clause 9.1, "**Capital Expenditure**") save to the extent that the same has been permitted by a resolution of Owners at an Owners' meeting convened under this Deed for inclusion for the purpose of calculating the Manager's Remuneration; and
 - (ii) the Manager's Remuneration; and
 - (c) the Owners may by a resolution of Owners at an Owners' meeting convened under this Deed decide that a percentage lower than 10% shall, for the purpose of calculating the Manager's Remuneration, be applied to the Capital Expenditure included under Clause 9.1(b)(i).
- 9.2 Manner of Payment. The Manager's Remuneration shall be paid to the Manager in advance on the first day of each month of the Financial Year concerned by deductions made by the Manager from the Monthly Management Fees collected from the Owners. Such deductions shall be in priority to all other payments to be made out of the Management Funds. The amount of each deduction shall be:

$$\frac{\mathbf{a}}{\mathbf{b}}$$

where:

"a" is the amount which would be payable as Manager's Remuneration in the

Financial Year if the Estimated Management Expenses were the actual Management Expenses incurred in the Financial Year; and

“b” the total number of months in that Financial Year.

9.3 Increase in monthly deduction. If, as a result of a revision of the Budget in accordance with Clause 10.2(c) or the approval of a Budget, the amount of Estimated Management Expenses is increased, each deduction to be made by the Manager in the Financial Year under Clause 9.2 shall be increased by:

$$\frac{c - d}{e}$$

where:

“c” is the amount which would be payable as Manager’s Remuneration in the Financial Year if the Estimated Management Expenses set out in the revised or approved Budget were the actual Management Expenses incurred in the Financial Year;

“d” is the amount which would be payable as Manager’s Remuneration in the Financial Year if the Estimated Management Expenses before the revision or approval of the Budget were the actual Management Expenses incurred in the Financial Year; and

“e” is the number of further deductions which the Manager is entitled to make in the Financial Year under Clause 9.2.

9.4 Year-end adjustments. If the total amount deducted under Clauses 9.2 and 9.3 by the Manager in a Financial Year:

(a) exceeds the amount of Manager’s Remuneration calculated in accordance with Clause 9.1, the amount of the excess shall be set off against subsequent deductions to be made by the Manager until the whole excess has been set off; or

(b) falls short of the amount of Manager’s Remuneration calculated in accordance with Clause 9.1, the Manager shall be entitled to make such deduction(s) from Monthly Management Fees collected from the Owners until the whole amount of the shortfall has been deducted.

9.5 Other Expenses. The Manager’s Remuneration shall be the net remuneration of the Manager for its services as Manager and shall not cover disbursements and expenses properly incurred by the Manager in performing its services under this Deed. Without limiting the generality of the foregoing, the Manager is not required to disburse or provide from the Manager’s Remuneration the cost of providing any staff, facilities, accountancy services or other professional supervision for the Land, such cost shall be a direct charge on the Management Funds.

10. MANAGEMENT EXPENSES

10.1 Management Expenses. Management Expenses shall be the expenses, costs and charges necessarily and reasonably incurred in the management of the Land under this Deed including (without limitation) the following:

- (a) the charges for the supply and consumption of fuel, oil, electricity, gas, water, telephone and other utility services serving the Common Parts;
- (b) the payment of Government rent (if not apportioned) and all sums (other than the premium paid for the grant of the Land) payable under the Land Grant;
- (c) the cost of employing staff or such proportionate cost for staff of head office of the Manager involved with the administration and management of the Land and the Development including staff uniform, salaries, bonus, over-time pay, long service pay, medical and dental scheme payments, provident fund, and other statutory payments under the Employment Ordinance or other applicable ordinance and any other additional benefits implemented in the employment contracts;
- (d) legal, accounting, surveying and other professional fees properly incurred by the Manager in exercising or performing its powers and duties under this Deed;
- (e) administrative expenses or such proportionate part thereof relating specifically to the Manager exercising or carrying out its powers and duties under this Deed including (without limitation) costs for administrative support charged by the head office of the Manager, rent, occupation expenses and other office overheads for the administration and management of the Land and the Development;
- (f) all charges, assessments, impositions and other outgoings in recurring nature payable by the Owners in respect of the Common Parts;
- (g) the cost of postage, stationery and other sundry items incurred by the Manager in connection with the management of the Development;
- (h) the Manager's Remuneration;
- (i) all expenses in relation to maintenance of the Green Area (until possession of which is delivered to the Government), the Yellow Area (until possession of which is delivered to the Government), the Green Hatched Black Areas or the Pedestrian Crossing (until surrendered to the Government) under the Land Grant; and
- (j) all expenses incurred in relation to the Slope Structures.

10.2 Budget.

- (a) In respect of each Financial Year, the Manager shall:
 - (i) prepare a draft Budget setting out the proposed expenditure during the Financial Year;
 - (ii) send a copy of the draft Budget to the Owners' Committee or, where there is no Owners' Committee, display a copy of the draft Budget in a prominent place in the Development, and cause it to remain so displayed for at least 7 consecutive days;
 - (iii) 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 to the Owners' Committee or first displayed;
 - (iv) after the end of that period, prepare a Budget specifying the total proposed expenditure during the Financial Year; and
 - (v) 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 Development, and cause it to remain so displayed for at least 7 consecutive days.
- (b) Where, in respect of a Financial Year, the Manager has not complied with Clause 10.2(a) before the start of that Financial Year, the total amount of the Management Expenses for that year shall:
 - (i) 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; and
 - (ii) 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.
- (c) Where a Budget has been sent or displayed in accordance with Clause 10.2(a)(v) and the Manager wishes to revise it, it shall follow the same procedures in respect of the revised Budget as apply to the draft Budget and Budget by virtue of Clause 10.2(a).
- (d) Where a revised Budget is sent or displayed in accordance with Clause 10.2(c), the total amount of the Management Expenses for that Financial Year shall be the total Management Expenses 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.
- (e) If there is an Owners' Corporation and, within a period of one month from the date that a Budget or revised Budget for a Financial Year is sent or first

displayed in accordance with Clause 10.2(a) or (c), 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 the Management Expenses for the Financial Year shall, until another Budget or revised Budget is sent or displayed in accordance with Clause 10.2(a) or (c) and is not so rejected under this Clause 10.2(e), 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 that total amount as the Manager may determine.

- (f) 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 (which shall be credited to the Special Fund), supply a copy to that Owner.
- (g) The Manager shall keep separate budgets for, and the Budget shall set out, in separate sections, the proposed:
 - (i) Development Management Expenses;
 - (ii) Residential Management Expenses; and
 - (iii) Parking Management Expenses.
- (h) Subject to Clauses 10.2(b), (d), (e) and (i), the total amount of Management Expenses payable by the Owners during any period of 12 months adopted in accordance with this Deed as the Financial Year in respect of the management of the Development shall be the total proposed expenditure during that year as specified by the Manager in accordance with Clause 10.2(a).
- (i) For the purposes of this Clause 10.2, "expenditure" includes all costs, charges and expenses to be borne by the Owners, including the Manager's Remuneration.
- (j) Before a Subsequent Phase becomes a Completed Phase the Budget shall not include the estimated Management Expenses in respect of that Subsequent Phase. After a Subsequent Phase becomes a Completed Phase, the Budget shall also include the estimated Management Expenses in respect of that Subsequent Phase.
- (k) Subject to Clause 10.2(j), the Manager shall prepare a Budget annually for the Land and the Development as a whole. Where a Subsequent Phase becomes a Completed Phase in a Financial Year the Manager shall revise the Budget of that Financial Year to include the estimated Management Expenses in respect of that Subsequent Phase. No Owner in a Completed Phase shall become liable to bear any Management Expenses attributable to a Subsequent Phase before it becomes a Completed Phase.

10.3 Payment of Monthly Management Fees.

- (a) Each Owner (except the First Owner) shall pay to the Manager the Advance Payment in respect of each Unit which he has the Right to Occupy on the date of the completion of the purchase of his Unit from the First Owner. For the avoidance of doubt, nothing in this Clause 10.3(a) shall imply that the First Owner is not obliged to pay any Monthly Management Fees under Clause 10.3(b). Management Expenses shall only cover the Completed Phases and the Monthly Management Fees shall be calculated accordingly and paid only by the Owners of the Completed Phase.
- (b) Each Owner (including the First Owner) shall in respect of each Unit which he has the Right to Occupy pay to the Manager in advance on the first day of each month (following the expiry of the period in respect of which any Advance Payment has been paid) the Monthly Management Fees and such Owner shall be personally liable to make such payments whether or not his Unit is vacant or occupied and whether it has been let or licensed or is occupied by the Owner himself.
- (c) The Monthly Management Fees payable by an Owner in respect of each Unit which he has the Right to Occupy shall be:

$$\frac{\mathbf{f}}{\mathbf{g}} + \mathbf{h}$$

where:

- “f” is the total contribution to the Estimated Management Expenses which the Owner is required to make under Clause 10.3(d) for the Unit concerned;
- “g” is the total number of months in the Financial Year; and
- “h” is the total amount of increases in Monthly Management Fees under Clause 10.3(g)(v).

- (d) Subject to Clause 10.3(a), the contribution of an Owner to the Estimated Management Expenses for each Unit which he has the Right to Occupy shall be ascertained according to the following principles and formulae:

- (i) The Owner of a Unit shall, in respect of each Unit which he has the Right to Occupy, contribute to the Estimated Development Management Expenses in the following proportion:

$$\frac{\mathbf{i}}{\mathbf{j}}$$

where:

- “i” is the number of Management Shares allocated to the Unit; and

“j” is the total number of Management Shares.

- (ii) The Owner of a Flat shall contribute to the Estimated Residential Management Expenses in the following proportion:

$$\frac{k}{l}$$

where:

“k” is the number of Management Shares allocated to the Flat; and

“l” is the total number of Management Shares allocated to all Flats.

- (iii) (1) The Owner of a Parking Space shall contribute to the Parking A Percentage of the Estimated Parking Management Expenses in the following proportion:

$$\frac{m}{n}$$

where:

“m” is the number of Management Shares allocated to the Parking Space; and

“n” is the total number of Management Shares allocated to all Parking Spaces.

- (2) The Owner of a Flat shall contribute to the Parking B Percentage of the Estimated Parking Management Expenses in the following proportion:

$$\frac{o}{p}$$

where:

“o” is the number of Management Shares allocated to the Flat; and

“p” is the total number of Management Shares allocated to all Flats.

- (e) If, during any period of time, the total Monthly Management Fees received by the Manager in respect of all the Units are insufficient to meet the Management Expenses, the Manager may require each Owner to make a contribution to such deficiency.

- (f) If, as a result of a revision of the Budget in accordance with Clause 10.2 or the approval of the Budget, the Estimated Management Expenses are increased, the Manager may require the Owners to contribute to the increase.
- (g) In ascertaining the contribution to be made by an Owner under Clause 10.3(e) or (f), the provisions of Clause 10.3(d) shall, mutatis mutandis, apply so that any part of the deficiency or increase determined by the Manager to be attributable to:
 - (i) the Development Common Parts, or expenses for the common benefit of the Owners, occupiers, licensees or invitees of different Units, or expenses not covered by Clauses 10.3(g)(ii) and (iii), shall be borne by the Owners in the proportion set out in Clause 10.3(d)(i);
 - (ii) the Residential Common Parts, or expenses for the common benefit of Owners, occupiers, licensees or invitees of different Flats, shall be borne by the Owners of the Flats in the proportion set out in Clause 10.3(d)(ii); and
 - (iii) the Parking Common Parts, or expenses for the common benefit of Owners, occupiers, licensees or invitees of different Parking Spaces and Residential Common Parking Spaces shall be borne by the Owners of the Parking Spaces and the Owners of the Flats in the proportion set out in Clause 10.3(d)(iii);

The contribution which an Owner is required to make under Clause 10.3(e) or (f) shall be made in such manner as the Manager may determine including:

- (iv) payment in one lump sum within 14 days of notification by the Manager; or
 - (v) by increasing the Monthly Management Fees payable by the Owner by such amount and over such period as the Manager may determine.
- (h) If there is any surplus after payment of all the Management Expenses, such surplus shall be applied towards payment of future Management Expenses in the following manner:
 - (i) any part of the surplus attributable to contributions made by the Owners towards the Development Management Expenses or Estimated Development Management Expenses shall be notionally credited to all the Units and be taken into account when preparing the section of future Budget(s) dealing with Development Management Expenses or used for covering Development Management Expenses or Estimated Development Management Expenses;
 - (ii) any part of the surplus attributable to contributions made by the Owners of the Flats towards the Residential Management Expenses or Estimated Residential Management Expenses shall be notionally credited to all the Flats and be taken into account when preparing the

section of future Budget(s) dealing with Residential Management Expenses or used for covering Residential Management Expenses or Estimated Residential Management Expenses; and

- (iii) any part of the surplus attributable to contributions made by the Owners of the Parking Spaces and the Owners of the Flats towards the Parking Management Expenses or Estimated Parking Management Expenses shall be notionally credited to all the Parking Spaces and Flats in the relevant percentage referred to in Clause 10.3(d)(iii) and be taken into account when preparing the section of future Budget(s) dealing with Parking Management Expenses or used for covering Parking Management Expenses or Estimated Parking Management Expenses.
- (i) No Owner may be called upon to pay more than his appropriate share of Management Expenses, having regard to the number of Management Shares allocated to the Unit and the provisions of this Deed.

10.4 Special Fund.

- (a) The Manager shall establish and maintain as trustee for all Owners one Special Fund to provide for expenditure of a capital nature or of a kind not expected by it to be incurred annually including but not limited to expenses for the renovation, improvement and repair of the Common Parts, the purchase, setting up, replacement, improvement and addition of installations, systems, equipment, tools, plant and machineries for the Common Parts and the costs of relevant investigation works and professional services and the expense of preparing the revised Schedule 8 and/or the revised W&I Maintenance Manual under Clause 14.11 (in this Clause 10.4, the “**Non-Recurrent Expenditure**”).
- (b) Each Owner (except the First Owner) shall, in respect of each Unit which he has the Right to Occupy, pay to the Manager on the date of completion of the purchase of his Unit from the First Owner the Special Fund Initial Contribution in respect of that Unit as an initial payment to the Special Fund, unless the First Owner has already paid the Special Fund Initial Contribution in respect of that Unit under Clause 10.11(b).
- (c)
 - (i) If there is an Owners’ Corporation, 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.
 - (ii) Each Owner hereby covenants with the other Owners and the Manager 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 Owners at an Owners’ meeting convened under this Deed.
- (d) All contributions to the Special Fund (including for the avoidance of doubt all Special Fund Initial Contributions) and all other amounts required by this

Deed to be credited to the Special Fund shall be non-refundable and non-transferable.

- (e) The Manager shall open and maintain at a bank within the meaning of section 2 of the Banking Ordinance (Cap. 155) an interest bearing account which said account shall be designated for the purposes of the Special Fund. The title of the account shall refer to the Special Fund for the Development and all monies received and contributions to the Special Fund (including for the avoidance of doubt all Special Fund Initial Contributions) and all other amounts required by this Deed to be credited to the Special Fund shall be deposited by the Manager into the account. The Manager shall use such account exclusively for the purpose referred to in Clause 10.4(a).
- (f) Without prejudice to the generality of Clause 10.4(e), if there is an Owners' Corporation, 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 Special Fund.
- (g) The Manager shall display a document showing evidence of any account opened and maintained under Clause 10.4(e) or (f) in a prominent place in the Development.
- (h) The Manager shall without delay pay all money received by it in respect of the Special Fund into the account opened and maintained under Clause 10.4(e) or, if there is an Owners' Corporation, the account or accounts opened and maintained under Clause 10.4(f).
- (i) Except in a situation considered by the Manager to be an emergency, no money shall 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 shall 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 Land.
- (j) The Special Fund shall be notionally divided into the following parts, namely:
 - (i) **“Special Fund (Flats)”**; and
 - (ii) **“Special Fund (Parking)”**.
- (k) Contributions to the Special Fund (including for the avoidance of doubt all Special Fund Initial Contributions) made by:
 - (i) the Owners of the Flats shall be notionally credited to Special Fund (Flats); and
 - (ii) the Owners of the Parking Spaces shall be notionally credited to Special Fund (Parking).

(1) Funds notionally credited to each part of the Special Fund shall be applied as follows:

(i) Non-Recurrent Expenditure relating to the Development Common Parts, or which are for the common benefit of the Owners, occupiers, licensees or invitees of different Flats and Parking Spaces or which is not covered by Clauses 10.4(1)(ii) and (iii), shall only be paid out of different parts of the Special Fund as follows:

(1) the amount to be paid out of Special Fund (Flats) is:

$$A \times \frac{B}{C}$$

where:

“A” is the total amount of such Non-Recurrent Expenditure;

“B” is the total number of Management Shares allocated to all Flats in Completed Phases; and

“C” is the total number of Management Shares in Completed Phases;

(2) the amount to be paid out of Special Fund (Parking) is:

$$D \times \frac{E}{F}$$

where:

“D” is the total amount of such Non-Recurrent Expenditure;

“E” is the number of Management Shares allocated to all Parking Spaces in Completed Phases; and

“F” is the total number of Management Shares in Completed Phases.

(ii) Non-Recurrent Expenditure relating to the Residential Common Parts, or which is for the common benefit of Owners, occupiers, licensees or invitees of different Flats, shall only be paid out of Special Fund (Flats).

(iii) Non-Recurrent Expenditure relating to the Parking Common Parts, or which is for the common benefit of Owners, occupiers, licensees or invitees of different Parking Spaces and Residential Common Parking Spaces, shall only be paid out of different parts of the Special Fund as follows:-

- (1) an amount equal to the Parking A Percentage of such Non-Recurrent Expenditure shall be paid out of Special Fund (Parking); and
 - (2) an amount equal to the Parking B Percentage of such Non-Recurrent Expenditure shall be paid out of Special Fund (Flats).
- (m) Unless otherwise specifically provided in this Deed, where any provision of this Deed requires any amount to be credited to the Special Fund, the following provisions shall apply:
- (i) where the amount is received in relation to the Residential Common Parts (including any approval or consent given in relation thereto under this Deed or the Ordinance), the amount shall be credited to Special Fund (Flats):
 - (ii) where the amount is received in relation to the Parking Common Parts (including any approval or consent given in relation thereto under this Deed or the Ordinance):
 - (1) the Parking A Percentage of the amount shall be credited to Special Fund (Parking Spaces); and
 - (2) the Parking B Percentage of the amount shall be credited to Special Fund (Flats).
 - (iii) in any other case:
 - (1) the following proportion of the amount shall be credited to Special Fund (Flats):

$$\frac{G}{H}$$

where:

“G” is the total number of Management Shares allocated to the Flats; and

“H” is the total number of all Management Shares;

- (2) the following proportion of the amount shall be credited to Special Fund (Parking):

$$\frac{I}{J}$$

where:

“I” is the total number of Management Shares allocated to the Parking Spaces; and

“J” is the total number of all Management Shares.

10.5 Management Fees Deposits and Common Utilities Deposits.

- (a) (i) Each Owner (except the First Owner) shall, in respect of each Unit which he has the Right to Occupy, pay to the Manager on the date of completion of the purchase of his Unit from the First Owner the Management Fees Deposit in respect of that Unit as security for the due payment of all Monthly Management Fees and other amounts payable by him under this Deed, unless the First Owner has already paid the Management Fees Deposit of that Unit under Clause 10.11. The Management Fees Deposit shall (subject to Clause 10.6) be non-refundable but transferable and shall not be set off by the Owner against Monthly Management Fees or any other amounts payable by him under this Deed.
- (ii) As at the date of this Deed, the First Owner has contributed to the Common Utilities Deposits in full and it is contemplated under any sale and purchase agreement of a Unit entered into or to be entered into by a purchaser and the First Owner that the First Owner will be reimbursed a due proportion of the Common Utilities Deposits by that purchaser, such due portion of Common Utilities Deposits (which shall (subject to Clause 10.6) be non-refundable but transferable) being in the same proportion that the number of Management Shares allocated to that Unit bears to the total number of Management Shares Provided That:
 - (1) an Owner shall not be required to contribute towards any such deposit payable in respect of any category of Common Parts for the Estimated Management Expenses of which the Owner is not liable to make any contribution under Clause 10.3(d); and
 - (2) a contribution to be made by an Owner towards any such deposit payable in respect of any category of the Common Parts for the Estimated Management Expenses of which the Owner is liable to make a contribution under Clause 10.3(d) shall be in the same proportion that the number of Management Shares allocated to his Unit bears to the total number of Management Shares allocated to such of the Units the respective Owners of which are liable to make a contribution under Clause 10.3(d) towards the Estimated Management Expenses of that category of Common Parts.
- (b) The Manager shall have the right to set off the Management Fees Deposit paid by an Owner against any sum of whatever nature which is payable by such Owner to the Manager under or in relation to this Deed. Notwithstanding the

above, the Manager shall not be obliged to exercise the right of set-off and an Owner shall have no right to require the Manager to exercise the right of set-off, by way of mitigation of loss or otherwise, before pursuing other rights and remedies available to the Manager.

- (c) If at any time the Management Fees Deposit or the Common Utilities Deposits are disbursed in whole or in part or the amount of the Monthly Management Fees or the water, electricity, gas or other utilities deposit in respect of the Common Parts are increased, each Owner shall on the first day of the next month following demand by the Manager pay to the Manager in addition to the Monthly Management Fees:
 - (i) in the case of the Management Fees Deposit having been disbursed, an additional sum sufficient to replace the sum so disbursed;
 - (ii) in the case of the Common Utilities Deposits having been disbursed, a due proportion (ascertained according to Clause 10.5(a)(ii)(2)) of the amount so disbursed;
 - (iii) in the case of an increase of Management Fees Deposit following an increase in the Monthly Management Fees, three times the amount of such increase (and in any event the Management Fees Deposit after such an increase shall not be more than 25% of the amount of Estimated Management Expenses of the Financial Year concerned); or
 - (iv) in the case of an increase in any water, electricity or (if any) gas deposit in respect of the Common Parts, a due proportion (ascertained according to Clause 10.5(a)(ii)(2)) of the increase.

