

AGM 2022-23 Resolution

The Directors of GICIC are putting forward the following resolution to amend Bylaw 4.03, point (c) Redemption of Shares on cessation of membership. The current Bylaw says:

4.03 Redemption of Shares on cessation of membership

- a) Subject to these Rules, and the Act and provided no lien exist which the Association may have against such shares, the Association must redeem the membership shares of an organization or an individual that withdraws from membership, whose membership is terminated, or whose membership ceases for any reason.
- b) The amount paid on redemption of a membership share must not exceed the amount paid up on the share.
- c) Redemption of membership shares requires the approval of the board and shall be restricted to all but one of the membership shares.

The directors find point (c) to be ambiguous in meaning. Does it mean that an individual member can only redeem all shares more than a single one? Quite a few members have only one share. Or does it refer to the total number of shares owned by the membership as a whole, meaning that the affairs of the investment co-op cannot be wound up by the redemption of all membership shares?

In consultation with a founding director, we propose ending the sentence in (c) after “the approval of the board” thereby deleting the remainder of the sentence beginning “and shall be restricted”

Point (c), therefore, would read: Redemption of membership shares requires the approval of the board.