## **RULES & REGULATIONS**

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Rules and Regulations.

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## **Doorify MLS**

## **RULES AND REGULATIONS**

## **LISTING PROCEDURES**

#### **SECTION 1 LISTING PROCEDURES:**

- (a) Listings of properties of the following types shall be entered within the Doorify MLS, Inc.("Service"):
  - (1) Single family homes for sale or exchange;
  - (2) Vacant lots and acreage for sale or exchange
  - (3) Multi Family residential buildings for sale or exchange
- (b) Listings shall be entered into the Service within one (1) calendar day after the later of the effective date or marketing date of the listing contract.
- (c) The MLS, through its legal counsel:
  - (1) May reserve the right to refuse to accept a listing agreement, which fails to adequately protect the interest of the public and the participant(s).
  - (2) May assure itself that no listing agreement establishes, directly or

indirectly, any contractual relationship between the Service and the client (buyer or seller).

(d) The listing agreement must include the seller's written authorization to submit

the agreement to the Service.

- (e) The Service shall accept exclusive right-to-sell listing contracts and exclusive agency listing contracts, and may accept other forms of agreement that authorize the listing broker on an exclusive basis to offer cooperation through the Service acting as subagents, buyer agents, or both.
  - (1) **Exclusive Right to Sell Listings (ER)** are a contractual agreement between the seller(s) and the listing Participant (as defined in the Doorify MLS Bylaws) that grants the listing Participant exclusive authorization to market the property to the public (as defined in Section 1(h)) as seller's agent.
  - (2) **The Exclusive Agency Listing (EA)** is a contractual agreement between the seller(s) and the listing Participant that grants the listing Participant the exclusive authorization to market the property to the public as the seller's agent, but also reserves to the seller(s) the general right to sell the property on an unlimited or restrictive basis.

- (f) **Prospect Exempted Listings:** Exclusive agency listings and exclusive right to sell listings with named prospects exempted shall be clearly distinguished by a code or symbol from listings with no named prospects exempted, since they can present special risks of procuring cause controversies and administrative problems not posed by listings with no named prospects exempted. When and if these listed exemptions are removed or expire from the listing agreement then these listings will have the code or symbol removed.
- (g) The Service shall not accept Net Listings or Open Listings.
- (h) Clear Cooperation. Within one (1) business day of marketing a property to the public, the listing broker must submit the listing to the MLS for cooperation with other MLS participants. Public marketing is engaging in any of or more of the following: flyers displayed in windows, yard signs, digital marketing on public facing websites, brokerage website displays (including IDX and VOW), digital communications marketing (email blasts), multi-brokerage listing sharing networks, applications available to the general public, cooperating with other brokerages, or any substantively similar activity.

#### **SECTION 1.1 TYPES OF PROPERTIES:**

Following are some of the types of properties that may be published through the Service, including types described in the preceding paragraph that are required to be filed with the Service and other types that may be filed with the Service at the Participant's option provided, however, that any listing submitted is entered into within the scope of the Participant's licensure as a real estate broker:

- 1. residential
- 2. multi-family
- 3. land
- 4. commercial-improved
- 5. commercial-unimproved
- 6. residential lease

#### SECTION 1.1.1 LISTINGS SUBJECT TO RULES AND REGULATIONS OF THE SYSTEM:

Any listing taken on an agreement to be entered into the Service is subject to the Rules and Regulations of the Service. The Service may at any time request from the Participant a copy of the listing agreement that has been entered into the Service. In the event that the listing of a Participant has as its listing agent or salesperson a licensee who is subject to a fee waiver under Section 6.2, the Participant shall be identified on the property data form and in the service as listing agent/salesperson.

### SECTION 1.2 DETAIL ON LISTINGS ENTERED INTO THE SERVICE (DATA AND MEDIA):

A listing entered into the Service shall be complete and accurate in every detail, which is ascertainable. The participant is required to correct any known errors. The Participant shall maintain a copy of the listing agreement.

- No field, photo, attachment, or supplement file on a listing in the Service may include an offer
  of compensation from seller or listing broker to cooperating brokers or an offer of a seller
  concession that is limited to or conditioned on the retention of or payment to any other
  brokerage.
- Contact information or marketing or promotional messages shall only be displayed in the Agent Only Remarks field. Contact information or marketing or promotional messages shall not be displayed in the Remarks (excluding Agent Only Remarks), Directions or Financial Comments or any other data field or the media attached to the listing. Media includes photos, virtual tours, architectural renderings, documents, website links, etc.