10.6 Owners' interest in Management Funds.

- (a) Subject to Clauses 10.6(b) and (c), upon any person ceasing to be the Owner of any Share he shall in respect of that Share cease to have any interest in the Management Funds to the intent that the Management Funds shall be held and applied for the management of the Land irrespective of changes in ownership of the Shares and the Management Fees Deposit and the due portion of Common Utilities Deposits in respect of a Unit shall be transferred into the name of the new Owner of the relevant Shares.
- (b) Upon the Land reverting to the Government, any balance of the Management Funds shall be divided between the Owners (immediately prior to such reversion in proportion to the Management Shares allocated to their respective Units) Provided That:
 - (i) any surplus which is notionally credited to a particular category of Units under Clause 10.3(h) shall be divided among the then Owners of that category of Units in proportion to the Management Shares respectively allocated to the Units concerned Provided That where the surplus is notionally credited to the particular category of Units under Clause 10.3(h)(iii):

- (1) Parking A Percentage of the surplus shall be divided among the then Owners of the Parking Spaces in Completed Phases in proportion to the Management Shares respectively allocated to the Parking Spaces in Completed Phases; and
 - (2) Parking B Percentage of the surplus shall be divided among the then Owners of the Flats in Completed Phases in proportion to the Management Shares respectively allocated to the Flats in Completed Phases;
- (ii) different parts of the Special Fund (or the balance thereof) referred to in Clauses 10.4(j)(i) and (ii) shall be divided among the then Owners of each category of Units respectively referred to in Clauses 10.4(k)(i) and (ii) in proportion to the Management Shares respectively allocated to the Units of the category concerned;
 - (iii) Management Fees Deposit and Common Utilities Deposit paid in respect of a Unit (or the balance thereof) shall be refunded to the then Owner of the Unit; and
 - (iv) subject to Clause 10.7(b) and Clause 10.6(b)(ii), Debris Removal Charges (or the balance thereof) paid by Owners of the Flats shall be divided among the then Owners of the Flats in proportion to the Management Shares respectively allocated to the Flats.
- (c) In the case of an extinguishment of rights and obligations under Clause 13, a part of the balance of the Management Funds which is proportionate to the proportion borne by the Management Shares allocated to the Damaged Part (as defined in Clause 13.1) to the total number of Management Shares shall be divided between the Owners whose rights and obligations are extinguished under Clause 13 in proportion to the Management Shares allocated to their respective Units comprised in the Damaged Part Provided That the then Owner of each Unit in the Damaged Part shall be entitled to the payments which he would be entitled under Clauses 10.6(b)(i) to (iv) upon the Land reverting to the Government.

10.7 Debris Removal Charge.

- (a) the Owner of a Flat (except the First Owner) shall (unless the First Owner has already paid the Debris Removal Charge of that Flat under Clause 10.11), in respect of each Flat which he has the Right to Occupy, pay to the Manager on the date of completion of the purchase of his Flat from the First Owner the Debris Removal Charge, which shall be non-refundable and non-transferable. The Owner of a Unit other than a Flat shall have no obligation to pay any Debris Removal Charge.
- (b) Any monies paid as Debris Removal Charge by the Owner of a Flat not used for debris collection or removal shall be paid into Special Fund (Flats).

10.8 Manager's discretion in respect of contributions. Notwithstanding anything contained in this Deed, the Manager shall be entitled to (acting reasonably) determine that an item of Management Expenses shall be paid by the Owner or Owners of the part or parts of the Land for which such item has been or will be incurred to the exclusion of all other Owners if:

- (a) the item of Management Expenses is not covered by insurance; and
- (b) it is attributable to any particular part or parts of the Land and Owners of other parts of the Land do not and will not receive any material benefit from it;

Provided That where the item of Management Expenses is to be borne by more than one Owner, the Manager may also (acting reasonably) determine the contribution to be made by each of such Owners to the item of Management Expenses.

10.9 Notional credits. Unless otherwise provided by this Deed, any income or receipt of whatever nature arising or which may arise from or is attributable to the Common Parts shall, in so far as it arises or will arise from or is attributable to:

- (a) the Development Common Parts, be notionally credited to all the Units and be taken into account when preparing the section of future Budget(s) dealing with Development Management Expenses or used for covering Development Management Expenses or Estimated Development Management Expenses;
- (b) the Residential Common Parts, be notionally credited to all the Flats and be taken into account when preparing the section of future Budget(s) dealing with Residential Management Expenses or used for covering Residential Management Expenses or Estimated Residential Management Expenses; or
- (c) the Parking Common Parts, be notionally credited to all the Parking Spaces and Flats and be taken into account when preparing the section of future Budget(s) dealing with Parking Management Expenses or used for covering Parking Management Expenses or Estimated Parking Management Expenses.

10.10 Contracts entered into by Manager.

- (a) Subject to Clauses 10.10(b) and 10.10(c), 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 Affairs may specify by notice in the Gazette unless—
 - (i) the supplies, goods or services are procured by invitation to tender; and
 - (ii) the procurement complies with the Code of Practice referred to in Section 20A(1) of the Ordinance.
- (b) Subject to Clause 10.10(c), 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 Budget or such

other percentage in substitution therefor as the Secretary for Home Affairs may specify by notice in the Gazette unless—

- (i) if there is an Owners' Corporation—
 - (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 Ordinance; and
 - (3) whether a tender submitted for the purpose is accepted or not is decided by a resolution of the Owners passed at a general meeting of the Owners' Corporation, and the contract is entered into with the successful tenderer; or
- (ii) if there is no Owners' Corporation—
 - (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 Ordinance; and
 - (3) whether a tender submitted for the purpose is accepted or not is decided by a resolution of the Owners passed at a meeting of Owners convened and conducted in accordance with this Deed, and the contract is entered into with the successful tenderer.
- (c) Clauses 10.10(a) and (b) do not apply to any supplies, goods or services which but for this Clause 10.10(c) would be required to be procured by invitation to tender (referred to in this Clause 10.10(c) as "relevant supplies, goods or services")—
 - (i) where there is an Owners' Corporation, 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 the 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
 - (ii) where there is no Owners' Corporation, 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 the Owners passed at a meeting of Owners convened and conducted in accordance with this Deed 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.

10.11 Shares held by First Owner.

- (a) In respect of Shares allocated to a separate building or phase of the Development the construction of which has not been completed, the First Owner shall not be obliged to pay Monthly Management Fees or to contribute to Management Expenses except to the extent that the uncompleted separate building or phase of the Development benefits from any provisions in this Deed as to the management and maintenance of the Land.
- (b) If the First Owner remains the Owner of the Shares allocated to any Unit in a part of the Development the construction of which has been completed and which remain unsold 3 months after:
 - (i) the execution of this Deed; or
 - (ii) the date when the First Owner is in a position validly to assign such Shares (that is, when the consent to assign or certificate of compliance has been issued);

whichever is the later, the First Owner shall, upon the expiry of the said three-month period, pay to the Manager the Special Fund Initial Contribution, the Management Fees Deposit and (if payable) the Debris Removal Charge in respect of that Unit.

10.12 Interest and Collection Charge on late payment.

- (a) If any Owner fails to pay the Manager any amount payable under this Deed within 30 days of demand, he shall pay to the Manager:
 - (i) interest at 2% per annum above the prime rate from time to time specified by The Hongkong and Shanghai Banking Corporation Limited in respect of any payment in arrears from and including the due date to and including the date of payment; and
 - (ii) a collection charge not exceeding 10% of the amount due to cover the cost (in addition to legal costs (on a solicitor and own client basis) of proceedings involved in recovering them) of the extra work occasioned by the default.

- (b) (i) All monies paid to the Manager by way of interest and collection charges by the Owner of any Flat shall be credited to the Special Fund (Flats).
- (ii) All monies paid to the Manager by way of interest and collection charges by the Owner of any Parking Space shall be credited to the Special Fund (Parking).

10.13 Civil action taken by Manager.

- (a) All amounts which are due and payable by any Owner under this Deed (including amounts payable to the Manager under an indemnity contained in this Deed) together with interest and the collection charges as provided in Clause 10.12, all damages for any breach of this Deed and all legal costs (on a solicitor and own client basis) and other expenses incurred in recovering or attempting to recover the same (whether by legal proceedings or otherwise) shall be recoverable by civil action at the suit of the Manager in its own name and/or as agent for the Owners.
- (b) In any action taken in accordance with Clause 10.13(a), the Manager is hereby authorised to act as the agent for and on behalf of the Owners and no Owner sued under this Deed shall be entitled to raise any defence of want of authority or take objection to the right of the Manager as plaintiff to sue for or to recover such amounts as are due.

10.14 Registration of Charge against Shares of defaulting Owner.

- (a) Any sum payable by an Owner under this Deed or adjudged by a court of law to be payable by an Owner to the Manager as manager of the Land, whether for a breach of this Deed or otherwise, including (without limitation) damages, interests, costs, expenses and collection charges, which has become due and remains outstanding for more than 30 days from and including the date on which they become payable, shall stand charged on the Share and the attached Right to Occupy of the defaulting Owner together with all legal costs (on a solicitor and own client basis) incurred in registering and enforcing the charge mentioned below.
- (b) The Manager shall be entitled (without prejudice to any other remedy under this Deed) to register a memorial of such charge in the Land Registry against the Unit of the defaulting Owner. Such charge shall remain valid and enforceable, notwithstanding that judgment has been obtained for the amount thereof, until such judgment has been satisfied.

10.15 Order for sale. Any charge registered under Clause 10.14(b) shall be enforceable as an equitable charge by action at the suit of the Manager for an order for sale of the Share of the defaulting Owner together with the attached Right to Occupy and Clause 10.13 shall apply equally to any such action.

10.16 Keeping of accounts.

- (a) 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. The Manager shall keep separate management accounts for:
 - (i) the Development Common Parts and the Development Management Expenses;
 - (ii) the Residential Common Parts and the Residential Management Expenses; and
 - (iii) the Parking Common Parts and the Parking Management Expenses.
- (b) Within one month after each consecutive period of 3 months, or such shorter period as the Manager may select, the Manager shall 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 Development, and cause it to remain so displayed for at least 7 consecutive days.
- (c) Within 2 months after the end of each Financial Year, the Manager shall prepare an income and expenditure account and balance sheet for that year, display a copy of the income and expenditure account and balance sheet in a prominent place in the Development, and cause it to remain so displayed for at least 7 consecutive days.
- (d) 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 that Fund, and the amount of money that will be then needed.
- (e) Prior to the formation of the Owners' Corporation, if the Owners at an Owners' meeting convened under this Deed decide that any income and expenditure account and balance sheet for a Financial Year should be audited by an independent auditor of their choice, the Manager shall without delay arrange for such an audit to be carried out by that auditor.
- (f) If there is an Owners' Corporation and the Owners' Corporation 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:
 - (i) 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

- (ii) 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.

10.17 Manager to open and maintain bank account.

- (a) The Manager shall open and maintain an interest-bearing account and shall use that account exclusively in respect of the management of the Land.
- (b) Without prejudice to the generality of Clause 10.17(a), if there is an Owners' Corporation, 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 Land.
- (c) The Manager shall display a document showing evidence of any account opened and maintained under Clause 10.17(a) or Clause 10.17(b) in a prominent place in the Development.
- (d) Subject to Clauses 10.17 (e) and (f), the Manager shall without delay pay all money received by it in respect of the management of the Land into the account opened and maintained under Clause 10.17(a) or, if there is an Owners' Corporation, the account or accounts opened and maintained under Clause 10.17(b).
- (e) Subject to Clause 10.17(f), the Manager may, out of money received by it in respect of the management of the Land, 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).
- (f) The retention of a reasonable amount of money under Clause 10.17(e) or the payment of that amount into a current account in accordance with Clause 10.17(e) and any 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).
- (g) Any reference in this Clause 10.17 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 Land.

10.18 Inspection of accounts. The Manager shall permit any Owner at any reasonable time to inspect the books or records of account and any income and expenditure account or balance sheet. The Manager shall upon payment of a reasonable copying charge supply any Owner with a copy of any record or document requested by him. Any monies paid as such a charge shall be credited to the Special Fund.

10.19 Financial Year. The Financial Year may not be changed more than once in every 5 years, unless that change is previously approved by a resolution of the Owners' Committee (if any). Subject to the foregoing, the Manager may upon giving 3 months' notice in writing to the Owners change the Financial Year at any time.

11. OWNERS' MEETINGS

11.1 First and Subsequent Meetings.

- (a) From time to time when circumstances require, there shall be meetings of the Owners convened under this Deed to discuss and decide matters concerning (in the case where there remains any Subsequent Phase which is not a Completed Phase) the Completed Phase(s) or (in the case where all Subsequent Phases have become Completed Phases) the Land from time to time.
- (b) The first meeting of the Owners shall be convened by the Manager as soon as possible but not later than 9 months after the date of this Deed, to elect members of the Owners' Committee to be elected under Clause 12.1(a) and the chairman of the Owners' Committee to form the Owners' Committee or to appoint a management committee for the purpose of forming an Owners' Corporation under the Ordinance.
- (c) Until the incorporation of an Owners' Corporation:
 - (i) a meeting of the Owners shall be convened within a reasonable period of time after the expiry of a period of 24 months from:
 - (1) the conclusion of the first meeting of the Owners convened under Clause 11.1(b); or
 - (2) the last meeting of the Owners convened under this Clause 11.1(c),for the purpose of electing members of the Owners' Committee to be elected under Clause 12.1(a); and
 - (ii) notwithstanding Clause 11.1(c)(i), where a Subsequent Phase becomes a Completed Phase, a meeting of the Owners shall be convened within a reasonable period of time after the expiry of a period of 6 months from the completion of that Subsequent Phase for the purpose of electing members of the Owners' Committee to be elected under Clause 12.1(a)(ii), (iii) or (as the case may be) (iv).

The Manager must convene such meetings. This Clause 11.1(c) shall be without prejudice to Clause 11.1(a).

- (d) When electing any member of the Owners' Committee in a meeting of Owners, Shares in any Subsequent Phase which is then not a Completed Phase shall not carry any voting rights.

11.2 Convening. An Owners' meeting may be convened by:—

- (a) the Owners' Committee;
- (b) the Manager; or
- (c) an Owner appointed to convene such a meeting by the Owners of not less than 5% of the Shares in aggregate.

11.3 Notice. The person convening the Owners' meeting shall, at least 14 days before the date of the meeting, give notice of the meeting to each Owner. The notice of meeting referred to in this Clause 11.3 shall specify—

- (a) the date, time and place of the Owners' meeting; and
- (b) the resolutions (if any) that are to be proposed at the meeting.

11.4 Service of notice. The notice of meeting referred to in Clause 11.3 may be given:

- (a) by delivering it personally to the Owner;
- (b) by sending it by post to the Owner at his last known address; or
- (c) by leaving it at the Owner's Unit or depositing it in the letter box for that Unit.

11.5 Quorum. No business shall be transacted at any Owners' meeting unless a quorum is present when the meeting proceeds to business. The quorum at an Owners' meeting shall be 10% of the Owners. In this Clause 11.5, the reference to "10% of the Owners" shall:

- (a) be construed as a reference to 10% of the number of persons who are Owners without regard to their ownership of any particular percentage of the total number of Shares; and
- (b) not be construed as the Owners of 10% of the Shares in aggregate;

Provided That if a quorum is not present within half an hour of the time appointed for the meeting, the meeting shall stand adjourned to the same day in the next week at the same time and place.

11.6 Chairman. An Owners' meeting shall be presided over by the chairman of the Owners' Committee or, if the meeting is convened under Clause 11.2(b) or (c), the person convening the meeting.

11.7 Record. The chairman shall cause a record to be kept of the persons present at the Owners' meeting and the proceedings thereof.

11.8 Voting. At an Owners' meeting:

- (a) an Owner shall have one vote in respect of each Share he owns;
- (b) an Owner may cast a vote personally or by proxy;
- (c) where 2 or more persons are the co-owners of a Share, the vote in respect of the Share may be cast:
 - (i) by a proxy jointly appointed by the co-owners;
 - (ii) by a person appointed by the co-owners from amongst themselves; or
 - (iii) if no appointment is made under Clause 11.8(c)(i) or (ii), either by one of the co-owners personally or by a proxy appointed by one of the co-owners;
- (d) where 2 or more persons are the co-owners of a Share and more than one of the co-owners seeks to cast a vote in respect of the Share, only the vote that is cast, whether personally or by proxy, by the co-owner whose name, in order of priority, stands highest in relation to that Share in the register kept at the Land Registry shall be treated as valid;
- (e) if there is an equality of votes the person presiding over the meeting shall have, in addition to a deliberative vote, a casting vote; and
- (f) in regard to the removal of the chairman of the meeting, votes shall be cast by balloting supervised by the Manager.

11.9 Proxies.

- (a) An instrument appointing a proxy shall be in the form set out in Form 1 in Schedule 1A to the Ordinance, and:
 - (i) shall be signed by the Owner; or
 - (ii) if the Owner is a body corporate, shall, notwithstanding anything to the contrary in its constitution, be impressed with the seal or chop of the body corporate and signed by a person authorized by the body corporate in that behalf.
- (b) The instrument appointing a proxy shall be lodged with the chairman of the Owners' Committee or, if the meeting is convened under Clause 11.2(b) or (c), the person convening the meeting at least 48 hours before the time for the holding of the Owners' meeting.

- (c) 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.

11.10 Procedure. The procedure at a meeting of Owners shall be as is determined by the Owners.

11.11 Resolutions. Save as otherwise provided in this Deed, any resolution on any matter concerning (in the case where there remains any Subsequent Phase which is not a Completed Phase) the Completed Phase(s) or (in the case where all Subsequent Phases have become Completed Phases) the Land passed by a simple majority of votes at a duly convened Owners' meeting by Owners present in person or by proxy and voting shall be binding on all the Owners Provided That:

- (a) the notice convening the meeting shall have been duly given in accordance with Clause 11.3 and shall have specified the intention to propose a resolution concerning such matters;
- (b) no resolution purporting to be passed at any such meeting concerning any matter not mentioned in such notice shall be valid;
- (c) no resolution shall be valid to the extent that it purports to alter the provisions of or is otherwise contrary to this Deed.
- (d) subject to the provisions of this Deed, a resolution may be passed as to the manner in which the powers and duties hereby conferred on the Manager are to be exercised or carried out.

11.12 Lack of notice. The accidental omission to give notice in accordance with Clause 11.3 to any Owner shall not invalidate the meeting or any resolution passed thereat.

12. OWNERS' COMMITTEE

12.1 Election & meetings.

- (a) There shall be established and maintained an Owners' Committee of the Land consisting of up to the "Prescribed Maximum Number" of members including a chairman and a secretary elected by Owners of the Completed Phases. "Prescribed Maximum Number" means:
 - (i) where only Phase 1 is a Completed Phase, three; and
 - (ii) where Phase 1 is not the only Completed Phase, three plus the "Prescribed Additional Number" in respect of each Completed Phase. "Prescribed Additional Number" means:
 - (1) in respect of Phase 2, one;
 - (2) in respect of Phase 3A, two; and

- (3) in respect of Phase 3B, three.

- (b) The Owners' Committee shall meet when circumstances require and, in any event, not less than 2 times a year. A meeting of the Owners' Committee may be convened at any time by the chairman or any 2 members of the Owners' Committee.
- (c) The person or persons convening the meeting of the Owners' Committee shall, at least 7 days before the date of the meeting, give notice of the meeting to each member of the Owners' Committee.
- (d) The notice of meeting referred to in Clause 12.1(c) shall specify:
 - (i) the date, time and place of the meeting; and
 - (ii) the resolutions (if any) that are to be proposed at the meeting.
- (e) The notice of meeting referred to in Clause 12.1(c) may be given:
 - (i) by delivering it personally to the member of the Owners' Committee; or
 - (ii) by sending it by post to the member of the Owners' Committee at his last known address; or
 - (iii) by leaving it at the member's Unit or depositing it in the letter box for that Unit.
- (f) No business shall be transacted at a meeting of the Owners' Committee unless a quorum is present when the meeting proceeds to business and 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.
- (g) A meeting of the Owners' Committee shall be presided over by:
 - (i) the chairman; or
 - (ii) in the absence of the chairman, a member of the Owners' Committee appointed as chairman for that meeting.
- (h) The procedure at meetings of the Owners' Committee shall be as is determined by the Owners' Committee.

12.2 Functions. The functions of the Owners' Committee shall be limited to the following:

- (a) representing the Owners in all dealings with the Manager;

- (b) liaising with the Manager in respect of all matters concerning (in the case where there remains any Subsequent Phase which is not a Completed Phase) any Completed Phase or (in the case where all Subsequent Phases have become Completed Phases) the Land; and
- (c) exercising all other powers and duties conferred on the Owners' Committee under this Deed.

12.3 Remuneration. No remuneration shall be payable to the Owners' Committee or any Owners' Committee member but such members shall be entitled to be reimbursed for all out-of-pocket expenses reasonably incurred in carrying out their duties.

12.4 Membership.

A Committee member elected under Clause 12.1(a) to serve on the Owners' Committee shall hold office until new members of the Owners' Committee elected in the next meeting held under Clause 11.1(c) take office unless:

- (a) he resigns by notice in writing to the Owners' Committee;
- (b) he ceases to be eligible for election as an Owners' Committee member under Clause 12.5(a);
- (c) he is removed from office by a resolution passed at an extraordinary general meeting convened under Clause 12.6;
- (d) 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
- (e) he becomes incapacitated by death or physical or mental illness.

A Committee member in respect of whom an event mentioned in Clauses 12.4(a) to (e) has occurred shall cease to hold office upon the occurrence of such event.

12.5 Eligibility for election.

- (a) Any of the following shall be eligible for election as an Owners' Committee member under Clause 12.1(a) if he is resident in Hong Kong:
 - (i) the Owner of a Unit in a Completed Phase if he is an individual;
 - (ii) where a Unit in a Completed Phase is co-owned by more than one individual Owner, any one but not the other(s) of them; or
 - (iii) where the Owner of a Unit in a Completed Phase is a body corporate, any representative appointed by such Owner.

- (b) 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 served on the Owners' Committee.
- (c) If an Owner owns more than one Units he shall be entitled to propose more than one candidate (but limited to one candidate for each Unit) to be eligible for election as Owners' Committee members.
- (d) Elected members of the Owners' Committee are eligible for re-election.

12.6 Removal of Committee members. An extraordinary meeting of the Owners may be convened for:

- (a) removing from office any member of the Owners' Committee elected by such Owners under Clause 12.1(a); and/or
- (b) electing a new member of the Owners' Committee to replace any member of the Owners' Committee elected by such Owners under Clause 12.1(a) who has:
 - (i) ceased to be such member under Clause 12.4; or
 - (ii) been removed as provided in Clause 12.6(a) above.

