

**NAESB WEQ PROCEDURES DAFTING COLLABORATIVE
QUADRANT PROCEDURES**

Proposal for Article 5.1.C

Upon joining the NAESB WEQ, the member must identify a Segment and within that Segment, only one Sub-Segment, in accordance with Section 2.3 and the Sub-Segment allocation shown in Attachment A, that it feels most closely aligns with its business interest. If membership in the Segment or Sub-Segment is challenged, participation by this Entity can be barred by a 67% affirmative vote of the Segment and Sub-Segment. If an Entity is disallowed, the Entity has 60 days to appeal the decision to the Board of Directors, and upon receipt of the appeal, The Board of Directors will take action within 60 days. If the Entity does not appeal the disallowal or if the Board of Directors upholds the disallowal action in the case of an appeal, reselection of Segment and Sub-Segment will be required. In the case of an appeal, the Entity will remain a member in the Segment and Sub-Segment pending the resolution of the appeal by the Board of Directors.

Revised Proposal for Article 5.1.C

Upon joining the NAESB WEQ, an Entity must identify a Segment and within that Segment, only one Sub-Segment, in accordance with Section 2.3 and the Sub-Segment allocation shown in Attachment A, which it feels most closely aligns with its business interest. The Board of Directors or any member of the WEQ may challenge the entity's election at any time.

If the Board of Directors challenges membership in the Segment or Sub-Segment, it shall provide the entity with a reason for the challenge within five business days. The Entity must respond to the challenge within ten business days. Within ten business days, the Board will either approve the Entity's election or require the Entity to re-select.

If a Voting Member of the WEQ challenges an Entity's membership in the Segment or Sub-Segment, participation by said Entity could be barred by a 67% affirmative vote of the Segment Voting Members. If an Entity is disallowed, the Entity has 60 days to appeal the decision to the Board of Directors, and upon receipt of the appeal, The Board of Directors will take action within 60 days. If the Entity does not appeal the disallowal or if the Board of Directors upholds the disallowal action in the case of an appeal, reselection of Segment and Sub-Segment will be required. In the case of an appeal, the Entity will remain a member in the Segment and Sub-Segment pending the resolution of the appeal by the Board of Directors.