Note: Corporate/Brand names, as facts of the property (builders, appliances, architects, windows, etc.) without links, will not be deemed as marketing or promotional messages in the public Remarks field.

- 3. Any listing indicating the property is HUD compliant for "senior housing" must have written documentation certifying that the property is in a community that qualifies as "senior living housing" or a "55 or older community". The documentation is either a copy of the HUD certificate or a sworn (notarized) statement from the homeowners' association asserting that the development satisfies the requirements of the Federal Housing Authority and the Department of Housing and Urban Development. The MLS reserves the right to request at any time a copy of the documentation. Any listed property that is HUD compliant for "senior housing" shall be indicated with a "Y" in the "HUD Compliant Senior Housing" field. The listing Participant's submission of a listing to the MLS database that is subject to a restriction on the age of the occupants of the property shall constitute the listing Participant's commitment to defend, indemnify, and hold harmless the MLS against any claim that the MLS, by including such remarks, has violated any local, state, or federal laws that prohibit discrimination against families with children, or on the basis of age.
- 4. By submitting Media to the Service, the submitting Participant grants the Service and the other Participants the right to reproduce and display the Media in accordance with these rules and regulations.
- 5. Participant shall submit at least one (1) photograph, rendering, or drawing on new construction and Residential Lease properties and at least three (3) different photographs, renderings, or drawings on resale properties to a new Residential, Multi-Family, or Commercial Improved listing within seven (7) days of entering the listing into the Service. The required photographs, renderings, or drawings must be an actual representation of the

property. This requirement is waived if a signed and dated statement by the seller(s) prohibiting the display of any illustrative representation of the property in the MLS is submitted to the Service.

- 6. Media submitted by a participant shall display or describe the subject property and/or the immediate surrounding area. The Service reserves the right to reject or remove any non compliant Media. If a listing broker desires to use the photographs, drawings or similar Media from a former listing entered into the Service by another participant, the listing broker shall first obtain the written permission of the previous listing broker. The MLS reserves the right to request at any time a copy of the written permission.
- 7. An Open House may only be advertised in the specified Open House fields of the System: Open House Date, Open House Status, Open House Start Time, etc. An Open House may not be advertised in the Remarks or Agent Only Remarks fields.
- 8. The number of bedrooms in a property listing shall not exceed the occupancy level imposed by an onsite sewage system improvement permit.
- 9. The Syndication Remarks field will be included in the syndication of listings through the Services approved syndication service. Participants and Subscribers may only include the physical characteristics of the property and or neighborhood, listing agent or firm contact information, including phone numbers, email addresses, website information, and open house information in this field. Syndication remarks are prohibited from including additional selfpromotion or for purposes of conveying information about other offices, disparaging other real estate agents, the transaction or the subject property.

#### **SECTION 1.2.1 REQUIRED DISCLOSURES TO SELLER**

Participants must disclose to prospective sellers in conspicuous language that broker commissions are not set by law and are fully negotiable (i) in their listing agreement or (ii) in pre-closing documents; if any, unless (i) or (ii) are a government-specified form. With government-specified forms, Participants must include a separate written disclosure statement with conspicuous language expressly stating that broker commissions are not set by law and are fully negotiable. Listing Participants must conspicuously disclose to sellers, and obtain the seller's authority, for any payment or offer of payment that the listing broker or seller will make to another broker, agent, or other representative (e.g., real estate attorney) acting for buyers; and such disclosure must be in writing, be provided in advance of any payment or agreement to pay to another broker acting for buyer and specify the amount or rate of any such payment.

## **SECTION 1.2.2 LIMITED SERVICE LISTINGS (LS)**

LS are listing agreements under which the listing Participant will **not** provide **one**, **or more**, of the following services:

- (a) arrange appointments for cooperating brokers to show listed property to potential purchasers but instead gives cooperating brokers authority to make such appointments directly with the seller(s);
- (b) accept and present to the seller(s) offers to purchase procured by cooperating brokers but instead gives cooperating brokers authority to present offers to purchase directly to the seller(s);
- (c) advise the seller(s) as to the merits of offers to purchase;
- (d) assist the seller(s) in developing, communicating, or presenting counter-offers;

or

(e) participate on the sellers behalf in negotiations leading to the sale of the listed property.