Clause 11 shall apply to such a meeting, mutatis mutandis.

12.7 Election of the Chairman.

- (a) A chairman of the Owners' Committee (including a chairman elected under Clause 12.7(b)) shall hold office until the conclusion of the next meeting of the Owners convened under Clause 11.1(c).
- (b) If the chairman of the Owners' Committee ceases to be a member of the Owners' Committee for any reason or if he resigns his chairmanship before the conclusion of the next meeting of the Owners convened under Clause 11.1(c), the members of the Owners' Committee shall elect one of themselves to be the chairman of the Owners' Committee.

12.8 Resolutions.

- (a) Resolutions of the Owners' Committee shall be passed by a simple majority by show of hands.
- (b) Each member present at the Owners' Committee meeting shall have one vote on a question before the Committee and if there is an equality of votes the chairman shall have, in addition to a deliberative vote, a casting vote.
- (c) No resolution purported to be passed at any meeting of the Owners' Committee concerning any matter not mentioned in the notice of meeting shall be valid.

- (d) No resolution of the Owners' Committee shall be valid to the extent that it purports to alter the provision of or is otherwise contrary to or inconsistent with this Deed.

12.9 Records and Minutes.

- (a) The Owners' Committee shall keep records and minutes of:
 - (i) the appointment of members, the secretary and the chairman of the Owners' Committee and all changes thereof; and
 - (ii) all resolutions and proceedings of the Owners' Committee.
- (b) Such records and minutes shall be kept where 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 thereof on paying reasonable charges therefor. Any monies paid as such a charge shall be credited to the Special Fund.

12.10 Contracts entered into by the Owners' Committee. Subject to provisions in Schedule 7 to the Ordinance, 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 Affairs may specify by notice in the Gazette) or an amount which is or is likely to be more than 20% of the Budget of the Financial Year concerned (or such other percentage as the Secretary for Home 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 a Code of Practice referred to in section 20A of the Ordinance will apply to the Owners' Committee with any appropriate variations.

13. EXTINGUISHMENT OF RIGHTS

13.1 Damage to Development. If the whole or any part of the Development is damaged by fire, typhoon, earthquake, subsidence or other causes (which the whole or part of the Development concerned shall be referred as the "**Damaged Part**") rendering it substantially unfit for habitation, occupation or use, the Owners (the "**Affected Owners**" in this Clause 13) of not less than 75% of Shares relating to the Damaged Part (excluding any Common Parts Shares) (the "**Relevant Shares**") may convene a meeting of the Affected Owners. At such meeting the Affected Owners may resolve:

- (a) that it is not practicable to rebuild or reinstate the Damaged Part in which case the Affected Owners shall forthwith assign the Relevant Shares and the attached Right to Occupy to the Manager or such other person as may be resolved by the Affected Owners upon trust to dispose of them as soon as reasonably practicable by public auction or private treaty and to distribute the net proceeds of sale to the Affected Owners in proportion to the number of Relevant Shares previously held by each Affected Owner. All insurance

money received in respect of the Damaged Part shall likewise be distributed amongst the Affected Owners; or

- (b) to rebuild or reinstate the Damaged Part in which case the Affected Owners shall pay any costs of reinstating the Damaged Part which are not recovered from the insurance thereof in proportion to the number of Relevant Shares held by each Affected Owner. Until such payment the same will be a charge upon the Relevant Shares of each Affected Owner and shall be recoverable as a civil debt by the Manager pursuant to Clause 10.13.

13.2 Provisions applicable to meeting. The following provisions shall apply to a meeting convened pursuant to Clause 13.1:

- (a) the meeting shall be convened by at least 14 days' notice in writing posted on the public notice boards of the Development (if existing but if not then posted on an appropriate part of the site of the Development and published in an English and a Chinese language newspaper circulating in Hong Kong) specifying the time and place of the meeting;
- (b) no business shall be transacted unless a quorum is present when the meeting proceeds to business and the Affected Owners of not less than 75% of the Relevant Shares present in person or by proxy 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 be adjourned to the same time and day in the next week at the same place;
- (d) the meeting shall be presided over by an Owner or such other person appointed as chairman for that 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) At the meeting:
 - (i) an Affected Owner shall have one vote in respect of each Relevant Share he owns;
 - (ii) an Affected Owner may cast a vote personally or by proxy;
 - (iii) where 2 or more persons are the co-owners of a Relevant Share, the vote in respect of the Relevant Share may be cast:
 - (1) by a proxy jointly appointed by the co-owners;
 - (2) by a person appointed by the co-owners from amongst themselves; or
 - (3) if no appointment is made under Clause 13.2(f)(iii)(1) or (2), either by one of the co-owners personally or by a proxy appointed by one of the co-owners;

- (iv) where 2 or more persons are the co-owners of a Relevant Share and more than one of the co-owners seeks to cast a vote in respect of the Relevant Share, only the vote that is cast, whether personally or by proxy, by the co-owner whose name, in order of priority, stands highest in relation to that Relevant Share in the register kept at the Land Registry shall be treated as valid; and
- (v) if there is an equality of votes the person presiding over the meeting shall not have any second or casting 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 at the meeting;
- (i) a resolution of not less than 75% of the Affected Owners present at a meeting duly convened under this Clause 13.2 shall bind all the Affected Owners Provided That:
 - (i) the notice convening the meeting specified the intention to propose a resolution concerning such matter;
 - (ii) any resolution purported to be passed at any such meeting concerning any other matter shall not be valid; and
 - (iii) no resolution shall be valid if it is contrary to this Deed; and
- (j) the Manager shall have the right to attend the meeting.

14. MISCELLANEOUS PROVISIONS

14.1 Owners to notify Manager when ceasing to be Owner. Each Owner shall notify the Manager when he ceases to be the Owner of any Share and notify the Manager of the name and address of the new Owner. Each Owner shall remain liable for all sums due and payable under this Deed and for the compliance with this Deed up to the date on which such notice is received by the Manager but without prejudice to the liability of the new Owner under this Deed.

14.2 Common Parts Shares held by Manager.

- (a) Notwithstanding anything in this Deed, the Common Parts Shares shall not carry any liability to contribute to the Management Expenses, or make any payment under this Deed, and the Common Parts Shares shall not carry any voting rights (at any meeting whether held under this Deed, the Ordinance or otherwise) or be taken into account in calculating the quorum at any meeting.
- (b) The Manager shall:

- (i) hold all Common Parts Shares and Common Parts assigned to it as trustee for the benefit of all Owners, subject to the Land Grant and this Deed; and
 - (ii) subject to Clause 14.2(c), assign the Common Parts Shares and the Common Parts free of costs and consideration to the successor of the Manager upon termination of its appointment as Manager.
- (c) The Owners' Corporation (when formed) may at any time require the Manager to assign or transfer to it the Common Parts Shares and the Common Parts and the management responsibilities free of costs and consideration. The Common Parts Shares and the Common Parts assigned to the Owners' Corporation under this Deed shall be held by the Owners' Corporation on trust for the benefit of all Owners subject to the Land Grant and this Deed.

14.3 Land Grant.

- (a) Nothing in this Deed shall conflict with or be in breach of the conditions in the Land Grant. If any provision contained in this Deed conflicts with the Land Grant, the Land Grant shall prevail.
- (b) All the Owners (including the First Owner) and the Manager hereby covenant with each other to comply with the conditions of the Land Grant so long as they remain as Owners and Manager.

14.4 Cessation of liabilities. Subject to Clause 14.1, each Owner shall on ceasing to be the Owner of any Share, cease to be liable for any matter or liabilities under this Deed other than in respect of any breach of this Deed by him prior to his ceasing to be an Owner.

14.5 Public notice boards etc. There shall be public notice boards at such places in the Development as the Manager may from time to time decide. There shall be exhibited on each of such public notice boards a copy of the Development Rules from time to time in force, all notices which are required under this Deed 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 and licensees.

14.6 Service of Notice.

- (a) Subject as otherwise provided in this Deed, all notices or demands to be served under this Deed shall be in writing and shall be sufficiently served if addressed to the party to whom the notices or demands are served and sent by prepaid post to or left at the Unit or the letter box of the Unit of the party to be served notwithstanding that such party shall not personally occupy such Unit.
- (b) Where notice is to be given to an Owner who is a mortgagor, such notice may also be served on the mortgagee, if the mortgagee is a company, at its

registered office or last known place of business in Hong Kong and, if he is an individual, at his last known residence.

- (c) All notices required to be given to the Manager shall be sufficiently served if addressed to the Manager and sent by pre-paid post or left at the registered office of the Manager.
- (d) Any Owner not occupying or using his Unit shall provide the Manager with an address in Hong Kong for service of notices under the provisions of this Deed, failing which the address of such Unit is deemed to be his address for service.
- (e) Each Owner shall notify the Manager of the name and address in Hong Kong of the person authorized by him to accept service of process.

14.7 Co-Owners and Owners of Sub-divided Flats.

- (a) Co-owners of any Share, whether holding as joint tenants, tenants-in-common or otherwise, shall be jointly and severally liable to the Manager and other Owners for the performance of all obligations under this Deed which are to be performed by the Owner of the Share.
- (b) Where:
 - (i) a Flat has been sub-divided by the First Owner into different parts under paragraph 14 of Schedule 6;
 - (ii) Shares and Management Shares allocated to that Flat have been sub-allocated among those parts; and
 - (iii) the Owner of the Shares sub-allocated to any such part has the exclusive right and privilege, vis-à-vis the Owners of other Shares allocated to the Flat, to hold, use, occupy and enjoy that part,

the Owner of the sub-allocated Shares shall be:

- (iv) liable for the payment of a Due Proportion (defined below) of any amount payable in respect of the Flat and for the performance of any obligation relating to that part of the Flat in respect of which he has such exclusive right and privilege to hold, use, occupy and enjoy;
- (v) entitled to a Due Proportion of any amount payable in respect of the Flat; and
- (vi) entitled to the benefit of and enforce any covenant in this Deed the breach of which will have a material adverse effect on the use and enjoyment of the part of the sub-divided Flat in respect of which he has such exclusive right and privilege to hold, use, occupy and enjoy.

For the purpose of this Clause 14.7(b), “**Due Proportion**” means the proportion borne by the Management Shares sub-allocated to the part of the

Flat concerned to the total number of Management Shares allocated to that Flat under this Deed.

14.8 Deed binding on executors etc. This Deed shall bind the parties hereto and their respective executors, administrators, successors in title and assigns and the benefit and burden of the covenants in this Deed shall be annexed to and run with the Shares and the attached Right to Occupy, the Units and the Common Parts.

14.9 Chinese translation and copies of the Plans.

(a) The First Owner shall at its own cost make a direct translation in Chinese of this Deed and shall deposit the same and a copy of this Deed within one month after the date of this Deed in the management office of the Development. After the depositing of a copy of this Deed and the aforesaid direct translation, all Owners may inspect the same at the management office of the Development during normal office hours free of charge. A photocopy of the copy of this Deed or the said direct translation deposited shall be provided to any Owner upon request at the expense of such Owner and on the payment of a reasonable charge. Any monies paid as such a charge shall be credited to the Special Fund. In any dispute between the Chinese translation and the English document, the English version of this Deed shall prevail.

(b) The Manager shall keep copies of the Plans in the management office of the Development. All Owners may inspect the same at the management office of the Development during normal office hours free of charge. A photocopy of the copies of the Plans deposited shall be provided to any Owner upon request at the expense of such Owner and on the payment of a reasonable charge. Any monies paid as such a charge shall be credited to the Special Fund.

14.10 Owners' Incorporation and the Ordinance.

(a) Nothing in this Deed shall prejudice the operation of the Ordinance.

(b) During the existence of an Owners' Corporation:

(i) general meetings of the Owners' Corporation convened under the Ordinance shall take the place of the Owners' meetings convened under this Deed; and

(ii) the management committee of the Owners' Corporation shall take the place of the Owners' Committee under this Deed.

(c) The Owners' Corporation shall have the same powers under this Deed as the Manager relating to the Slope Structures under paragraph 28 of Schedule 7.

14.11 Works and Installations.

(a) The First Owner shall at its own expense compile for the reference of the Owners and the Manager a maintenance manual for the Works and Installations which shall set out the following details:

- (i) as-built record plans of the Development and the Works and Installations together with the necessary technical information (such as specifications of materials and design standard) for maintenance of all Works and Installations;
 - (ii) all warranties and guarantees (if any) provided by contractors (together with the names of the companies providing the warranty and the contact telephone numbers) in respect of all Works and Installations;
 - (iii) recommended maintenance strategy and procedures for the Works and Installations;
 - (iv) a list of items of the Works and Installations requiring routine maintenance and:
 - (1) the recommended frequency of routine maintenance inspection; and
 - (2) checklist and typical inspection record sheets for routine maintenance inspection;
 of such Works and Installations; and
 - (v) recommended maintenance cycle of the Works and Installations.
- (b) The First Owner shall deposit a full copy of the W&I Maintenance Manual in respect of those Works and Installations which are not in a Subsequent Phase at the management office of the Development within one month after the date of this Deed. The First Owner shall deposit a full copy of the W&I Maintenance Manual in respect of those Works and Installations which are in a Subsequent Phase at the management office of the Development within one month after the date of the Subsequent Phase Sub-Deed of that Subsequent Phase.
- (c) All Owners may inspect such deposited W&I Maintenance Manual at the management office of the Development during normal office hours free of charge. A copy of the W&I Maintenance Manual shall be provided to any Owner upon request at the expense of such Owner and on the payment of a reasonable charge. All such charges shall be credited to the Special Fund.
- (d) After the W&I Maintenance Manual has been deposited in accordance with Clause 14.11(b), the Owners may by a resolution at an Owners' meeting convened under this Deed revise, as may be necessary (e.g. the addition of works and installations in the Development, the updating of maintenance strategies in step with changing requirements, etc), Schedule 8 and/or the W&I Maintenance Manual, in which event the Manager shall procure from a qualified professional or consultant (as may be prescribed by a resolution at an Owners' meeting convened under this Deed) the revised Schedule 8 and/or the revised W&I Maintenance Manual (within such time as may be prescribed by

a resolution at an Owners' meeting convened under this Deed) to be approved by a resolution at an Owners' meeting convened under this Deed. All costs incidental to the preparation of the revised Schedule 8 and/or the revised W&I Maintenance Manual shall be paid out of the Special Fund.

- (e) The Manager shall deposit the revised W&I Maintenance Manual at the management office of the Development within one month after the date of its preparation. Clauses 14.11(c) and (d) shall apply (mutatis mutandis) to the revised W&I Maintenance Manual.
- (f) The Manager shall use all reasonable endeavour to register the revised Schedule 8 at the Land Registry as soon as practicable after its approval by a resolution at an Owners' meeting convened under this Deed.

14.12 Copy of Schedules 7 and 8 to the Ordinance. The First Owner shall deposit a copy of Schedules 7 and 8 to the Ordinance (in both English and Chinese versions) in the management office of the Development. All Owners may inspect same at the management office of the Development during normal office hours free of charge. A photocopy of the copy of Schedules 7 and 8 to the Ordinance shall be provided to any Owner upon request at the expense of such Owner and on the payment of a reasonable charge. Any monies paid as such a charge shall be credited to the Special Fund.

14.13 Green and innovative features and other features.

- (a) The Wider Common Corridors and Lift Lobbies shall only be used as corridors and lift lobbies by persons permitted by this Deed to make use of the same.
- (b)
 - (i) The counter for caretakers marked as "CARETAKERS' COUNTER" on the Plans shall only be used as such a counter.
 - (ii) The offices for caretakers marked as "CARETAKERS' OFFICE" on the Plans shall only be used as such an office.
 - (iii) The guard rooms for caretakers marked as "GUARD ROOM" on the Plans shall only be used as such guard rooms.
 - (iv) The lavatories for caretakers marked as "LAVATORY FOR CARETAKERS" on the Plans shall only be used as such lavatories.
 - (v) The owners' committee office marked as "OWNERS' COMMITTEE OFFICE" on the Plans shall only be used as such an office.
- (c) The Horizontal Screen / Covered Walkway shall only be used as a horizontal screens / covered walkway.
- (d) The Greenery Areas shall not be used for any other purposes without the prior consent of the Building Authority.

- (e) The Covered Landscape and Play Areas shall only be used as covered landscapes and play areas. The Covered Landscape and Play Areas in a Subsequent Phase shall be designated as Common Parts under the Subsequent Phase Sub-Deed of that Subsequent Phase.

14.14 Slope Maintenance Manual. The First Owner shall deposit a full copy of the Slope Maintenance Manual in the management office of the Development within one month after the date of this Deed. After the depositing of the Slope Maintenance Manual, all Owners may inspect same at the management office of the Development during normal office hours free of charge. A photocopy of the Slope Maintenance Manual shall be provided to any Owner upon request at the expense of such Owner and on the payment of a reasonable charge. Any monies paid as such a charge shall be credited to the Special Fund.

14.15 Fire Safety .

- (a) Each Owner and the Manager shall observe and comply with the Fire Safety Management Plan.
- (b) An Owner shall:
 - (i) not remove or obstruct sounder base type addressable smoke detectors provided to cover the kitchen area inside the Open Kitchen Flats except bedroom and bathroom and ionization type smoke detectors provided for the entire common corridor / lobby outside the Open Kitchen Flats;
 - (ii) not remove or obstruct the sprinkler head provided for the entire open kitchen area in an Open Kitchen Flat;
 - (iii) not remove the full height wall having an FRR (fire resistance rating) of not less than -/30/30 adjacent to the open kitchen and flat exit door of an Open Kitchen Flat; and
 - (iv) allow the fire services installations mentioned in (i) and (ii) above to be subject to annual or other maintenance, testing and commissioning conducted by the Manager's registered fire service installation contractor, and shall allow access to his Open Kitchen Flat to the Manager and the aforesaid contractor for the purpose of carrying out the aforesaid maintenance, testing and commissioning, such maintenance, testing and commissioning shall be at the cost of the Owner concerned.
- (c) The Manager shall assist the Owners to carry out the maintenance, testing and commissioning referred to in Clause 14.15(b)(iv) and submit the maintenance certificate to the Fire Services Department at the cost of the Owner concerned.
- (d) The Manager shall deposit a copy of the Fire Safety Management Plan in the management office of the Development within one month after the date of this Deed. All Owners may inspect the same at the management office of the

Development or the aforesaid other place during normal office hours free of charge. A photocopy of the copy of the Fire Safety Management Plan deposited shall be provided to any Owner upon request at the expense of such Owner and on the payment of a reasonable charge. Any monies paid as such a charge shall be credited to the Special Fund.

- (e) The Owner shall carry out the inspection and repair of relevant fire service equipment, including the fire damper.

14.16 No conversion of Common Parts.

- (a) No Owner including the First Owner shall have the right to convert the Common Parts or any part thereof to his own use or for his own benefit unless with the approval by a resolution of the Owners' Committee. Any payment received for the granting of such approval shall be credited to the Special Fund.
- (b) No Owner (including the First Owner) shall have the right to convert or designate as Common Parts such part(s) of the Development the sole and exclusive right and privilege to hold, use, occupy and enjoy the same as may be held by him unless the approval by a resolution of the Owners at an Owners' meeting convened under this Deed has been obtained. Neither the Owners (including the First Owner) nor the Manager shall have the right to re-convert or re-designate the Common Parts to his own use or for his own benefit.

14.17 Construction of a Subsequent Phase. The First Owner shall, during the construction of a Subsequent Phase, provide, at its own expense, such necessary temporary noise abatement and dust protection measures within the Development in relation to the Units of other Phases as may be required by the Building Authority so as to minimize inconvenience and disturbance caused to the Owners of Units of other Phases from the continuing building works of the Subsequent Phase(s) of the Development on the Lot.

SCHEDULE 1
Allocation of Shares

Part 1
General Allocation of Shares

<i>PART OF THE DEVELOPMENT CONCERNED</i>	<i>SHARES</i>
Flats in Phase 1	24,008 (Note 1)
Parking Spaces in Phase 1	2,087 (Note 2)
Common Parts in Phase 1	1,000
Subsequent Phases	46,192
TOTAL	73,287

Note:

- 1. Allocation of Shares among the Flats in Phase 1 is shown in Part 2.**
- 2. Allocation of Shares among the Parking Spaces in Phase 1 is shown in Part 3**

Part 2

Allocation of Shares among the Flats in Phase 1

Shares are allocated to the Flats in Phase 1 as follows.

Tower 2

Floor \ Flat	A	B	C	D	E	F	G
1/F	176* [%]	146* [%]	117* [%]	61*	69*	50*	50*
2/F	--	--	--	61*	68	48	51
3/F	121*	83*	--	62	68	48	53
5/F	121	83	--	62	68	48	54
6/F	121	83	--	62	68	48	54
7/F	121	83	--	62	68	48	54
8/F	121	83	--	62	68	48	54
9/F	121	83	--	62	68	48	54
10/F	121	83	--	62	68	48	54
11/F	121	83	--	62	68	48	54
12/F	121	83	--	62	68	48	54
15/F	121	83	--	62	68	48	54
16/F	121	83	--	62	68	48	54
17/F	121	83	--	62	68	48	54
18/F	121	83	--	62	68	48	54
19/F	121	83	--	62	68	48	54
20/F	121	83	--	62	68	48	54
21/F	121	83	--	62	68	48	53
22/F	121	83	--	62	68	48	53
23/F	199 ^{^*} [%]	173 ^{^*} [%]	--	62	68	48	53
25/F	--	--	--	73 [^]	75 [^]	52 [^]	58 [^]

Tower 3

Flat Floor	A	B	C	D	E	F	G	H
1/F	71*	42*	33*	72*	50*	39*	41*	50*
2/F	72	43	34	71	48	41	43	48
3/F	72	43	34	71	48	41	43	48
5/F	72	43	34	71	48	43	43	48
6/F	72	43	34	71	48	43	43	48
7/F	72	43	34	71	48	43	43	48
8/F	72	43	34	71	48	43	43	48
9/F	72	43	34	71	48	43	43	48
10/F	72	43	34	71	48	43	43	48
11/F	72	43	34	71	48	43	43	48
12/F	72	43	34	71	48	43	43	48
15/F	72	43	34	71	48	43	43	48
16/F	72	43	34	71	48	43	43	48
17/F	72	43	34	71	48	43	43	48
18/F	72	43	34	71	48	43	43	48
19/F	72	43	34	71	48	43	43	48
20/F	72	43	34	71	48	43	43	48
21/F	72	43	34	71	48	41	43	48
22/F	72	43	34	71	48	41	43	48
23/F	72	43	34	71	48	41	43	48
25/F	123^	--	111^	--	108^	--	107^	--

Tower 5

Floor \ Flat	A	B	C	D	E	F
1/F	72*	48	34	43	43	63*
2/F	72	48	34	43	43	62
3/F	72	48	34	43	43	62
5/F	72	48	34	43	43	62
6/F	72	48	34	43	43	62
7/F	72	48	34	43	43	62
8/F	72	48	34	43	43	62
9/F	72	48	34	43	43	62
10/F	72	48	34	43	43	62
11/F	72	48	34	43	43	62
12/F	72	48	34	43	43	62
15/F	72	48	34	43	43	62
16/F	72	48	34	43	43	62
17/F	72	48	34	43	43	62
18/F	72	48	34	43	43	62
19/F	72	48	34	43	43	62
20/F	72	48	34	43	43	62
21/F	72	48	34	43	43	62
22/F	72	48	34	43	43	62
23/F	72	48	34	43	43	62
25/F	78^	52^	37^	45^	45^	68^

Notes:

- (1) There are no designations of 4th, 13th, 14th and 24th Floors.
- (2) There is no designation of Tower 4.
- (3) * denotes those Flats which include the flat roof(s) held therewith.
 ^ denotes those Flats which include the roof(s) held therewith.
 % denotes those Flats which are duplex units.

