



MANNINGHAM HOUSING ASSOCIATION

SHAREHOLDER MEMBERSHIP POLICY

MANINGHAM HOUSING ASSOCIATION LIMITED (MHA)
Policy for shareholder membership

1. Objectives

All shareholders of MHA must agree to be bound by the obligations as set out in the rules of MHA, and when acting as shareholders they must act at all times in the interests of MHA and, for the benefit of the community, as guardians of the objects of MHA.

Shareholding Membership – MHA

2. Rules

- a) MHA's Rule C11 provides that "the board shall set, review and publish its policies and objectives for admitting new shareholders."

3. Shareholding membership policy

- a) In order to provide stability and accountability the MHA board wishes to have a membership which will only include members of the MHA board.
- b) The MHA board may also issue shares to transferor shareholders where MHA enters into a transfer of engagements or amalgamation with another organisation. This is to comply with expectations of the Financial Conduct Authority (**FCA**). In this case MHA may well wish to make arrangements for surrender or cancellation of these shares by any transferor shareholders who are not to join MHA's board.

4. Statement of Obligations

- a) Prior to becoming a shareholder, an applicant will be required to sign a statement of their obligations as a shareholder to MHA. A breach of any obligation contained in the statement by a shareholder will entitle MHA to terminate the shareholding.

5. Cancelling of Shareholding / Expulsion of Shareholder

- a) Rule C6 sets out when a person is ineligible for appointment as a shareholder. Rules C14 and C15 together set out circumstances when shareholding membership will be cancelled and, exceptionally, the procedure for expulsion of a shareholder. Please note that the grounds for removal include that the shareholder no longer conforms to this membership policy.

Policy Name	Shareholder Membership Policy
Equality Impact Assessment Completed	Yes
Last approved by Committee	May 2024
Date Last Approved by Board	22 May 2024
Next Review (by Committee)	May 2027
Lead Officer	Head of Governance & Regulatory Compliance