The listing will be identified with an appropriate code or symbol ("**LS**") in MLS compilations so potential cooperating brokers will be aware of the extent of the services the listing Participant will provide to the seller(s), and any potential for cooperating brokers being asked to provide **some** of these services to listing Participant's clients, prior to initiating efforts to show or sell the property.

## **SECTION 1.2.3 MLS ENTRY ONLY LISTINGS (EO)**

**EO** are listing agreements under which the listing Participant will **not** provide **any** of the following services:

- (a) arrange appointments for cooperating brokers to show listed property to potential purchasers but instead gives cooperating brokers authority to make such appointments directly with the sellers(s);
- (b) accept and present to the seller(s) offers to purchase procured by cooperating brokers but instead gives cooperating brokers authority to present offers to

purchase directly to the seller(s);

- (c) advise the seller(s) as to the merits of offers to purchase;
- (d) assist the seller(s) in developing, communicating, or presenting counter-offers; or
- (e) participate on the sellers(s) behalf in negotiations leading to the sale of the listed property.

The listing will be identified with an appropriate code or symbol ("**EO**") in MLS compilations so potential cooperating brokers will be aware of the extent of the services the listing broker will

provide to the seller(s), and any potential for cooperating brokers being asked to provide **some** of these services to listing brokers' clients, prior to initiating efforts to show or sell the property.

#### **SECTION 1.3 LISTING STATUS DEFINITIONS:**

Every listing in the Service shall accurately reflect the status of the listed property as defined below. All status changes shall be reported to the Service within two (2) business days, unless otherwise stated, after the listing broker receives said information.

- 1. Active: An Active listing is one that is available for sale and for showings.
- 2. **Coming Soon:** A listing contract is in place between the seller and Participant, but the Seller is not ready to show the property. A listing may stay in this status for no more than thirty (30) days. After thirty (30) days, the listing will default to "Active". Under this status there are no property showings or open houses. The form, "Coming Soon / Hold" or similar form with the same information must be uploaded as an attached document to the listing in the MLS.
- 3. **Hold**: A listed property that is not available for showing for more than forty-eight (48) hours shall be placed in the Hold status. Under this status there are no property showings or open houses. Sign removal is not required. The listing will expire at the end of the listing contract if the status is not changed. The form, "Coming Soon / Hold" or similar form with the same information must be uploaded as an attached document to the listing in the MLS.
- 4. Active Under Contract: Active Under Contract status indicates that a property under contract is subject to an additional contingency or condition. This status reflects a property available for showing and additional offers. A listing in Active Under Contract status will not expire at the end of the listing contract term.
- 5. **Pending**: Pending status indicates that a property is under contract and is not available for showings. Listings in this status may include contingencies. The listing will not expire at the end of the listing contract term.
- 6. Closed: When a transaction has closed the listing shall be reported to the Service as Closed. When a property is REO/Lender Owned, the listing office has 14 calendar days from the actual Closing Date to report the Closed data provided REO/Lender Owned has been indicated in the SPECIAL CIRCUMSTANCES field.
- 6. **Expired**: Listing contract has reached the termination date on the listing contract.
- 7. **Withdrawn:** Seller and listing Participant have agreed to cease all marketing efforts permanently prior to the completion of the contract term. This change requires written documentation between the seller and the listing Participant.
- 8. **Canceled:** A listing where both the seller and listing Participant have agreed to cancel (terminate) a listing agreement prior to the completion of the contract term. The contract cancellation shall have written documentation signed by the seller and the listing Participant.

#### SECTION 1.3.1 LISTING STATUS DEFINITIONS FOR RESIDENTIAL LEASE PROPERTIES:

Every residential lease listing in the Service shall accurately reflect the status of the property listed as defined below. All status changes shall be reported to the Service within two (2) business days, unless otherwise stated, after listing broker receives said information.

(a) **Active**: An Active residential lease listing is one that is available for rent and for showings. The showings requirement may be satisfied with a physical viewing of a model or similar property.

- (b) **Hold**: A listed property that is not available for showing for more than forty-eight (48) hours shall be placed in the Hold status. Under this status there are no property showings. The form, Property Owner Requests "Hold" or similar form with the same information must be uploaded as an attached document to the listing in the MLS. The listing will expire at the end of the listing contract if the status is not changed.
- (c) **Active Under Contract**: Active Under Contract status indicates that one or more applications have been received from prospective renters; however, new applications are still being accepted. Applications are under review and acceptance is Active Under Contract on applicants meeting all requirements, paying deposit, and signing a lease. A listing in Active Under Contract status will not expire at the end of the listing contract term.
- (d) **Pending**: Pending status indicates that a residential lease property has applications under review and is not available for showings. Listings in this status may include some or all of the same contingencies listed in the Active Under Contract status. The listing will not expire at the end of the listing contract term.
- (e) **Closed**: When a residential lease property is rented, the listing shall display a Closed status in the MLS.