Part 3

Allocation of Shares among the Parking Spaces in Phase 1

Shares are allocated to the Parking Spaces in Phase 1 as follows.

Space Type	No. of Spaces	Shares
Car Parking Spaces	159	2,067 (13 Shares per Parking Space)
Motorcycle Parking Spaces	10	20 (2 Shares per Parking Space)
	TOTAL	2,087

SCHEDULE 2

Management Shares

Part 1

General Allocation of Management Shares in Phase 1

<i>PART OF THE DEVELOPMENT CONCERNED</i>	<i>MANAGEMENT SHARES</i>
Flats in Phase 1	24,008 (Note 1)
Parking Spaces in Phase 1	2,087 (Note 2)
TOTAL	26,095

Notes:

- 1. Allocation of Management Shares among the Flats in Phase 1 is shown in Part 2.**
- 2. Allocation of Management Shares among the Parking Spaces in Phase 1 is shown in Part 3.**

Part 2

Allocation of Management Shares among the Flats in Phase 1

Management Shares are allocated to the Flats in Phase 1 as follows.

Tower 2

Floor \ Flat	A	B	C	D	E	F	G
1/F	176*%	146*%	117*%	61*	69*	50*	50*
2/F	--	--	--	61*	68	48	51
3/F	121*	83*	--	62	68	48	53
5/F	121	83	--	62	68	48	54
6/F	121	83	--	62	68	48	54
7/F	121	83	--	62	68	48	54
8/F	121	83	--	62	68	48	54
9/F	121	83	--	62	68	48	54
10/F	121	83	--	62	68	48	54
11/F	121	83	--	62	68	48	54
12/F	121	83	--	62	68	48	54
15/F	121	83	--	62	68	48	54
16/F	121	83	--	62	68	48	54
17/F	121	83	--	62	68	48	54
18/F	121	83	--	62	68	48	54
19/F	121	83	--	62	68	48	54
20/F	121	83	--	62	68	48	54
21/F	121	83	--	62	68	48	53
22/F	121	83	--	62	68	48	53
23/F	199^*%	173^%	--	62	68	48	53
25/F	--	--	--	73^	75^	52^	58^

Tower 3

Flat Floor	A	B	C	D	E	F	G	H
1/F	71*	42*	33*	72*	50*	39*	41*	50*
2/F	72	43	34	71	48	41	43	48
3/F	72	43	34	71	48	41	43	48
5/F	72	43	34	71	48	43	43	48
6/F	72	43	34	71	48	43	43	48
7/F	72	43	34	71	48	43	43	48
8/F	72	43	34	71	48	43	43	48
9/F	72	43	34	71	48	43	43	48
10/F	72	43	34	71	48	43	43	48
11/F	72	43	34	71	48	43	43	48
12/F	72	43	34	71	48	43	43	48
15/F	72	43	34	71	48	43	43	48
16/F	72	43	34	71	48	43	43	48
17/F	72	43	34	71	48	43	43	48
18/F	72	43	34	71	48	43	43	48
19/F	72	43	34	71	48	43	43	48
20/F	72	43	34	71	48	43	43	48
21/F	72	43	34	71	48	41	43	48
22/F	72	43	34	71	48	41	43	48
23/F	72	43	34	71	48	41	43	48
25/F	123^	--	111^	--	108^	--	107^	--

Tower 5

Floor \ Flat	A	B	C	D	E	F
1/F	73*	48	34	43	43	63*
2/F	72	48	34	43	43	62
3/F	72	48	34	43	43	62
5/F	72	48	34	43	43	62
6/F	72	48	34	43	43	62
7/F	72	48	34	43	43	62
8/F	72	48	34	43	43	62
9/F	72	48	34	43	43	62
10/F	72	48	34	43	43	62
11/F	72	48	34	43	43	62
12/F	72	48	34	43	43	62
15/F	72	48	34	43	43	62
16/F	72	48	34	43	43	62
17/F	72	48	34	43	43	62
18/F	72	48	34	43	43	62
19/F	72	48	34	43	43	62
20/F	72	48	34	43	43	62
21/F	72	48	34	43	43	62
22/F	72	48	34	43	43	62
23/F	72	48	34	43	43	62
25/F	78^	52^	37^	45^	45^	68^

Note: the same notes in Part 2 of Schedule 1 apply.

Part 3

Allocation of Management Shares among the Parking Spaces in Phase 1

Management Shares are allocated to the Parking Spaces in Phase 1 as follows.

Space Type	No. of Spaces	Management Shares
Car Parking Spaces	159	2,067 (13 Management Shares per Parking Space)
Motorcycle Parking Spaces	10	20 (2 Management Shares per Parking Space)
	TOTAL	2,087

SCHEDULE 3

PART A - RIGHTS OF OWNERS

Each Owner shall have the benefit of the following rights (in common with all persons having the like right):

1. Right to use Common Parts. Subject to the rights of the Manager and the First Owner in this Deed and subject also to the Land Grant, the right for the Owner and his tenants, licensees and invitees to use the Common Parts for all purposes connected with the proper use and enjoyment of his Unit Provided That:
 - (a) the Recreational Facilities may only be used for such purposes by the residents of the Flats and their bona fide visitors (for this purpose the Manager shall keep an updated record and information of all Owners and residents of Flats);
 - (b) notwithstanding paragraph 1(a) of Part A of this Schedule, the Owners, tenants, licensees and invitees of any Unit may always make use of the Common Parts covered by paragraph 1(a) of Part A of this Schedule for the purpose of:
 - (i) escape or seeking refuge in case of a fire or other emergency; or
 - (ii) obtaining access to and from their respective Units (or parts thereof) or any category of Common Parts which they are entitled to make use of, where such access cannot practically be obtained other than through the Common Parts referred to in paragraph 1(a) of Part A of this Schedule;
 - (c) for the avoidance of doubt and without prejudice to the generality of the other provision of this paragraph 1, the Owner of any Flat and his tenants, licensees and invitees may with or without surveyors, workmen and others and with or without plant, equipment and materials with or without vehicles at all times to pass and repass on, along, over, by and through the Parking Common Parts, including, without limitation, the driveways forming part thereof freely and without payment of any nature whatsoever for the purpose of gaining access from or to any Residential Common Parking Space for all purposes connected with the proper use and enjoyment of that Residential Common Parking Space; and
 - (d) nothing in this paragraph 1 shall prejudice any right granted under paragraphs 2 to 5 of Part A of this Schedule.
2. Right of support and shelter. The right to subjacent and lateral support and to shelter and protection from the other parts of the Land.
3. Right to passage of utility services. The right to uninterrupted passage and running of soil, sewage, water, gas, electricity, air, smoke, information and other utility services (if any) from and to his Unit through the Conduits which are now or may at

any time be in, under or passing through the Land for the proper use and enjoyment of his Unit.

4. Right of entry to other parts of Land to repair. The right for any Owner with or without surveyors, workmen and others and with or without plant, equipment and materials at all reasonable times upon notice (except in an emergency when no notice is required and the entry may take place at all times) to enter upon other parts of the Land for the purpose of carrying out any works for the maintenance and repair of his Unit (such works 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 reasonably possible and forthwith making good any damage thereby caused to any part of the Land.
5. Right to easements. All other easements, rights and privileges belonging or appertaining to the Land.

PART B - RIGHTS TO WHICH OWNERS ARE SUBJECT

Each Owner holds his Unit subject to the following:

1. Land Grant. Any rights reserved to the Government in the Land Grant.
2. Manager's rights of entry. The right (if any) for the Manager to enter his Unit as provided under this Deed.
3. Other Rights. Rights and privileges equivalent to those contained in paragraphs 2, 3, 4 and 5 of Part A of this Schedule.

SCHEDULE 4

Common Parts

Subject to the express provisions of this Deed, the Common Parts include (to the extent not forming part of any Unit):

- (a) External walls and load bearing walls, foundations, columns, beams and other structural supports.
- (b) Walls enclosing passageways, corridors and staircases.
- (c) The roofs, chimneys, gables, gutters, lightning conductors, satellite dishes and ancillary equipment, aerials and aerial cables.
- (d) Parapet walls, fences and boundary walls.
- (e) Vents serving 2 or more Units.
- (f) Water tanks, reservoirs, pumps, wells, sewers, sewage treatment plants, drains, soil pipes, waste pipes, channels, water-courses, gutters, ducts, downpipes, cables, conduits, refuse chutes, hoppers and refuse container chambers.
- (g) Cellars, toilets, water closets, wash houses, bathhouses, kitchens and caretakers' flats.
- (h) Passageways, corridors, staircases, landings, light wells, staircase window frames and glazing, hatchways, roofways and outlets to the roofs and doors and gates giving access thereto.
- (i) Lifts, escalators, lift shafts and machinery and apparatus used in connection therewith and the housing thereof.
- (j) Lighting apparatus, air conditioning apparatus, central heating apparatus, fire fighting equipment and installations intended for the use and benefit of all of the owners generally and any room or chamber in which such apparatus, equipment or installation is fitted or installed.
- (k) Fixtures situated in a Unit which are used in connection with the enjoyment of any other Unit or other portion of the building.
- (l) Lawns, gardens and playgrounds and any other recreational areas.
- (m) Swimming pools, tennis courts, basketball courts, squash courts and premises containing or housing any other sporting or recreational facilities.
- (n) Clubhouses, gymnasiums, sauna rooms and premises containing health or leisure facilities.
- (o) Slopes, gradients and retaining walls including sea walls (if any) comprising or forming part of any land which is in common ownership with the Development.

SCHEDULE 5
Owners' Covenants

1. Use.

- (a) To comply with the terms of the Land Grant and all laws applicable to his Unit or the use of or any activity which may from time to time be carried out in or in relation to his Unit.
- (b) Not to use:
 - (i) a Flat other than for private residential use and without prejudice to the generality of the above, no Flat shall be used as a boarding house or for any form of commercial letting or occupancy in bed spaces or cubicles Provided That the First Owner may use any Flat owned by it as a show flat in accordance with the Land Grant and causing as little disturbance and inconvenience as possible to other Owners; and
 - (ii) any part of the Development other than for purposes from time to time permitted by the Land Grant and the law Provided That no part of the Development shall be used as a pawn shop, mahjong school, funeral parlour, coffin shop, temple, Buddhist hall, or any activity or purpose related to gambling, the production, sale, storage, display or viewing of pornographic materials, funeral, burial, cremation or any form of ancestor worship or a ceremony known as "Ta Chai (打齋)".
- (c) Not to do anything whereby any insurance taken out by the Manager under this Deed may become void or voidable or whereby the premia for any such insurance may be increased and in the event of any breach of this covenant to pay to the Manager the amount of any increase in premium caused by such breach in addition to any other liability incurred thereby.
- (d) Not to do anything which interferes with or is likely to interfere with any construction work on the Land or the exercise or performance of the Manager's powers and duties under this Deed.
- (e) Not to use his Unit for any purpose or activity which is illegal, noxious, dangerous or offensive or which may be or become a nuisance to or cause damage or annoyance to any other Owner or occupier of the Land or neighbouring premises.
- (f) (i) Not to keep any pet or animal:
 - (1) in any Flat in such a way as to give rise to 3 or more reasonable written complaints from different Owners to the Manager (whose decision on the reasonableness of the complaint shall be final and binding on the Owners); and
 - (2) in any Parking Space.

- (ii) Where the keeping of pet or animal is permitted under paragraph 1(f)(i) of this Schedule, to at all times comply with all Development Rules and all laws (including without limitation the Dogs and Cats Ordinance (Cap.167)) applicable to the keeping, regulation or control of his pet or animal.
- (g) Not to cause the maximum floor loading-bearing capacity of any floor to be exceeded and in the event of any breach of this covenant to make good any damage caused thereby.
- (h) Not to store in any Unit any dangerous or combustible goods Provided That the storage of a reasonable amount of fuel in a Flat for domestic cooking, shall not be a breach of this covenant if:
 - (i) such storage will not result in:
 - (1) a contravention of any law;
 - (2) any policy of insurance taken out by the Manager under this Deed becoming void or voidable; or
 - (3) the Manager not being able to take out any insurance under this Deed; and
 - (ii) any increase in premia for any insurance taken or to be taken out by the Manager under this Deed as a result of such storage is borne by the Owner making the storage.
- (i) Not to store goods in any Flat other than the personal and household possessions of the Owner or occupier.
- (j) Not to play mahjong in any Unit between midnight and 9 a.m. if any noise so created will be audible in any other Unit of the Land.
- (k) Not to alter, damage or interfere with Conduits which serve another part of the Land.
- (l) Not to do anything which may obstruct any means of fire escape or refuge area in the Development and (where necessary) to permit Owners, occupiers, licensees and invitees of other parts of the Development to pass and repass through his Unit for the purpose of escaping or seeking refuge in the case of a fire or other emergency.
- (m) To observe and comply with all Development Rules.
- (n) To use:
 - (i) a balcony forming part of his Flat only as a balcony;

- (ii) a covered area in the Development forming part of his Flat beneath a balcony only as a covered area beneath that balcony;
 - (iii) a utility platform forming part of his Flat only as a utility platform; and
 - (iv) a covered area in the Development forming part of his Flat beneath a utility platform only as a covered area beneath that utility platform
- in connection with the use and enjoyment of the Flat.
- (o) To observe and comply with the Fire Safety Management Plan.
2. Outgoings. To pay and discharge all taxes, rates and outgoings payable in respect of his Unit and to indemnify the other Owners against all liabilities in respect thereof Provided That all outgoings including Monthly Management Fees and Government rent payable in respect of a Unit up to and inclusive of the date of the first assignment of that Unit shall be paid by the First Owner and the First Owner must not request the Owner of that Unit to make any payment or to reimburse him of the said outgoings.
3. Repair. To at his own expense inspect, maintain and carry out all necessary works for the maintenance of:
- (a) his Unit and without prejudice to the generality of the foregoing, the Owner of a Flat shall keep any Non-enclosed Area forming part of his Flat in good and substantial repair and condition;
 - (b) the Development and the Works and Installations, subject to the provisions of this Deed; and
 - (c) the internal surface of the walls facing his Flat, all the windows forming part of his Flat and any openable window installed in or to any curtain wall enclosing his Flat.
4. Alterations.
- (a) Not to make any structural alteration to any part of the Development which will interfere with or affect the rights of any other Owner and not to make any structural alteration to any part of the Development without first obtaining the written consent of the Manager and the written approval from all competent authorities.
 - (b) (i) No Owner of a Flat shall install any air-conditioning units in any window or external wall of the Development other than at places designated for such purpose without the consent of the Manager.
 - (ii) To take all possible measures to prevent excessive noise, condensation or dripping from any air-conditioning units.
 - (c) Not to make any alteration to any fixture in the Development so as to or do anything which will affect or be likely to affect the supply or running of soil,

sewage, water, electricity, gas, air, smoke, information or other matters to other parts of the Land or the normal functioning of the Common Parts.

- (d) Not to install at any entrance to a Flat any metal grille, shutter or gate:
 - (i) which contravenes the Fire Services Ordinance (Cap. 95); or
 - (ii) without the consent of the Manager.
- (e) Subject to paragraph 14 and paragraph 15 of Schedule 6, not to sub-divide a Flat or a Parking Space or the Shares allocated to or the Right to Occupy a Flat or a Parking Space.
- (f) Not to erect, build or install any structure or other things, whether permanently or temporarily, in any balcony, utility platform, flat roof, roof or garden forming part of his Flat.
- (g) Not to do anything whereby any Non-enclosed Area or flat roof, roof or garden forming part of his Flat will be enclosed in whole or in part above safe parapet height other than as shown in the Building Plans.
- (h) Not to alter the design and location (as shown in the Building Plans) of any balcony or utility platform forming part of his Flat.

5. Exterior of Development.

- (a) Not to, save with the consent of the Manager:
 - (i) do anything in any Flat which will or may, in the opinion of the Manager, alter or adversely affect the external appearance of the Development or the Land;
 - (ii) change the design, style or colour of:
 - (1) the glass, glazing, frame, railing, guard, grille or other structure of any window forming part of his Flat; or
 - (2) any part of the external wall, external parapet or glass balustrade; and
 - (iii) erect install affix or display any railing, guard, grille, shades on or to any window forming part of his Flat.
- (b) Not to connect any installation to the communal television, radio or telecommunications aerial, cable, satellite system or other similar apparatus or any Conduit installed by the First Owner or the Manager except in accordance with applicable Development Rules.
- (c) No Owner of a Flat shall fix or display any Signs, cages, shades or other items on the exterior of the Development.

- (d) Not to leave in any balcony, utility platform, flat roof, roof or garden forming part of his Flat any matter which may, in the opinion of the Manager, adversely affect the appearance of the Development.
- (e) Not to use any balcony, utility platform, flat roof, roof or garden forming part of his Flat for the drying of laundry above parapet height.

6. Common Parts.

- (a) Not to obstruct the Common Parts, leave any dustbins, refuse, furniture or other things nor do anything in or to the Common Parts which may be or become a nuisance to any other Owners or occupiers of the Land or any neighbouring premises.
- (b) Not to alter the Common Parts or do anything which may, in the opinion of the Manager, interfere with or damage the Common Parts or adversely affect the normal functioning of the Common Parts and to indemnify the Manager and the other Owners for all losses incurred by the Manager and/or the other Owners (or any or some of them) as a result of a breach of this covenant including all costs and expenses incurred by the Manager in repairing the damage to or removing the interference with or restoring the normal functioning of those of the Common Parts affected by the breach.
- (c) Not to bring any animal or pet into such Common Parts as the Manager may from time to time specify and when remaining in any Common Parts which an animal may be brought into to take all measures to prevent that animal or pet from causing any nuisance, danger, injury or damage and without limitation of the foregoing, dogs shall at all times be securely held on a leash and fitted with a muzzle sufficient to prevent it from biting any person.
- (d) Not to make any connection to any system, equipment, plant, facility or Conduit forming part of the Common Parts except with the consent of the Manager and in accordance with the Development Rules.
- (e) To follow instructions which may from time to time be given by the Manager in relation to refuse collection facilities in the Development.

7. Conduits.

- (a) Not to do anything whereby the flush or drainage system of the Land may be clogged or impaired.
- (b) Not to allow any noxious, dangerous, poisonous, corrosive or objectionable effluent to be discharged into any Conduit on the Land and to ensure that discharged effluent will not corrode or be harmful to the flush or drainage system of the Land.

- (c) Not to allow sewage or refuse water to flow from the Land onto any adjoining land or to allow any waste to be deposited on the Land and to remove all refuse and waste in a proper manner.
8. Partitioning. No Owner shall at any time exercise or attempt to exercise any statutory or common law right to partition the Land and/or the Development.
9. Works.
- (a) To ensure that works to his Unit will be carried out in accordance with the law, the Land Grant, this Deed and the Development Rules with sufficient safety and protection measures being implemented to the satisfaction of the Manager.
 - (b) To properly remove from the Land in accordance with directions which may be given by the Manager from time to time all debris, surplus building materials or other waste resulting from any works to his Unit.
 - (c) To pay the Decoration Deposit to the Manager prior to the commencement of works.
 - (d) To indemnify the Manager for all costs, expenses or losses which the Manager may incur or suffer as a result of the carrying out of any works to his Unit, or the acts or omissions of the Owner or its employees, agents, contractors or licensees in connection with such works, or the breach of any provision of this paragraph 9.
10. Compliance by tenant, etc. To take all reasonable steps to prevent the tenants, occupiers, licensees or invitees of his Unit from doing anything which may interfere with or affect the management of the Land or constitute a breach of the Land Grant, this Deed or the Development Rules.
11. Maintenance of Slope Structures. To maintain and carry out at their own expense all works in respect of any and all Slope Structures as required by the Land Grant and in accordance with the Geotechnical Guidelines and the Slope Maintenance Manual.

SCHEDULE 6

Additional Rights of the First Owner

1. Common Parts. The right to assign to the Manager without consideration the Common Parts Shares and the Common Parts, which shall be held by the Manager in trust for the Owners in accordance with this Deed.
2. Amendments to Building Plans and other plans. Subject to obtaining any necessary consent under the Land Grant and the law, the rights to:
 - (a) add to or amend the Building Plans or any plan or proposal (if any) prepared or which requires approval under the Land Grant (including master layout plans, landscaping proposals and car park layout plans) or any law; and
 - (b) carry out any works to implement such addition or amendment;Provided That:
 - (c) such rights may only be exercised in respect of any Unit in a Completed Phase which have not been sold or assigned by the First Owner or any Subsequent Phase which is not a Completed Phase;
 - (d) these rights shall not be exercised so as to impede or restrict access to or from any part of the Land which the First Owner does not have the Right to Occupy; and
 - (e) any other Owners' use, occupation, ownership and enjoyment of his Unit shall not be affected by such additions and/or amendments.
3. Alterations. Subject to all necessary approval under the Land Grant and the law having been obtained, the right to make structural alterations or additions to any Unit in a Completed Phase which have not been sold or assigned by the First Owner or any Subsequent Phase which is not a Completed Phase without the concurrence of any Owner or the Manager or any other person Provided That:
 - (a) any such structural alteration shall not interfere with or affect the rights of any other Owner; and
 - (b) all approvals required under the law and the Land Grant have been obtained.
4. Fixtures. The right for itself, the Manager and their licensees to, subject to the Land Grant, install, affix, maintain, alter, renew and remove any Signs, plant, machinery, aerials and any other fixtures or facilities on or within the Common Parts and on the parts of the Land which it has the Right to Occupy Provided That if this right is exercised in relation to the Common Parts:
 - (a) written approval by a resolution of the Owners at an Owners' meeting convened under this Deed is obtained prior to the exercise of such right;

- (b) access to and use and enjoyment of the Unit of any other Owner shall not be affected;
- (c) access to and use and enjoyment of the Common Parts shall not be affected; and
- (d) any consideration received from the exercise of this right shall be credited to the Special Fund.