#### **SECTION 1.4 WITHHELD LISTINGS/OFFICE EXCLUSIVE:**

If the seller refuses to permit a listing of an otherwise-eligible type to be disseminated by the Service, the Participant may then take the listing (office exclusive) and such listing shall be filed with the Service but not disseminated to the Participants. Filing of the listing should be accompanied by certification signed by the seller that (s)he does not desire the listing to be disseminated by the Service.

The Certification by Property Owner to Withhold Listing from the Service must be signed by the listed property owners, listing agent and the listing office broker-in-charge. The certification shall be filed with the Service within one (1) business day of the effective date of the listing contract. The Service recommends the use of the "No Cooperation/Office Exclusive/Withheld Listing" form provided by the Service.

Note: MLS Participants must distribute (Enter into the MLS) withheld listings within (1) one business day once the listing is publicly marketed. See Section 1(h).

#### **SECTION 1.5 CHANGE OF LISTING DETAIL:**

Any change in listed price or other change in the original listing agreement shall be made only when authorized in writing by the seller and shall be entered into the Service within two (2) business days after the authorized change is received by the listing broker.

#### SECTION 1.6 WITHDRAWAL OF LISTING PRIOR TO EXPIRATION:

Listings of property may be withdrawn from the Service by the listing Participant before the expiration date of the listing agreement provided notice is filed with the service, including a copy of the agreement between the seller and the listing Participant which authorizes the withdrawal. The agreement authorizing the withdrawal shall be uploaded by the listing agent/firm to the MLS property listing using the documents upload feature in the MLS system within two business days of the termination.

Sellers do not have the unilateral right to require the Service to withdraw a listing without the listing Participant's concurrence. However, when a seller(s) can document that his exclusive relationship with the listing broker has been terminated, the Service may withdraw the listing at the request of the seller.

#### **SECTION 1.7 CONTINGENCIES APPLICABLE TO LISTINGS:**

Any contingency or conditions of any term in a listing contract shall be specified and noticed to the participants.

### **SECTION 1.8 LISTING PRICE SPECIFIED:**

The full gross listing price stated in the listing contract will be included in the information published in the MLS compilation of current listings, unless the property is subject to auction.

#### **SECTION 1.8.1 AUCTION PROPERTIES:**

An auction is the sale of real estate by means of exchanges between an auctioneer or property owner and prospective buyers who may submit bids during a specified period or at a specified time and place.

A property to be auctioned shall be under a valid, exclusive listing agreement and be disclosed to all participants in the service. Auction listings shall include a list price which must be at least the minimum acceptable bid or higher. Listings of properties subject to auction shall include the auction: date/time, place, essential terms and conditions, and auction type; Absolute, Reserve, or Minimum Bid. Auction listings, other than the silent, timed, on-line type, shall disclose the Auctioneer's full name and auction license number or firm name and auction license number. The buyer representation process shall be disclosed in Agent Only Remarks. This Section does not release a listing broker from the requirements of the other Sections of these rules.

### **SECTION 1.9 LISTING MULTIPLE UNIT PROPERTIES:**

Multiple unit properties may be entered into the System as one listing, stating the number and/or types of units available. When an individual unit has closed, this unit shall be entered into the computer for comparable purposes.

# SECTION 1.10 NO MLS CONTROL OF COMMISSION RATES OR FEES CHARGED BY PARTICIPANTS:

The MLS shall not fix, control, recommend, suggest, or maintain commission rates or fees for services to be rendered by Participants. The MLS shall not fix, control, recommend, suggest or maintain any division of commissions or fees or offers of compensation between cooperating Participants or between Participants and non-Participants, or from sellers to Participants or non-Participants.

#### **SECTION 1.11 EXPIRATION AND RENEWAL OF LISTINGS:**

- (a) Any listing entered into the System automatically expires at midnight on the listing expiration date entered into the Service.
- (b) A listing agreement extension signed by the seller(s) and notified to the Service prior to the expiration date of the original agreement shall be entered into the Service within two (2) business days.

- (c) If a listing agreement extension is dated after the expiration date of the original listing or not entered into the Service prior to the listing's expiration, a new listing agreement must be secured and filed with the Service.
- (d) The MLS reserves the right to request at any time a copy of the signed listing extension or the new listing agreement.

#### **SECTION 1.12 TERMINATION DATE ON LISTINGS:**

Listings entered into the System shall bear a definite and final termination date as negotiated between the listing Participant and the seller(s).

#### **SECTION 1.13 SERVICE AREA:**

All listings of the designated types of property located within the Service Area (Wake, Durham, Orange, Alamance, Caswell, Chatham, Franklin, Granville, Halifax, Harnett, Johnston, Lee, Nash, Person, Vance, and Warren) are required to be entered in the System. Listings of property located outside the Service Area will be accepted if submitted voluntarily by a Participant, but are not required by the Service to be entered.

#### SECTION 1.14 LISTINGS OF EXPELLED OR SUSPENDED PARTICIPANTS:

When a Participant of the MLS is expelled or suspended from the MLS for failing to abide by a membership duty (e.g. maintaining REALTOR membership, MLS bylaws, MLS rules and regulations, or other membership obligation EXCEPT failure to pay appropriate dues, fees or charges), all current listings entered into the Service by the expelled or suspended Participant shall be retained by the Service until, at the Participant's option, the listing(s) are sold, withdrawn or expired. The current listings of the expelled or suspended Participant shall not be renewed or extended by the Service beyond the expiration date of the listing in the MLS Compilation when the expulsion or suspension became effective. If a Participant has been expelled or suspended from the Service for failure to pay appropriate dues, fees or charges, then Service is not obligated to provide MLS services, including continued inclusion of the suspended Participant's listings in the MLS Compilation of current listing information. Prior to any removal of an expelled or suspended Participant's listings from the MLS Compilation of current listing information, the suspended Participant shall be advised in writing of the intended listing withdrawal so the expelled or suspended Participant may advise his/her clients. Listings that reflect a pending sale will be closed by the Service when the closing information becomes available.

## **SECTION 1.15 LISTINGS OF RESIGNED PARTICIPANTS:**

When a Participant resigns from the MLS, the MLS is not obligated to provide MLS services, and the resigned Participant's Active and Hold listings will be removed from the MLS Compilation of current listing information. Prior to the removal of a resigned Participant's listings, the resigned Participant shall be advised in writing of the intended removal so that the resigned Participant may advise his/her clients. Listings that reflect a pending sale will be closed by the Service when the closing information becomes available.

#### **SECTION 1.16 ALL OTHER DATA CHANGES:**

Any change in the listing status (e.g. Pending, Closed, Hold, Active Under Contract, etc.), terms, corrections, or any information on listings which would be useful or necessary to the participants of the Service shall be reported to the Service within two (2) business days after listing broker receives said information.

#### **SECTION 1.17 PROPERTY ADDRESS:**

At the time of filing a listing, participants and subscribers must include a property address available to other participants and subscribers, and if an address doesn't exist, a parcel identification number can be used. Where an address or parcel identification number are unavailable, the information filed with the MLS must include a legal description of the property sufficient to describe its location.

## **SELLING PROCEDURES**

#### **SECTION 2 SHOWINGS AND NEGOTIATIONS:**

- (a) Negotiations with the seller for the purchase of listed property entered in the System shall be conducted through the listing broker except when the listing broker gives the cooperating broker specific written authority to show and/or negotiate directly with the seller(s).
- (b) Showing instructions and appointments shall be handled through the centralized appointment center provided by the Service unless otherwise directed by the listing agent. Showing instructions for each property shall be followed for each appointment.
- (c) Participants of the Service are not authorized to give their pin numbers (or passwords) used for accessing the appointment center to anyone (including but not limited to non members of the Service, home sellers, inspectors, or service providers).
- (d) It may be possible for a seller to view/read feedback comments from showing agents. Communicating contact information, such as the name of the showing agent, and/or marketing or promotional messages are prohibited and could be construed as a solicitation of another Realtor's client, which may be a violation of the Code of Ethics.

#### **SECTION 2.1 DISCLOSURE TO PROSPECTIVE BUYERS:**

Participants must disclose to prospective buyers with whom they work in conspicuous language that broker commissions are not set by law and are fully negotiable (i) in the Participant's agreement with the buyer, or (ii) in pre-closing documents, if any, unless (i) or (ii) are a government-specified form. With government-specified forms, Participants must include a separate written disclosure statement with conspicuous language expressly stating that broker commissions are not set by law and are fully negotiable.