5. Entry to Carry Out Works.

- (a) The right to enter any part of the Land at all reasonable times to complete the development of the Land or the Common Parts and carry out any works referred to in paragraphs 2(b), 3 and 4 of this Schedule Provided That:
 - (i) except in an emergency when no notice is required and the entry may take place at all times, this right may only be exercised by the First Owner upon giving notice to the Manager, if this right is exercised in relation to the Common Parts;
 - (ii) other Owners' access to and use and enjoyment of their own Units shall not be affected; and
 - (iii) the First Owner shall rectify any damage to the Land caused by the negligence acts or omissions of its employees and agents in the course of exercising such rights

Provided That this right may only be exercised in respect of any Unit in a Completed Phase which have not been sold or assigned by the First Owner or any Subsequent Phase which is not a Completed Phase.

- (b) The right to, subject to paragraph 5(a)(ii) of this Schedule, issue instructions to the Owners and occupiers of the Development and their respective licensees, visitors and invitees that they may or may not use any part of the Land while the works or activities referred to in paragraph 5(a) of this Schedule are being carried out.
- (c) Any right of entry of the First Owner under this paragraph 5 may be exercisable by the First Owner with or without surveyors, workmen and contractors and with or without plant, equipment, materials and machinery.

6. Name of Development. The right to from time to time name a Subsequent Phase or any part thereof at any time so long as the First Owner remains to be the Owner of that Subsequent Phase and no part of that Subsequent Phase has been sold or assigned by the First Owner.

7. User. The right (subject to obtaining any necessary consent under the Land Grant and the law) to change the user of any Unit which have not been sold or assigned by the First Owner Provided That other Owners' access to and occupation, ownership, use and enjoyment of their own Units shall not be affected.

8. Dedication to Public. Subject to the prior approval by a resolution of Owners at an Owners' meeting convened under this Deed, the right to dedicate to the public any Unit which have not been sold or assigned by the First Owner for the purposes of passage with or without vehicles or in such manner as the First Owner shall consider fit Provided That:
 - (a) access to and occupation, ownership, use and enjoyment of the Unit of any other Owner shall not be affected; and
 - (b) no Owner (except the First Owner) may claim any consideration or compensation or benefit offered by the Government for such dedication if the Building Authority permits the site coverage or the plot ratio for any building within the Land to exceed the permitted percentage site coverage or the permitted plot ratio (as the case may be) as a result of such dedication.
9. Boundaries of the Land. Subject to the prior approval by a resolution of Owners at an Owners' meeting convened under this Deed, the right to adjust the boundaries of the Land and to reach any agreement with the Government in connection therewith and for that purpose to effect any surrender, extension or re-grant of the Land Grant Provided That the exercise of this right shall not interfere with the other Owners' right to hold, use, occupy and enjoy their Units nor impede access to their Units. Any money received from the Government shall be credited to the Special Fund.
10. Surrender to Government. The right to surrender or assign any Unit which have not been sold or assigned by the First Owner which is required to be surrendered or assigned to the Government Provided That access to and occupation, ownership, use and enjoyment of the Unit of any other Owner shall not be affected.
11. Amendments to Land Grant. The right to, subject to the prior approval by a resolution of Owners passed at an Owners' meeting convened under this Deed:
 - (a) apply to, negotiate and agree with the Government to vary or modify the Land Grant or any provision thereof, or to obtain any waiver or no-objection by the Government relating to any provision thereof, in such manner as the First Owner may consider fit;
 - (b) execute any document relating to such variation, modification, waiver or no-objection in the name of the First Owner without joining in any other Owner; and
 - (c) bind the other Owners to such variation, modification, waiver or no-objection or any document relating thereto executed by the First Owner as mentioned above;

Provided That:

- (d) any other Owner's Right to Occupy and access to or from his Unit shall not be affected and any other Owner's right to hold, use and enjoy his Unit shall not be interfered with;

- (e) the First Owner shall be solely responsible for any administrative fee and premium payable in respect of such variation, modification, waiver or no objection; and
 - (f) the rights conferred by this paragraph 11 on the First Owner shall be restricted to and only exercisable in respect of the part of the Land which the First Owner has the Right to Occupy.
12. Right of way, etc. The right to, subject to the prior approval by a resolution of Owners passed at an Owners' meeting convened under this Deed, obtain the grant of any easements, rights of way or any other rights of whatever nature whether proprietary, contractual or otherwise over or in relation to any adjoining or neighbouring land for the benefit of the Land on such terms and conditions as the First Owner considers fit.
13. Consideration received by the First Owner. Unless otherwise expressly provided in this Deed, the right to retain for its own use and benefit any consideration or benefit received or receivable by the First Owner or otherwise arising through the exercise of any right in this Schedule.
14. Sub-division.
- (a) The right to, subject to the Land Grant, the approval of the Director of Lands and all competent authorities (if required), sub-divide, in such manner as he deems fit, any Flat which it has the Right to Occupy, the Shares allocated thereto under this Deed or a Subsequent Phase Sub-Deed and the Right to Occupy attached to such Shares (in this paragraph 14, the "**Sub-Divided Unit**");
 - (b) Without prejudice to the generality of paragraph 14(a) above, the right to, subject to the Land Grant, the approval of the Director of Lands and all competent authorities (if required):
 - (i) sub-allocate to any part of that Sub-Divided Unit such of the Shares and Management Shares allocated to that Sub-Divided Unit under this Deed as he deems fit;
 - (ii) sell, assign, charge, mortgage or otherwise dispose of or deal with such sub-allocated Shares together with the Right to Occupy the part of that Sub-Divided Unit to which such Shares are sub-allocated; and
 - (iii) enter into a Sub-Deed of Mutual Covenant in relation to the Sub-Divided Unit for the purpose of implementing the exercise of the rights under paragraph 14(a) and paragraph 14(b)(i) of this Schedule (in this paragraph 14(b), the "**Sub-DMC**") Provided that:
 - (1) the Director of Lands has given his approval or waived the requirement for his approval of the Sub-DMC; and

- (2) the Sub-DMC does not conflict with the provisions of this Deed or any Subsequent Phase Sub-Deed.

15. Subsequent Phase.

- (a) To sub-divide, in such manner as he deems fit, a Subsequent Phase in respect of which a Subsequent Phase Sub-Deed has not been entered to, the Shares allocated thereto under this Deed and the Right to Occupy attached to such Shares;
- (b) Without prejudice to the generality of paragraph 15(a) above, to:
 - (i) sub-allocate to any part of that Subsequent Phase such of the Shares allocated to that Subsequent Phase under this Deed;
 - (ii) allocate Management Shares to Units in that Subsequent Phase as he deems fit;
 - (iii) notwithstanding Clause 14.16(b), designate different parts of the Development in that Subsequent Phase as Common Parts, Development Common Parts, Residential Common Parts and Parking Common Parts of the Development;
 - (iv) sell, assign, charge, mortgage or otherwise dispose of or deal with such sub-allocated Shares owned by the First Owner together with the Right to Occupy the part of that Subsequent Phase to which such Shares are sub-allocated; and
 - (v) enter into a Sub-Deed of Mutual Covenant in relation to the Subsequent Phase (in this paragraph 15(b), the “**Subsequent Phase Sub-Deed**”) Provided that:
 - (1) the Director of Lands has given his approval or waived the requirement for his approval of the Subsequent Phase Sub-Deed; and
 - (2) the Subsequent Phase Sub-Deed does not conflict with the provisions of this Deed and any previous Subsequent Phase Sub-Deed and the rights, interests and obligations of the other Owners bound by this Deed and any previous Subsequent Phase Sub-Deed.

SCHEDULE 7

Powers of Manager

1. Collection of Money. To demand and collect all money payable by the Owners under this Deed.

2. Insurance.

(a) Subject to the direction of the Owners' Corporation, to insure on such terms as the Manager may determine:

(i) the Common Parts, the Green Area (to the extent that the same has not been re-delivered to the Government in accordance with the Land Grant), the Yellow Area (to the extent that the same has not been re-delivered to the Government in accordance with the Land Grant), the Green Hatched Black Areas, the Pedestrian Crossing (to the extent that the same has not been surrendered to the Government in accordance with the Land Grant) and the Slope Structures in their full new reinstatement values in respect of loss or damage by fire or other risks; and

(ii) the Owners and the Manager in respect of such public, third party and occupier's liability, employer's liability in respect of employees employed within or exclusively in connection with the management of the Land, and other risks and liabilities as the Manager may decide in such amounts as the Manager deems fit,

with some reputable insurance company as comprehensively as reasonably and commercially possible in the name of the Manager and for and on behalf of the Owners according to their respective interests and to pay all premia required to keep such insurance policies in force. Such insurance could be a block insurance for the entire Development including areas which are not Common Parts.

(b) Subject to Clause 13.1, to pay out or apply all insurance money, compensation or damages recovered by the Manager in respect of any damage or loss to any Common Parts, the Green Area (to the extent that the same has not been re-delivered to the Government in accordance with the Land Grant), the Yellow Area (to the extent that the same has not been re-delivered to the Government in accordance with the Land Grant), the Green Hatched Black Areas, the Pedestrian Crossing (to the extent that the same has not been surrendered to the Government in accordance with the Land Grant) or the Slope Structures in the repair, rebuilding or reinstatement of the same.

(c) To pay out or apply all insurance money, compensation or damages recovered by the Manager in respect of any public, third party, occupier's, employer's, or other liability in remedying or compensating the loss or other matter for which it was paid.

3. Repair, maintenance and improvement of Common Parts.

- (a) To take all steps as the Manager may decide for putting and keeping the Common Parts in good and substantial repair, in a clean, tidy and proper working condition and appropriately decorated, landscaped, lit and ventilated.
- (b) Subject always to Clause 8.4, where reasonably required, to rebuild, renew, improve and upgrade the Common Parts as it deems fit and build or install additional common facilities as it deems fit in each case to a standard commensurate with the status of the Development.
- (c) To replace any broken glass in the Common Parts.
- (d) To keep the Conduits forming part of the Common Parts free from obstructions and in proper working condition.
- (e) To cultivate, irrigate and maintain plant and landscaping works in the Common Parts, if any.
- (f) To operate the gondola systems in the Development and for the avoidance of doubt the Manager may move and use a gondola in or through the airspace over any balcony, utility platform, stairhood (and the top of stairhood), flat roof, roof or garden forming part of any Flat Provided That the Manager shall at his own costs and expense repair and make good any damage so caused and be responsible for any liability for or caused by the negligent, wilful or criminal acts or omissions of the Manager or its employees, agents or contractors in exercising such power pursuant to this paragraph 3(f).

4. Control and operation and administration of Common Parts.

- (a) To, subject to paragraph 1, Part A, Schedule 3 of this Deed, have exclusive control over the Common Parts and to generally administer and manage the Common Parts.
- (b) To operate the Common Parts in such manner as the Manager deems fit.
- (c) To comply with and ensure compliance with all laws and provisions of the Land Grant which are applicable to the Common Parts or the Land as a whole (including without limitation provisions in the Land Grant relating to the Green Area, the Yellow Area, the Green Hatched Black Areas or the Pedestrian Crossing).
- (d) To regulate pedestrian traffic in the Common Parts.
- (e) To prevent obstruction of the Common Parts.
- (f) If any article or vehicle is, in the Manager's opinion, causing obstruction of the Common Parts or is brought onto or remains in the Common Parts in contravention of this Deed or the Development Rules or parking fees payable

in respect of any vehicle parked in areas comprised in the Common Parts have not been paid, to:

- (i) remove and impound the article or vehicle concerned;
- (ii) recover from the Owner who or whose tenant, licensee or visitor has brought the article onto the Common Parts (in this paragraph 4(f), the “**Defaulting Owner**”) all costs and expenses incurred by the Manager in the removal and impoundment and (as the case may be) the parking fees in default and other penalties and charges;
- (iii) pending the recovery of such costs, expenses, parking fees, penalties and charges, claim a lien on the article or vehicle; and
- (iv) if these amounts are not paid within a time which the Manager may in its reasonable discretion determine, dispose of the article or vehicle in such manner as the Manager may decide and apply the proceeds towards payment of the amounts secured by the lien;

Provided That the Defaulting Owner shall indemnify the Manager, its employees, agents and contractors and keep them fully indemnified for any losses incurred in exercising the Manager’s powers under this paragraph 4(f).

- (g) To take all steps which the Manager considers appropriate for preventing any person from doing anything which may damage or interfere with the Common Parts or the normal functioning thereof.
- (h) To remove from the Common Parts any person who fails to comply with those of the Development Rules governing the use of the Common Parts or the conduct of any person using or present in the Common Parts.
- (i) To charge as the Manager deems fit a fee for the entry into and/or use of the Recreational Facilities (or any part thereof) Provided that all fees so received shall form part of the Management Funds.
- (j) Subject to the Land Grant, the law and Clause 8.4 and without prejudice to other rights and powers of the Manager, to carry out such works or other activities to or in the Common Parts in accordance with a resolution of the Owners’ Committee.
- (k) To temporarily suspend, close or shut down the Common Parts for repairing or replacement which the Manager deems necessary Provided That access to and use and enjoyment of the Unit of any Owner shall not be unreasonably affected.

5. Refuse Collection.

- (a) To prevent any decaying, noxious, excrementitious or other refuse matter from being deposited in the Land or any part thereof.

- (b) To arrange for refuse to be collected from different parts of and removed from the Land, and to maintain all refuse collection facilities in accordance with the requirements of any Governmental or other competent authority.
6. Prevention of Erosion. So far as reasonably possible, to prevent any refuse or other matter being deposited, washed, eroded or falling from the Land onto any neighbouring property and to remove any such refuse or other matter on or in the Land originating from any neighbouring property.

7. Utilities.

- (a) To make suitable arrangements for the supply of water, gas, electricity, telecommunication, information and other utility services to, from or for the Land.
- (b) Subject to Clause 8.4, to take such steps and make such arrangements from time to time as it considers appropriate to:
 - (i) increase the supply of any utility to the Development when existing supply may not be sufficient to cope with current needs; or
 - (ii) procure to be supplied to the Development any utility not previously supplied to the Development.

Without prejudice to the generality of the above, the Manager may (subject to Clause 8.4 and all approvals required under the law or the Land Grant having been obtained):

- (iii) install or permit any utility supplier to install additional plant, equipment and Conduits which are necessary for increasing the supply of or (as the case may be) supplying the utility concerned in such of the Common Parts as the Manager considers appropriate; and/or
 - (iv) carry out all works to the Common Parts for the purpose of facilitating the installation of such additional plant, equipment and Conduits.
- (c) To install, maintain and operate as the Manager deems fit communal radio, television or telecommunication cables, aerials and satellite dishes, Conduits for the transmission of information and other similar apparatus serving the Development.
 - (d) To take all reasonable steps to prevent any person from overloading any of the electrical installations and circuits in the Development.
 - (e) To negotiate and enter into and perform contracts with operators or providers of telecommunication or internet services for the supply of such services to the Development Provided That the Manager shall not enter into any contract for the installation or use of aerial broadcast distribution or telecommunications network facilities or any contract for the provision of broadcast distribution network or telecommunications network services unless:

- (i) the term of the contract does not exceed 3 years;
- (ii) the right to be granted under the contract is non-exclusive and the contract provides for sharing the use of the facilities and network with other service providers; and
- (iii) no Owner is required to make any payment in any form attributable to the installation or provision of the facilities or services unless he is a subscriber to the relevant services.

Without prejudice to the generality of the foregoing, to make all necessary connections as the Manager deems appropriate to enable the transmission of the services to occupants of the Development.

8. Security. To provide and maintain as the Manager deems fit security personnel, closed circuit T.V. systems, burglar alarms and other security measures for the Land.
9. Appointment of Lawyers. To appoint as it deems fit solicitors or legal counsel to advise upon any matter which arises in relation to the Land or this Deed and to grant them authority to accept service on behalf of the Owners of legal proceedings relating to the Land (except proceedings relating to the rights or obligations of individual Owners) and in all proceedings to which the Government is a party to appoint a solicitor who will undertake to accept service on behalf of the Owners (whether for the purpose of Order 10 Rule 1 of the Rules of the High Court or otherwise) within 7 days of being requested to do so by the Government.
10. Contracts.
 - (a) To appoint or employ agents, contractors or sub-managers (including professional property management companies) to carry out various aspects of the management of the Development or management in respect of certain area(s) of the Development Provided That the Manager shall not transfer or assign its rights, duties or obligations under this Deed to any such third parties (who must remain responsible to the Manager) and the Manager shall at all times remain responsible for the management and control of the whole Development and no provision in this Deed shall be construed as taking away or reducing such responsibility.
 - (b) To appoint accountants to audit the management accounts and books and prepare the annual income and expenditure accounts and balance sheets.
11. Enforcement of Deed.
 - (a) To enforce and take all reasonable steps to ensure compliance with this Deed and the Development Rules by the Owners, occupiers and licensees of the Land including by the commencement, conduct, defence and enforcement of legal proceedings (the provisions of Clause 10.13 applying to any such action) and by the registration and enforcement of charges in accordance with Clause 10.14.

- (b) To recover all costs and expenses incurred by the Manager in relation to an exercise of its power under paragraph 11(a) of this Schedule from the defaulting Owner.
- (c) To forbid any Owner who breaches this Deed and his tenants and licensees from using the Common Parts until the default is rectified save for the transmission of utility services (including but not limited to electricity, water, gas and telecommunication) and obtaining access to the Owner's Unit.
- (d) To discontinue providing management services to any Owner who breaches this Deed.
- (e) To remove any structure or installation or to demolish any building works in any part of the Land which are in contravention of this Deed, the Land Grant, or the law and to recover from the Owner of the Unit concerned all costs and expenses incurred by the Manager in connection with the exercise of the power in this paragraph 11(e) and making good any damage thereby caused to any other part of the Land Provided That this paragraph 11(e) does not impose any obligation on the Manager to carry out any works or activities it is empowered to carry out under this paragraph 11(e).
- (f) To take such steps as the Manager deem appropriate for removing from the Land any animal the presence of which in the Land or any Unit constitutes a contravention of this Deed.
- (g) To remove from the Recreational Facilities, any person who fails to comply with or is in breach of any applicable Development Rule and to exclude any person who has been in persistent breach of such Development Rules from the use of the Recreational Facilities, for such period as the Manager shall in its discretion deem appropriate.
- (h) To post on the public notice boards of or other prominent places in the Development the unit number of any Owner who is in breach of this Deed together with particulars of the breach.

12. Dealings with Government.

- (a) To have the exclusive right to represent the Owners in dealings with the Government or any other competent authority or any other person concerning the Land as a whole or the Common Parts, with power to bind all Owners as to any policy adopted, decision reached or action taken in relation to any such dealings subject to the Ordinance and the approval by a resolution of Owners at an Owners' meeting convened under this Deed.
- (b) Subject to the approval by a resolution of Owners at an Owners' meeting convened under this Deed, to surrender to the Government any part of the Common Parts on such terms and conditions and by deeds and documents of form and substance as the Manager deems fit.

- (c) To comply with any legislation and lawful requirements of the Government and any competent authority.
- (d) To comply with and take all steps the Manager may decide to ensure the compliance with all provisions in the Land Grant applicable to the Land as a whole (including without limitation provisions in the Land Grant relating to the Green Area, the Yellow Area, the Green Hatched Black Areas or the Pedestrian Crossing).

13. Grant and acceptance of leases, rights.

- (a) To:
 - (i) subject to the prior approval by a resolution of Owners passed at an Owners' meeting duly convened under this Deed and the Land Grant, grant upon such terms as it considers appropriate rights of way and other easements and rights of any other kind (whether constituting an interest in land or otherwise) over or relating to any Common Parts; and
 - (ii) subject to the prior approval by a resolution of Owners passed at an Owners' meeting duly convened under this Deed and the Land Grant, grant upon such terms as it considers appropriate franchises, leases or tenancy agreements in respect of and licences to use any Common Parts;

in either case to such persons (including, without limitations, owners or occupiers of any adjoining or neighbouring property, the Government or members of the general public) Provided That no Owner's right to hold, use, occupy and enjoy his Unit shall be interfered and no Owner's access to his Unit shall be impeded. All income and receipts arising therefrom shall be credited to the Special Fund.

- (b) To obtain, upon such terms as the Manager deems fit but subject to the prior approval by a resolution of the Owners' meeting duly convened under this Deed, grant of easements, licences or rights of any other kind whether constituting an interest in land or otherwise which will, in the opinion of the Manager, benefit the Owners and occupiers of the Land and to perform all terms and conditions on which such a grant is made.

14. Common Parts Shares. To take an assignment of and hold the Common Parts Shares and the Common Parts on trust in accordance with this Deed.

15. Staff and professional consultants.

- (a) To employ such staff and on such terms as it deems fit to enable it to perform its powers and duties under this Deed and to provide such staff with any necessary accommodation, uniforms, working clothes and all materials and equipment.

- (b) To retain the service of such professional consultants on such terms as it deems fit for the purpose of carrying out its powers and duties under this Deed.

16. Entry.

- (a) To enter with or without workmen, equipment or materials at all reasonable times on reasonable notice (except in an emergency) any part of the Land to exercise or carry out any of its powers or duties under this Deed (including without limitation to carry out necessary repairs to the Development or abate any hazard or nuisance which does or may affect the Common Parts or Owners other than the Owner whose Unit is being entered under the power provided in this paragraph 16(a)) Provided That the Manager shall at its own costs and expense make good any damage and be responsible for any liability caused by the negligent, wilful or criminal acts or omissions of the Manager or its employees, agents or contractors in entering any part of the Land pursuant to this paragraph 16(a).
- (b) To, at the cost of the Owner of the Unit concerned, replace broken window glass or glazing in any Unit which remains unreplaced for 7 days after the Manager has served a notice on the Owner or occupier of that Unit requiring him to replace the same Provided That this paragraph 16(b) does not impose any obligation on the Manager to replace any broken window glass in any Unit.
- (c) To, without limitation to the generality of paragraph 16(a) of this Schedule, enter with or without workmen, equipment or materials in every 12 months (or such other shorter duration as the Manager reasonably considers appropriate) or at all other reasonable times on reasonable notice (except in an emergency) any Open Kitchen Flat for the purpose of inspecting the status of any fire safety provisions therein and their connection with any other fire alarm or fighting system in the Development and/or verifying or procuring compliance with the Fire Safety Management Plan Provided that the Manager shall at its own costs and expenses make good any damage and be responsible for any liability caused by the negligent, wilful or criminal acts or omissions of the Manager or its employees, agents or contractors in entering any Open Kitchen Flat.

17. Development Rules.

The Manager may make Development Rules before the formation of an Owners' Committee. Amendments to the Development Rules may be made by the Manager with the approval of the Owners' Committee (if any). Such Development Rules may include provisions regulating:

- (a) the use, occupation, security, maintenance, fitting-out, decoration, renovation and environmental control of the Land or any part thereof;
- (b) the conduct of persons occupying, visiting or using the Common Parts and the conditions of such occupation, visit or use, including the payment of charges;

- (c) matters pertaining to the protection of the Common Parts; and
- (d) other matters pertinent to the beneficial management of the Land (including without limitation matters pertaining to the protection of the environment of the Land 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);

Provided That Development Rules made or amended in accordance with this paragraph 17 shall not be inconsistent with or contravene this Deed (and in case of such inconsistency, this Deed shall prevail), the Ordinance or the Land Grant. Such Development Rules shall bind the Owners, their tenants, licensees and invitees. A copy of the Development Rules shall be posted on the public notice boards of the Development and a copy shall be supplied to each Owner on request on payment of reasonable copying charges which said charges shall be credited to the Special Fund.

18. Sub-Deed of Mutual Covenant.

- (a) To act as manager under a Sub-Deed of Mutual Covenant relating to any part of the Development and exercise all powers and perform all duties under the Sub-Deed of Mutual Covenant.
- (b) Where a Sub-Deed of Mutual Covenant and/or Sub-Management Agreement or any similar deed or document is entered into in respect of any part of the Development and the Manager is not appointed Manager under the Sub-Deed of Mutual Covenant or other deed or document, to do all things as the Manager considers appropriate for co-ordinating with the manager appointed under such Sub-Deed of Mutual Covenant or other deed or document.

19. Consent. Subject as otherwise provided in this Deed, to give (with or without conditions) or withhold its consent to anything which requires its consent pursuant to this Deed and where any administrative fee is imposed by the Manager as a consideration for the granting of such consent, such administrative fee shall be held for the benefit of the Owners and be credited to the Special Fund. The Manager shall be entitled to charge not more than a reasonable administrative fee for issuing the consent.

20. Complaints. To deal with all enquiries, complaints, reports and correspondence relating to the Land.

21. Festive decorations. To provide such Christmas, Chinese New Year and other festive decorations and to organize such festive celebrations or activities for the Development as it deems fit.

22. Meetings of Owners. To convene meetings of the Owners and to act as secretary in keeping the minutes of such meetings.

23. Acquisition of property. Subject to the provisions of this Deed (in particular, Clauses 8.4, 10.10, 12.10) and Schedule 7 to the Ordinance, to purchase, hire or

otherwise acquire as it deems fit supplies, goods, services and/or facilities for use in relation to the Land.

24. Execution of documents. For the purpose of effecting any dealing or transaction relating to the Common Parts or the Common Parts Shares in accordance with this Deed, to execute and enter into any deed or document without joining any Owner (including any previous Owner) as a party thereto, the intention being that:

- (a) the Manager, as trustee holding the Common Parts and the Common Parts Shares in accordance with this Deed, is empowered to execute and enter into such deed or document; and
- (b) such deed and document shall, upon execution by the Manager as trustee empowered as mentioned above, be binding on all Owners as beneficial owners of the Common Parts and the Common Parts Shares.

25. Environmental matters.

- (a) To provide appropriate and sufficient waste separation and recovery facilities consisting of materials that will not cause any fire hazard (including, but not limited to, waste separation bins) at such locations within the Common Parts:
 - (i) as it may consider suitable and convenient to facilitate waste separation and recovery by Owners and occupiers of the Development; and
 - (ii) so as not to cause obstruction to any fire escape route.
- (b) To ensure that recyclable materials recovered from the waste separation and recovery facilities or through the regular cleaning process shall be properly collected, stored and sent for recycling.
- (c) To maintain the waste separation and recovery facilities in an environmentally acceptable and hygienic manner to avoid creating nuisance to the Owners and occupiers of the Development.
- (d) To organize on a regular basis activities it may consider appropriate to promote the environmental awareness of the Owners and occupiers of the Development and encourage Owners and occupiers of the Development to participate in such activities with a view to improving the environmental conditions of the Development.
- (e) Subject to the approval of the Owners' Committee or the Owners' Corporation, if formed, to make Development Rules requiring Owners and occupiers of the Development to dispose of their rubbish properly for waste separation and recycling purposes.

26. Decoration Deposits.

- (a) If any works are to be carried out to a Unit, to obtain from its Owner a refundable Decoration Deposit of a sum equal to 1 month's Monthly

Management Fees payable for that Unit for the time being or of such amount as may from time to time be stipulated in the Development Rules.

- (b) Without prejudice to other rights and remedies of the Manager, to deduct from the Decoration Deposit any amount which an Owner is liable to pay to or indemnify the Manager under Schedule 5, paragraph 9(d) and to refund to the Owner concerned the balance (if any) of the Decoration Deposit without interest.
27. Matters outside boundary. To carry out and perform, in relation to the Green Area (to the extent that the same has not been re-delivered to the Government in accordance with the Land Grant), the Yellow Area (to the extent that the same has not been re-delivered to the Government in accordance with the Land Grant), the Green Hatched Black Areas or the Pedestrian Crossing (to the extent that the same has not been surrendered to the Government in accordance with the Land Grant), all acts, activities and works required by the Land Grant, the law or insurers of insurance taken out in relation thereto, or which are deemed appropriate by the Manager for performing and complying with the provisions of the Land Grant, the law or those insurers in relation to the same.
28. Geotechnical works. To inspect, keep and maintain in good and substantial repair and condition and carry out all necessary works in respect of the Slope Structures in compliance with the conditions of the Land Grant and in accordance with the Geotechnical Guidelines, the Slope Maintenance Manual and all guidelines issued from time to time by the appropriate Government departments regarding the maintenance of the Slope Structures and to employ suitably qualified personnel for that purpose.
29. Transformer Room Facilities. To repair, maintain and reinstate the Transformer Room Facilities during the term of the Land Grant.

SCHEDULE 8

WORKS AND INSTALLATIONS

The following works and installations:

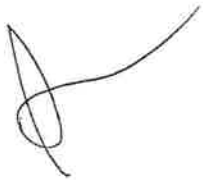
- (i) structural elements;
- (ii) external wall finishes and roofing materials;
- (iii) fire safety elements;
- (iv) the Slope Structures;
- (v) plumbing system;
- (vi) drainage system;
- (vii) fire services installations and equipment;
- (viii) electrical wiring system;
- (ix) lift installations;
- (x) gas supply system;
- (xi) window installations;
- (xii) gondola systems;
- (xiii) car park ventilation system;
- (xiv) curtain wall; and
- (xv) mechanical ventilation and air conditioning (MVAC) systems;
- (xvi) the landfill gas detection and mechanical ventilation system; and
- (xvii) such other major works and installations in any Subsequent Phase, which will require regular maintenance on a recurrent basis, as designated to be “Works and Installations” under a Subsequent Phase Sub-Deed.

IN WITNESS whereof the parties have executed this Deed the day and year first above written.

THE FIRST OWNER

SEALED with the COMMON SEAL of the First)
Owner and SIGNED by)
TSUI, Yiu Cheung, Director)
WHELOCK SECRETARIES HONG KONG LIMITED, Secretaries)
director(s)/person(s) duly authorized by the board)
whose signature(s) is/are verified by:)

Paul Tsui 



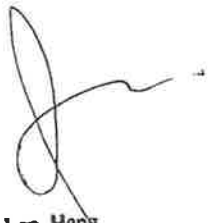
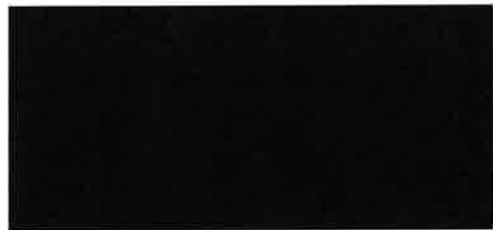
Lee Lap Hang
Solicitor, Hong Kong SAR
Baker & McKenzie

WHELOCK SECRETARIES HONG KONG LIMITED
Secretaries
Eliza

Eliza Y. F. Tam
Secretary

THE FIRST ASSIGNEE

SIGNED SEALED and DELIVERED by )
)
in the presence of:)



Lee Lap Hang
Solicitor, Hong Kong SAR
Baker & McKenzie

THE COMPANY

SEALED with the COMMON SEAL of the)
Company and SIGNED by)
TSUI, Yiu Cheung, Director)
WHELOCK SECRETARIES HONG KONG LIMITED, Secretaries)
director(s)/person(s) duly authorized by the board)
whose signature(s) is/are verified by:)

Paul Tam



[Handwritten signature]

Lee Lap Hang
Solicitor, Hong Kong SAR
Baker & McKenzie

WHELOCK SECRETARIES HONG KONG LIMITED
Secretaries

[Handwritten signature]
.....
Eliza Y. F. Tam
Secretary

APPENDIX 1

The Plans

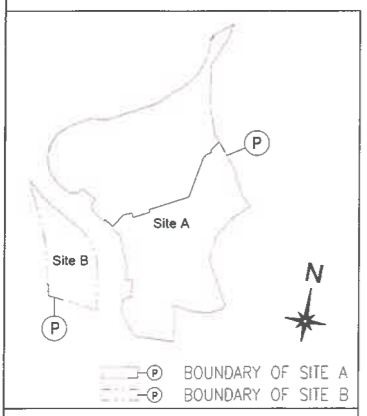
LG2		
SPACE TYPE (PHASE 1)		NO. OF SPACES
PARKING SPACES FOR MOTOR VEHICLES PROVIDED UNDER SPECIAL CONDITION (36)(a)(i)	AR01-80, AR82-90.	39
PARKING SPACES FOR MOTOR CYCLES PROVIDED UNDER SPECIAL CONDITION (36)(c)(i)	ARM01-05	5



- LEGEND:**
- GREEN (G) DEVELOPMENT COMMON PARTS
 - YELLOW (Y) RESIDENTIAL COMMON PARTS
 - YELLOW (Y) GREENERY AREAS (RESIDENTIAL COMMON PARTS) LG2=97.761 sqm LG3=51.577 sqm
 - STIPPLED BLACK (S) RECREATIONAL FACILITIES (RESIDENTIAL COMMON PARTS)
 - HATCHED BLACK (H) RESIDENTIAL COMMON PARKING SPACES
 - YELLOW CROSS HATCHED BLACK (X) RESIDENTIAL COMMON PARKING SPACES
 - VIOLET (V) PARKING COMMON PARTS
 - EDGED WITH INDIGO DOTTED LINE (I) HORIZONTAL SCREENS/COVERED WALKWAY

I HEREBY CERTIFY THE ACCURACY OF THIS PLAN

Chiu Wai Man
 CHIU Wai Man
 AUTHORIZED PERSON (ARCHITECT)

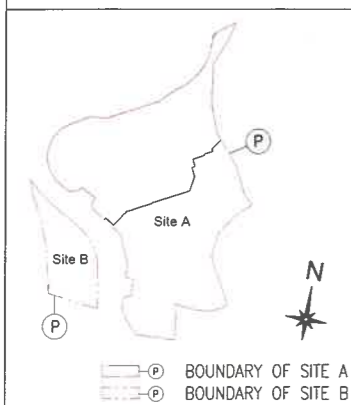


SITE A - LG3 PLAN

SITE A - LG2 PLAN

WCWP International Limited 胡周黃建築設計(國際)有限公司 11F Skyway House, 3 Sham Mong Road Tai Kok Tsui, Kowloon, Hong Kong T 2893 3000 info@wcp.hk	Drawing Title DMC Plan - Site A LG2 & LG3 Floor Plans	Drawing Number DMC-01	Scale 1:600
	Project Proposed Residential Development at N.K.I.L. 6584 R.P.	Project Number 16105	Date 05-Oct-2022

LG1		
SPACE TYPE (PHASE 1)		NO. OF SPACES
PARKING SPACES FOR MOTOR VEHICLES PROVIDED UNDER SPECIAL CONDITION (36)(a)(i)	AR91-121, AR124-146, AR148-163	70
PARKING SPACES FOR MOTOR CYCLES PROVIDED UNDER SPECIAL CONDITION (36)(c)(i)	ARM06-10	5



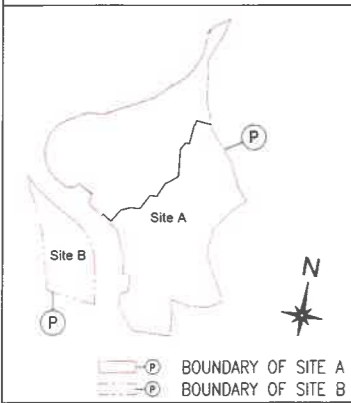
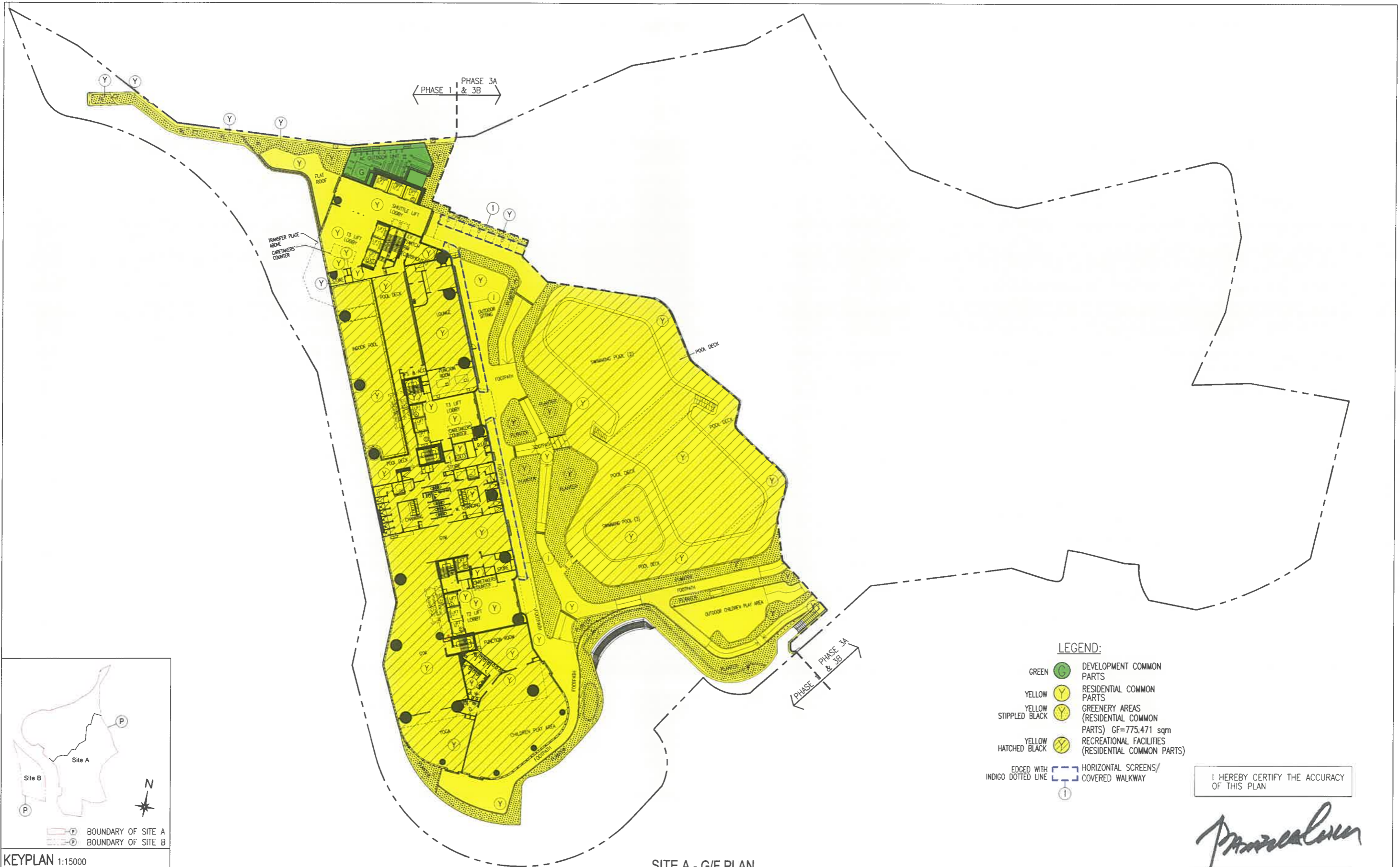
- LEGEND:**
- GREEN (G) DEVELOPMENT COMMON PARTS
 - YELLOW (Y) RESIDENTIAL COMMON PARTS
 - YELLOW STIPPLED BLACK (RESIDENTIAL COMMON PARTS) LG1=641.500 sqm
 - YELLOW HATCHED BLACK (RECREATIONAL FACILITIES (RESIDENTIAL COMMON PARTS))
 - YELLOW CROSS HATCHED BLACK (RESIDENTIAL COMMON PARKING SPACES)
 - VIOLET (P) PARKING COMMON PARTS

I HEREBY CERTIFY THE ACCURACY OF THIS PLAN

Chiu Wai Man
 CHIU Wai Man
 AUTHORIZED PERSON (ARCHITECT)

SITE A - LG1 PLAN

WCWP International Limited 胡周黃建築設計(國際)有限公司 11F Skyway House, 3 Sham Mong Road Tai Kok Tsui, Kowloon, Hong Kong T 2893 3000 info@wcp.hk	Drawing Title DMC Plan - Site A LG1 Floor Plan	Drawing Number DMC-02	Scale 1:600
	Project Proposed Residential Development at N.K.I.L. 6584 R.P.	Project Number 16105	Date 05-Oct-2022



SITE A - G/F PLAN

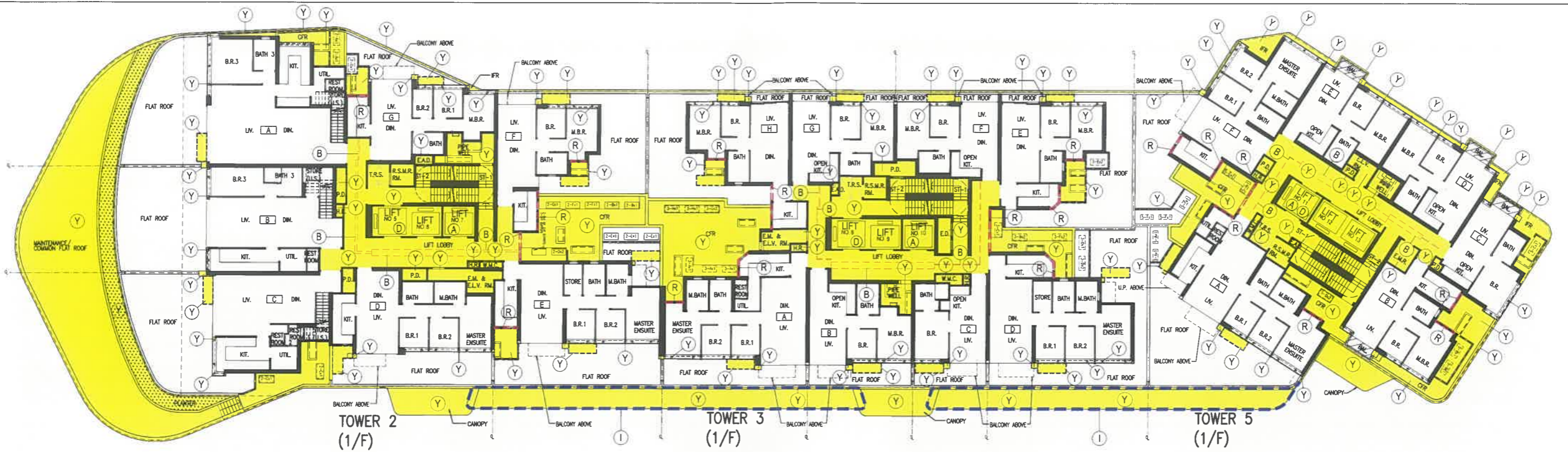
KEYPLAN 1:15000

WCWP International Limited 胡周黃建築設計(國際)有限公司 11F Skyway House, 3 Sham Mong Road Tai Kok Tsui, Kowloon, Hong Kong T 2893 3000 info@wcp.hk	Drawing Title DMC Plan - Site A G/F Plan	Drawing Number DMC-03	Scale 1:600
	Project Proposed Residential Development at N.K.I.L. 6584 R.P.	Project Number 16105	Date 05-Oct-2022

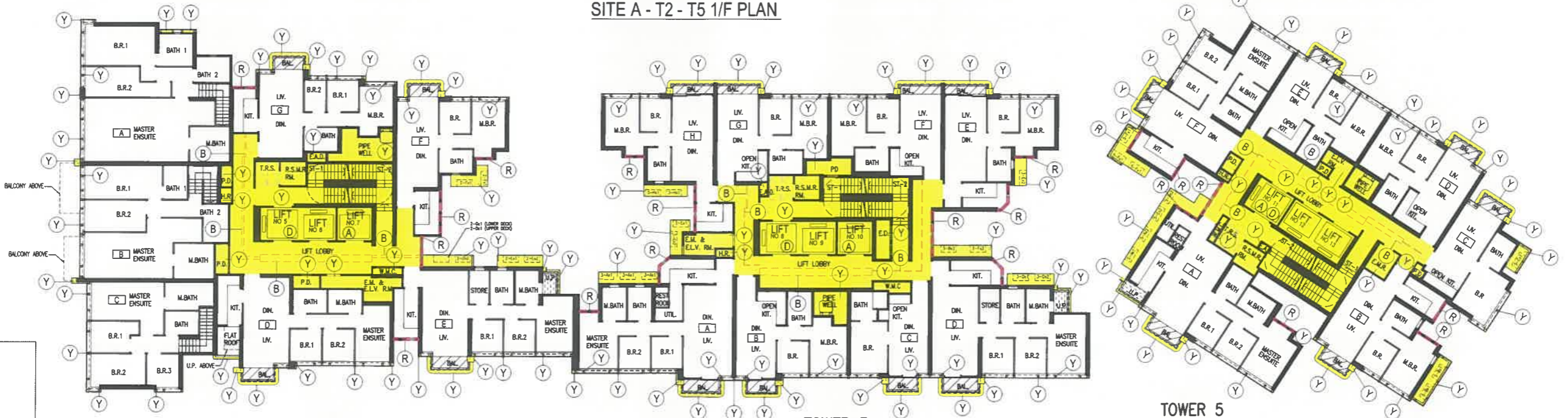
- LEGEND:**
- GREEN (G) DEVELOPMENT COMMON PARTS
 - YELLOW (Y) RESIDENTIAL COMMON PARTS
 - YELLOW (Y) GREENERY AREAS (RESIDENTIAL COMMON PARTS) GF=775,471 sqm
 - STIPPLED BLACK (Y) RECREATIONAL FACILITIES (RESIDENTIAL COMMON PARTS)
 - HATCHED BLACK (Y) RECREATIONAL FACILITIES (RESIDENTIAL COMMON PARTS)
 - EDGED WITH INDIGO DOTTED LINE (I) HORIZONTAL SCREENS/COVERED WALKWAY

I HEREBY CERTIFY THE ACCURACY OF THIS PLAN

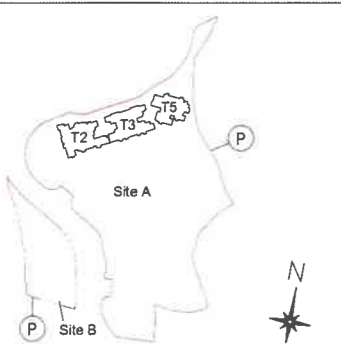
Chu Wai Man
 CHU Wai Man
 AUTHORIZED PERSON (ARCHITECT)



SITE A - T2 - T5 1/F PLAN



SITE A - T2 - T5 2/F PLAN



KEYPLAN 1:15000

LEGEND:

- DASHED BLACK UTILITY PLATFORM
- HATCHED BLACK BALCONY

- YELLOW GREENERY AREAS (RESIDENTIAL COMMON PARTS) T2 1/F=30.600 sqm
- STIPPLED BLACK RESIDENTIAL COMMON PARTS
- YELLOW RESIDENTIAL COMMON PARTS

- BROWN EDGED WITH BROWN DOTTED LINE WIDER COMMON CORRIDORS AND LIFT LOBBIES (RESIDENTIAL COMMON PARTS)
- RED EDGED WITH RED DOTTED LINE NON-STRUCTURAL PREFABRICATED EXTERNAL WALLS
- INDIGO EDGED WITH INDIGO DOTTED LINE HORIZONTAL SCREENS/COVERED WALKWAY

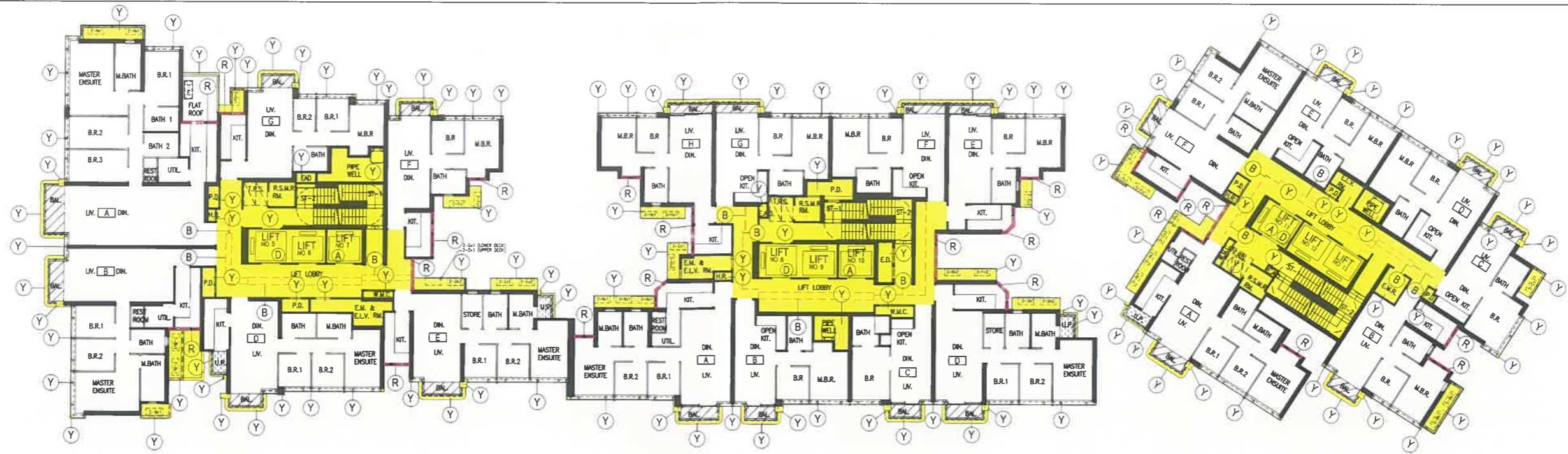
I HEREBY CERTIFY THE ACCURACY OF THIS PLAN

Chiu Wai Man
 CHIU Wai Man
 AUTHORIZED PERSON (ARCHITECT)

WCWP International Limited
 胡周黃建築設計(國際)有限公司

11F Skyway House, 3 Sham Mong Road
 Tai Kok Tsui, Kowloon, Hong Kong
 T 2893 3000 info@wcwp.hk

Drawing Title DMC Plan - Site A T2 - T5 1/F & 2/F Plans	Drawing Number DMC-04	Scale 1:300
Project Proposed Residential Development at N.K.I.L. 6584 R.P.	Project Number 16105	Date 05-Oct-2022

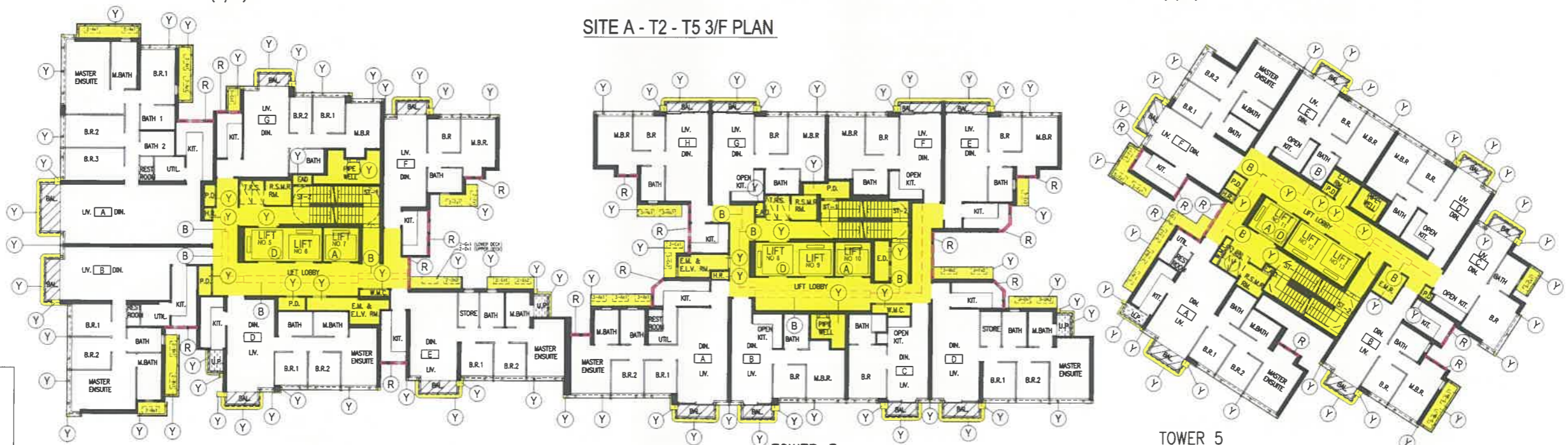


TOWER 2
(3/F)

TOWER 3
(3/F)

TOWER 5
(3/F)

SITE A - T2 - T5 3/F PLAN

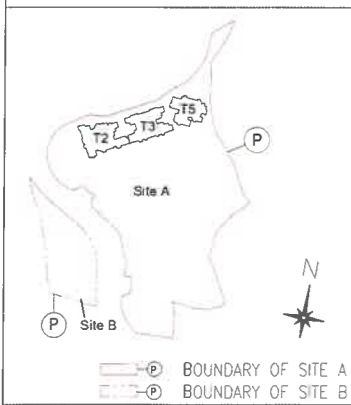


TOWER 2
(5/F)

TOWER 3
(5/F)

TOWER 5
(5/F)

SITE A - T2 - T5 5/F PLAN



KEYPLAN 1:15000

LEGEND:

- DASHED BLACK [Symbol] UTILITY PLATFORM
- HATCHED BLACK [Symbol] BALCONY
- EDGED WITH BROWN DOTTED LINE [Symbol] WIDER COMMON CORRIDORS AND LIFT LOBBIES (RESIDENTIAL COMMON PARTS)
- EDGED WITH RED DOTTED LINE [Symbol] NON-STRUCTURAL PREFABRICATED EXTERNAL WALLS
- YELLOW [Symbol] RESIDENTIAL COMMON PARTS

I HEREBY CERTIFY THE ACCURACY OF THIS PLAN

Chiu Wai Man

CHIU Wai Man
AUTHORIZED PERSON (ARCHITECT)

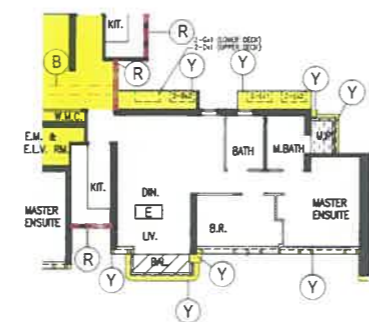
WCWP International Limited 胡周黃建築設計(國際)有限公司 11F Skyway House, 3 Sham Mong Road Tai Kok Tsui, Kowloon, Hong Kong T 2893 3000 info@wcwp.hk	Drawing Title DMC Plan - Site A T2 - T5 3/F & 5/F Plans	Drawing Number DMC-05	Scale 1:300
	Project Proposed Residential Development at N.K.I.L. 6584 R.P.	Project Number 16105	Date 05-Oct-2022



TOWER 2
(6/F-20/F,13/F,14/F OMITTED)

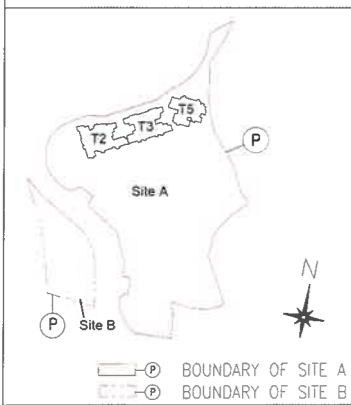
TOWER 3
(6/F-20/F,13/F,14/F OMITTED)

TOWER 5
(6/F-20/F,13/F,14/F OMITTED)



TOWER 2
(PART PLAN FOR 18/F UNIT E)

SITE A - T2 - T5 6/F-20/F PLAN



KEYPLAN 1:15000

LEGEND:

DASHED BLACK [Symbol] UTILITY PLATFORM

EDGED WITH BROWN DOTTED LINE [Symbol] WIDER COMMON CORRIDORS AND LIFT LOBBIES (RESIDENTIAL COMMON PARTS)

EDGED WITH RED DOTTED LINE [Symbol] NON-STRUCTURAL PREFABRICATED EXTERNAL WALLS

HATCHED BLACK [Symbol] BALCONY

YELLOW [Symbol] RESIDENTIAL COMMON PARTS

I HEREBY CERTIFY THE ACCURACY OF THIS PLAN

Chiu Wai Man
CHIU Wai Man
AUTHORIZED PERSON (ARCHITECT)

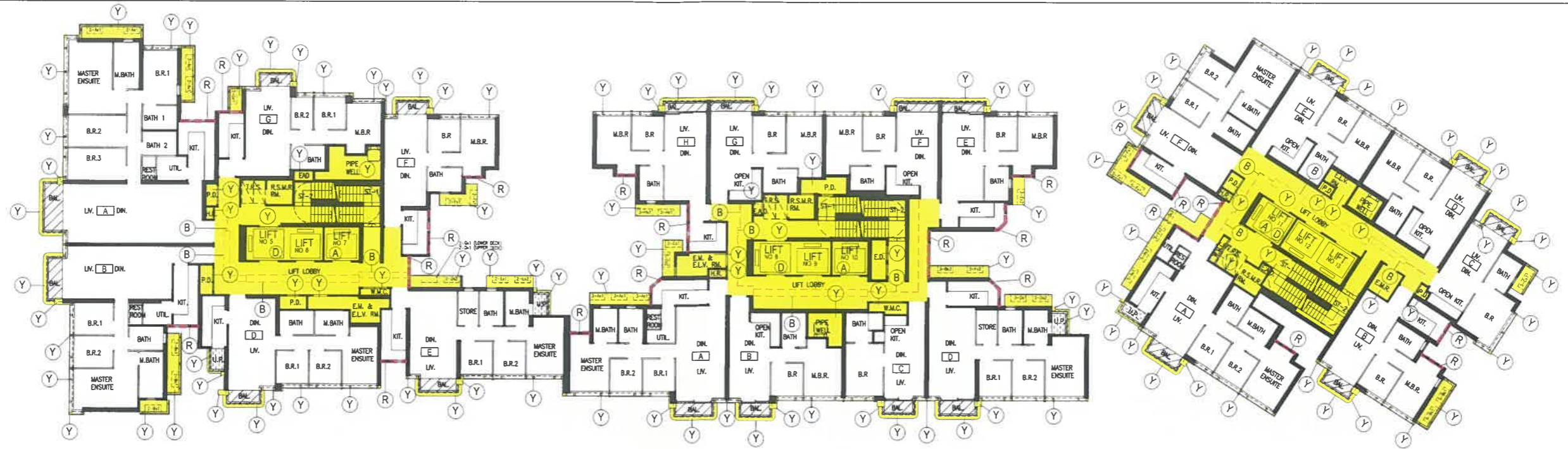
WCWP International Limited
胡周黃建築設計(國際)有限公司

11F Skyway House, 3 Sham Mong Road
Tai Kok Tsui, Kowloon, Hong Kong
T 2893 3000 info@wcwp.hk

Drawing Title
DMC Plan - Site A
T2 - T5 6/F - 20/F Plan
Project
Proposed Residential
Development at N.K.I.L. 6584 R.P.

Drawing Number
DMC-05-1
Project Number
16105

Scale
1:300
Date
05-Oct-2022

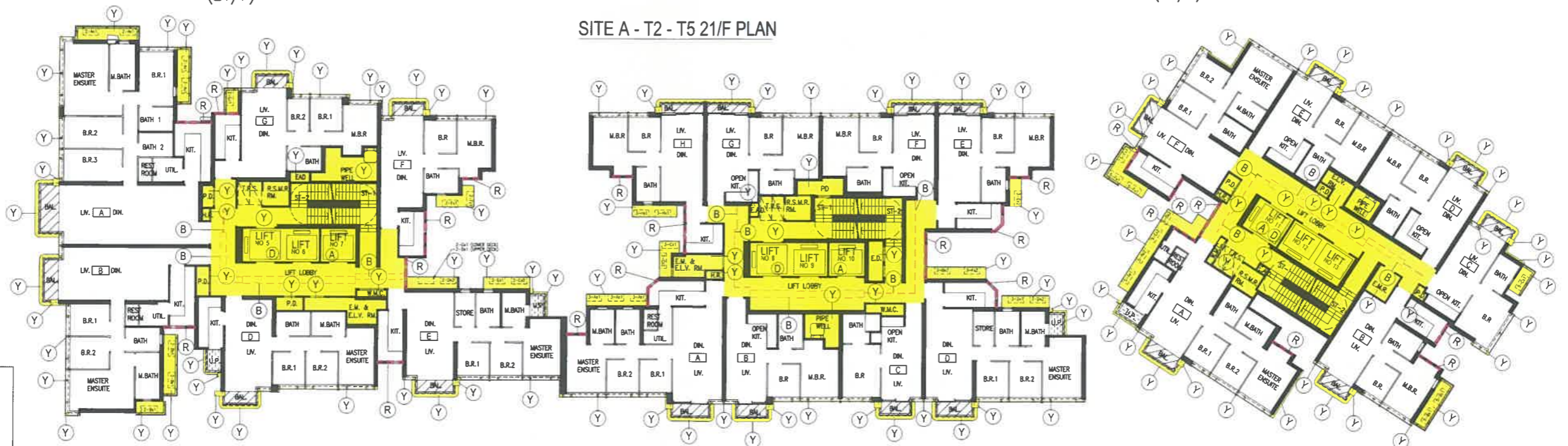


TOWER 2
(21/F)

TOWER 3
(21/F)

TOWER 5
(21/F)

SITE A - T2 - T5 21/F PLAN

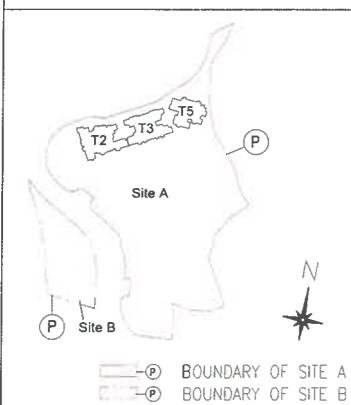


TOWER 2
(22/F)

TOWER 3
(22/F)

TOWER 5
(22/F)

SITE A - T2 - T5 22/F PLAN



KEYPLAN 1:15000

LEGEND:

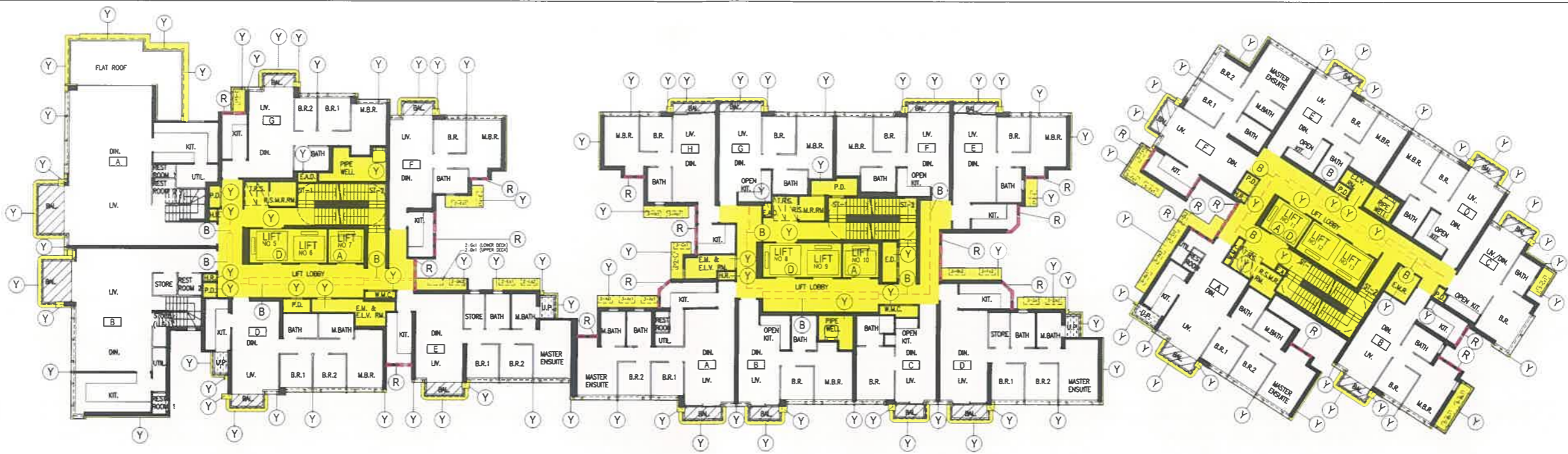
- DASHED BLACK [] UTILITY PLATFORM
- HATCHED BLACK [] BALCONY
- EDGED WITH BROWN DOTTED LINE [] WIDER COMMON CORRIDORS AND LIFT LOBBIES (RESIDENTIAL COMMON PARTS)
- YELLOW [Y] RESIDENTIAL COMMON PARTS
- EDGED WITH RED DOTTED LINE [] NON-STRUCTURAL PREFABRICATED EXTERNAL WALLS

I HEREBY CERTIFY THE ACCURACY OF THIS PLAN

Chiu Wai Man

CHIU Wai Man
AUTHORIZED PERSON (ARCHITECT)

WCWP International Limited 胡周黃建築設計(國際)有限公司 11F Skyway House, 3 Sham Mong Road Tai Kok Tsui, Kowloon, Hong Kong T 2893 3000 info@wcp.hk	Drawing Title DMC Plan - Site A T2 - T5 21/F - 22/F Plans	Drawing Number DMC-06	Scale 1:300
	Project Proposed Residential Development at N.K.I.L. 6584 R.P.	Project Number 16105	Date 05-Oct-2022

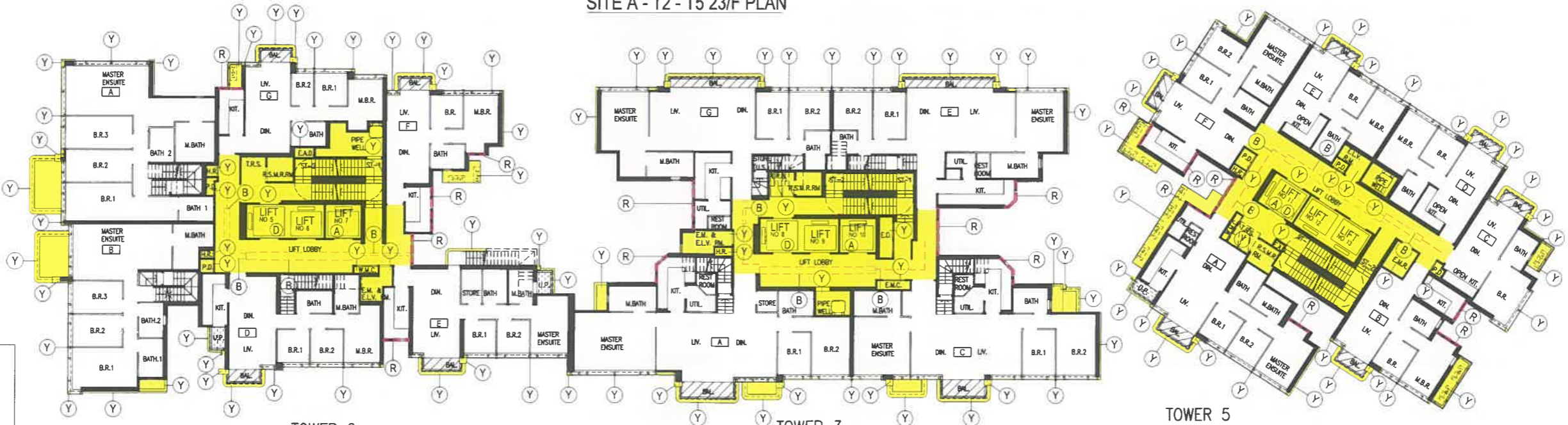


TOWER 2
(23/F)

TOWER 3
(23/F)

TOWER 5
(23/F)

SITE A - T2 - T5 23/F PLAN

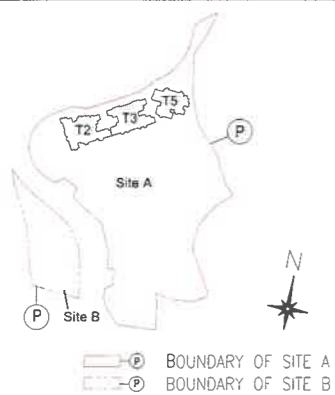


TOWER 2
(25/F)

TOWER 3
(25/F)

TOWER 5
(25/F)

SITE A - T2 - T5 25/F PLAN



LEGEND:

- DASHED BLACK [Symbol] UTILITY PLATFORM
- HATCHED BLACK [Symbol] BALCONY
- EDGED WITH BROWN DOTTED LINE [Symbol] WIDER COMMON CORRIDORS AND LIFT LOBBIES (RESIDENTIAL COMMON PARTS)
- YELLOW [Symbol] RESIDENTIAL COMMON PARTS
- EDGED WITH RED DOTTED LINE [Symbol] NON-STRUCTURAL PREFABRICATED EXTERNAL WALLS

I HEREBY CERTIFY THE ACCURACY OF THIS PLAN

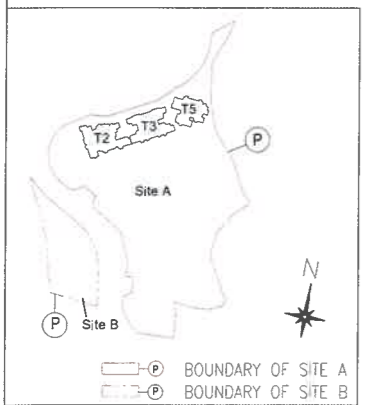
Chiu Wai Man

CHIU Wai Man
AUTHORIZED PERSON (ARCHITECT)

WCWP International Limited 胡周黃建築設計(國際)有限公司 11F Skyway House, 3 Sham Mong Road Tai Kok Tsui, Kowloon, Hong Kong T 2893 3000 info@wcp.hk	Drawing Title DMC Plan - Site A T2 - T5 23/F - 25/F Plans	Drawing Number DMC-07	Scale 1:300
	Project Proposed Residential Development at N.K.I.L. 6584 R.P.	Project Number 16105	Date 05-Oct-2022



SITE A - T2 - T5 R/F PLAN



LEGEND:
 BOUNDARY OF SITE A
 BOUNDARY OF SITE B
 YELLOW RESIDENTIAL COMMON PARTS

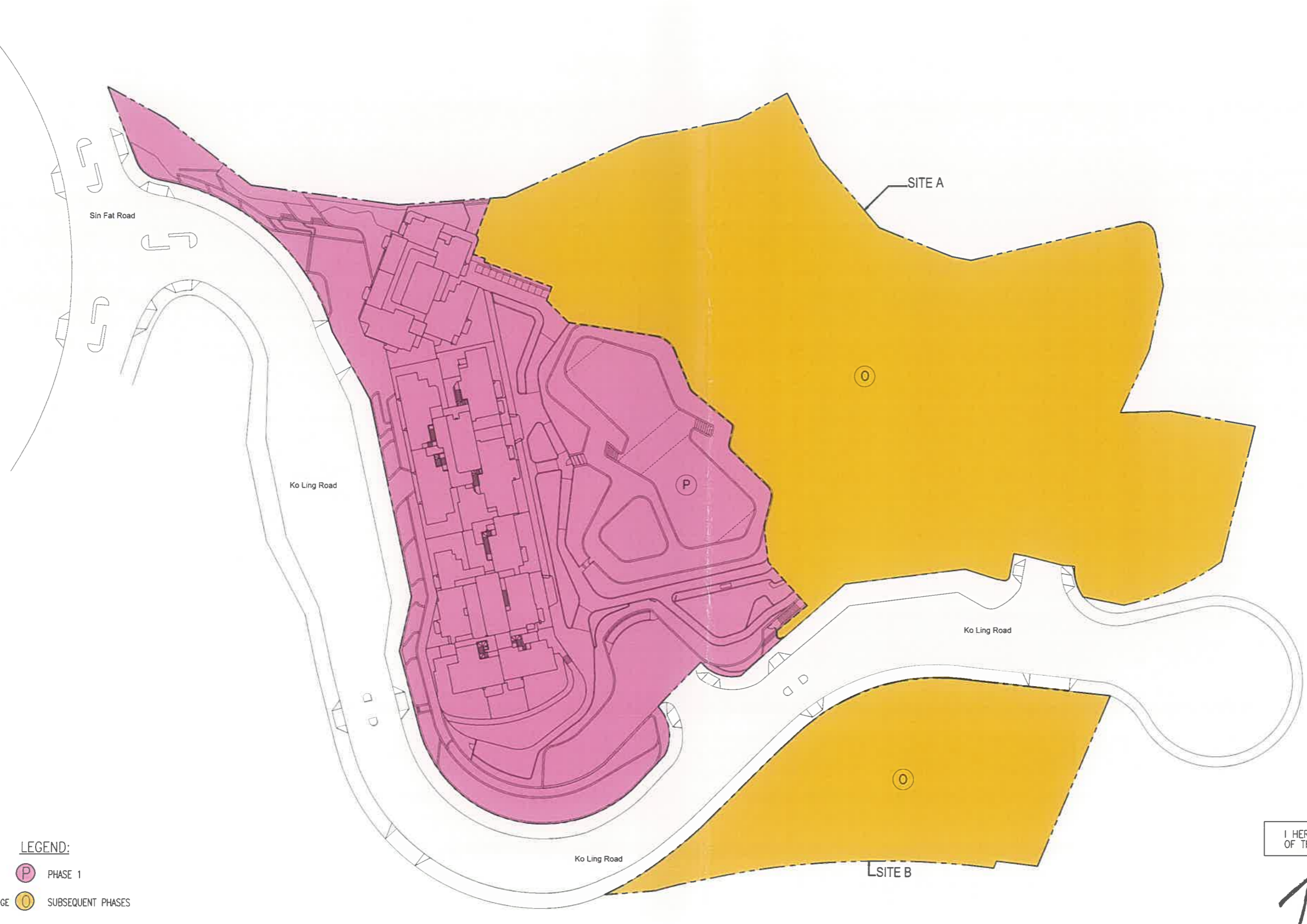
I HEREBY CERTIFY THE ACCURACY OF THIS PLAN

Chiu Wai Man
 CHIU Wai Man
 AUTHORIZED PERSON (ARCHITECT)

WCWP International Limited 胡周黃建築設計(國際)有限公司 11F Skyway House, 3 Sham Mong Road Tai Kok Tsui, Kowloon, Hong Kong T 2893 3000 info@wcwp.hk	Drawing Title DMC Plan - Site A T2 - T5 R/F Plans	Drawing Number DMC-08	Scale 1:300
	Project Proposed Residential Development at N.K.I.L. 6584 R.P.	Project Number 16105	Date 05-Oct-2022

APPENDIX 2

Phasing Plans



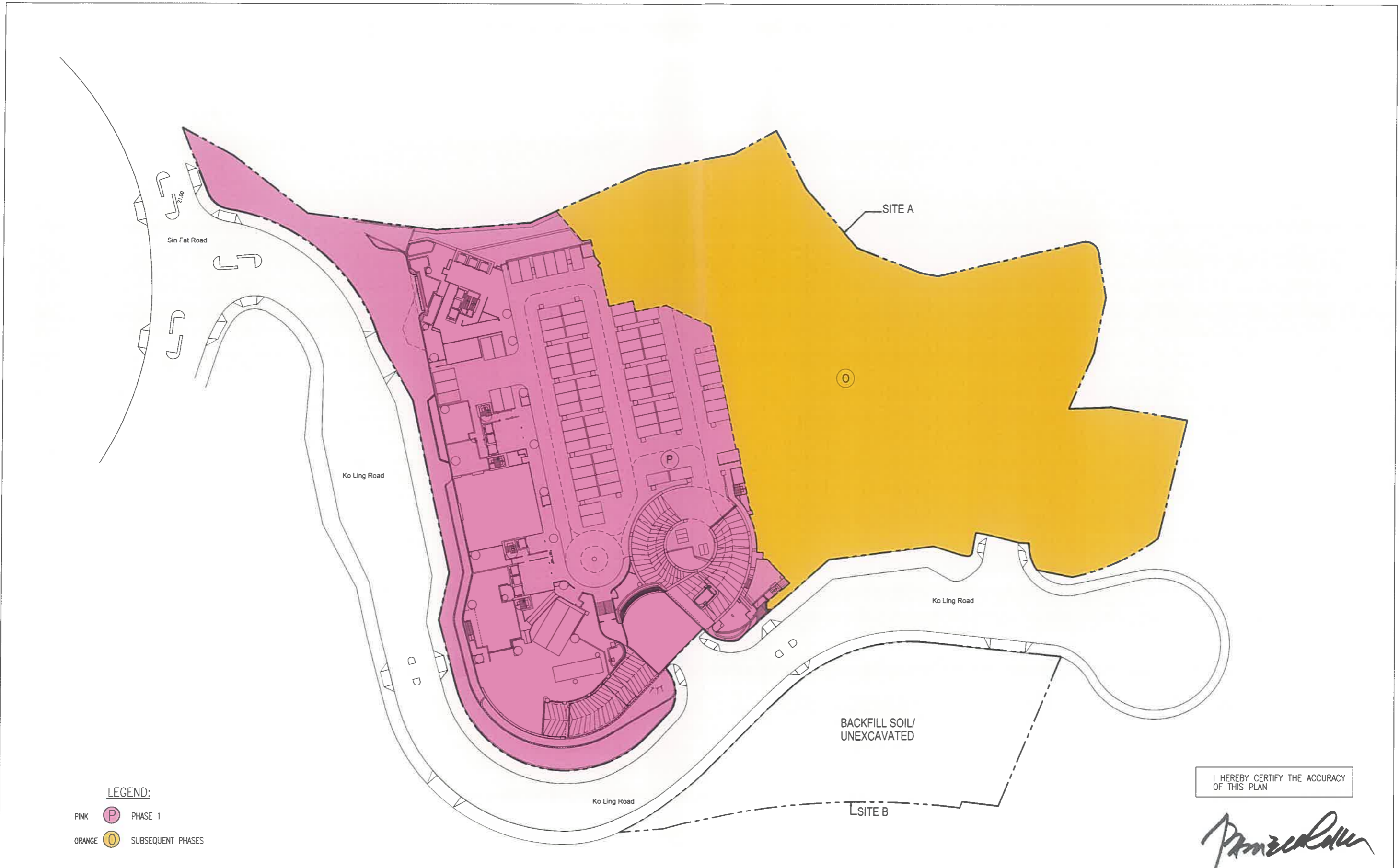
LEGEND:

- PINK (P) PHASE 1
- ORANGE (O) SUBSEQUENT PHASES

I HEREBY CERTIFY THE ACCURACY OF THIS PLAN

Chiu Wai Man
 CHIU Wai Man
 AUTHORIZED PERSON (ARCHITECT)

WCWP International Limited 胡周黃建築設計(國際)有限公司 11F Skyway House, 3 Sham Mong Road Tai Kok Tsui, Kowloon, Hong Kong T 2893 3000 info@wcp.hk	Drawing Title Phasing Plan - GF	Drawing Number DMC-A1	Scale 1:800
	Project Proposed Residential Development at N.K.I.L. 6584 R.P.	Project Number 16105	Date 05-Oct-2022



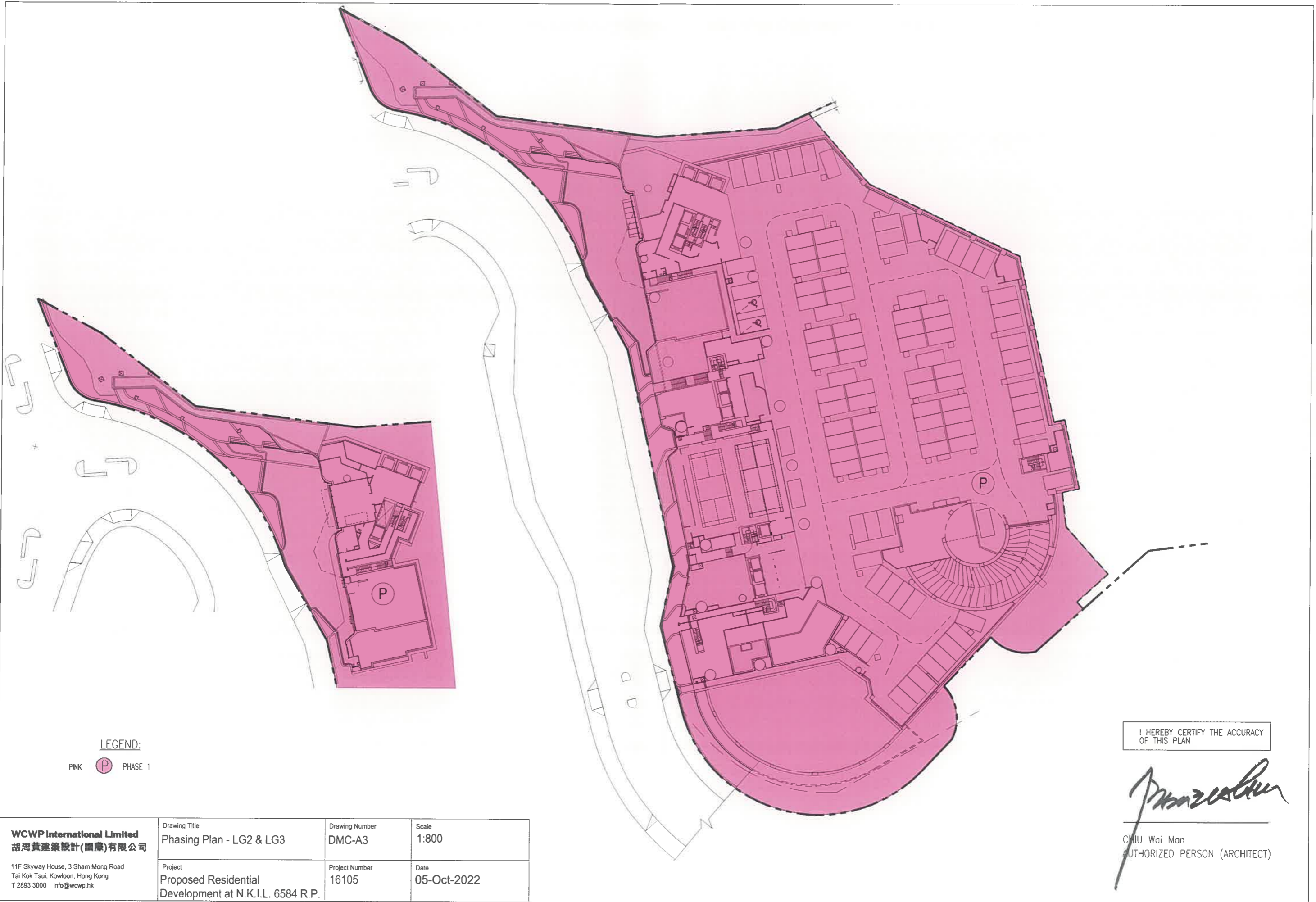
LEGEND:

- PINK P PHASE 1
- ORANGE 0 SUBSEQUENT PHASES

I HEREBY CERTIFY THE ACCURACY OF THIS PLAN

Chiu Wai Man
 CHIU Wai Man
 AUTHORIZED PERSON (ARCHITECT)

WCWP International Limited 胡周黃建築設計(國際)有限公司 11F Skyway House, 3 Sham Mong Road Tai Kok Tsui, Kowloon, Hong Kong T 2893 3000 info@wcp.hk	Drawing Title Phasing Plan - LG1	Drawing Number DMC-A2	Scale 1:800
	Project Proposed Residential Development at N.K.I.L. 6584 R.P.	Project Number 16105	Date 05-Oct-2022



LEGEND:

PINK (P) PHASE 1

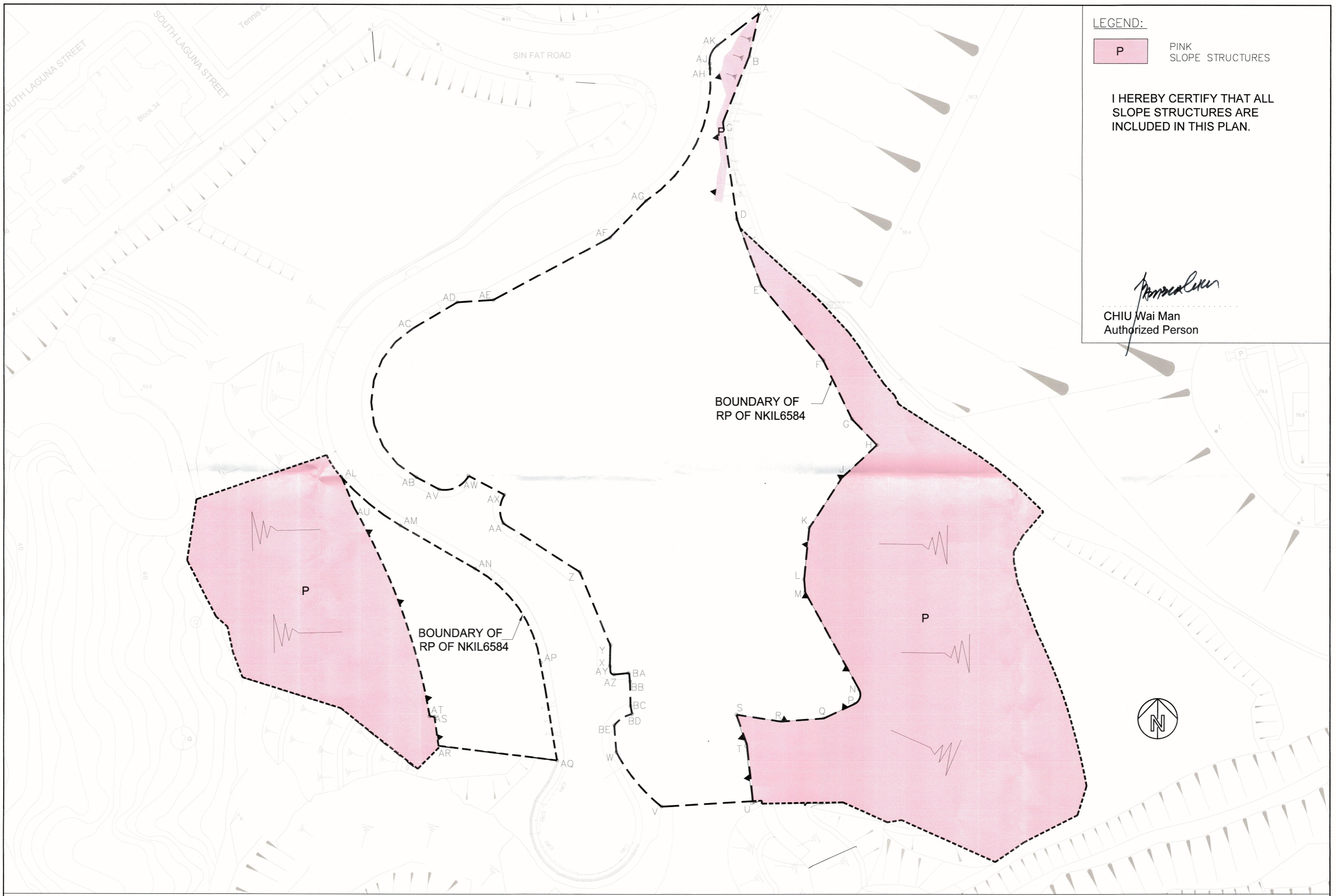
I HEREBY CERTIFY THE ACCURACY OF THIS PLAN

Chiu Wai Man
 CHIU Wai Man
 AUTHORIZED PERSON (ARCHITECT)

WCWP International Limited 胡周黃建築設計(國際)有限公司 11F Skyway House, 3 Sham Mong Road Tai Kok Tsui, Kowloon, Hong Kong T 2893 3000 info@wcp.hk	Drawing Title Phasing Plan - LG2 & LG3	Drawing Number DMC-A3	Scale 1:800
	Project Proposed Residential Development at N.K.I.L. 6584 R.P.	Project Number 16105	Date 05-Oct-2022

APPENDIX 3

Slope Plan



LEGEND:
 P
 PINK SLOPE STRUCTURES

I HEREBY CERTIFY THAT ALL SLOPE STRUCTURES ARE INCLUDED IN THIS PLAN.

Chiu Wai Man
 CHIU Wai Man
 Authorized Person