### **SECTION 2.2 WRITTEN BUYER AGREEMENT REQUIRED:**

A Participant working with a buyer must enter into a written agreement with the buyer prior to the buyer touring a home. The written agreement must comply with the following:

1. To the extent that the Participant will receive compensation from any source under the agreement, the agreement must specify and conspicuously disclose the amount or rate of compensation the Participant will receive or how this amount will be determined;

- 2. Any amount of compensation reflected must be objectively ascertainable and may not be open-ended (e.g., "buyer broker compensation shall be whatever amount the seller is offering to the buyer" is considered open-ended);
- 3. Such a Participant may not receive compensation for brokerage services from any source that exceeds the amount or rate agreed to in the agreement with the buyer.

### **SECTION 2.3 PRESENTATION OF OFFERS:**

The listing broker must make arrangements to present the offer as soon as possible, or notify the cooperating broker within twenty-four (24) hours of the reason for delay.

#### SECTION 2.24 SUBMISSION OF WRITTEN OFFERS AND COUNTER-OFFERS:

The listing broker shall submit to the seller all written offers until closing unless precluded by law, government rule, regulation, or agreed otherwise in writing between the seller and the listing broker. Unless the subsequent offer is Active Under Contract upon the termination of an existing contract, the listing broker shall recommend that the seller obtain the advice of legal counsel prior to acceptance of the subsequent offer.

Participants representing buyers or tenants shall submit to the buyer or tenant all offers and counter-offers until acceptance, and shall recommend that buyers and tenants obtain legal advice where there is a question about whether a pre-existing contract has been terminated.

#### **SECTION 2.5 PRESENTING OFFERS:**

Cooperating participants or their representative have the right to participate in the presentation to the seller or lessor of any offer he secures to purchase or lease. They do not have the right to be present at any discussion or evaluation of that offer by the seller or lessor and the listing broker. However, if the seller or lessor gives written instructions to the listing broker that the cooperating broker not be present when an offer the cooperating broker secured is presented, cooperating brokers have the right to a copy of the seller's written instructions. None of the foregoing diminishes the listing broker's right to control the establishment of appointments for such presentations.

Where the cooperating broker is not present during the presentation of the offer, the cooperating broker can request in writing, and the listing broker must provide, as soon as practical, written affirmation stating that the offer has been submitted to the seller, or written notification that the seller has waived the obligation to have the offer presented.

#### **SECTION 2.46 PRESENTING COUNTER-OFFERS:**

The listing Participant or his representative has the right to participate in the presentation of any counter-offer made by the seller or lessor. He does not have the right to be present at any discussion or evaluation of a counter-offer by the purchaser or lessee (except when the cooperating broker is a subagent). However, if the purchaser or lessee gives written instructions to the cooperating broker that the listing broker not be present when a counter-offer is presented, the listing broker has the right to a copy of the purchaser's or lessee's written instructions.

#### **SECTION 2.7 REPORTING SALES TO THE MLS:**

- (a) Status changes, including final closing of sales and sales prices, shall be reported to the Service by the listing broker within two (2) business days after they have occurred. If negotiations were carried on under Section 2(a) hereof, the cooperating broker shall report accepted offers and prices, to the listing broker within twenty-four (24) hours after occurrence and the listing broker shall report the change in listing status to the Service within two (2) business days after receiving notice from the cooperating broker.
- (b) When it is unclear as to the name that should appear in the Selling Agent field on the listing, the decision rests with the selling Participant.

#### **SECTION 2.8 REPORTING RESOLUTIONS OF CONTINGENCIES:**

The listing broker shall report to the Service within two (2) business days that a contingency specified and noticed to the participants of the Service has been fulfilled or renewed, or the agreement canceled.

#### SECTION 2.9 ADVERTISING OF LISTING ENTERED INTO THE SERVICE:

A listing shall not be advertised by any participant, other than the listing broker, without the prior written consent of the listing broker.

#### **SECTION 2.10 REPORTING CANCELLATION OF PENDING SALE:**

A listing broker shall report to the Service within two (2) business days the cancellation of any pending sale, and the listing shall be reinstated.

## **SECTION 2.11 DISCLOSING THE EXISTENCE OF OFFERS:**

Listing brokers, in response to inquiries from buyers or cooperating brokers, shall, with the seller's approval, disclose the existence of offers on the property. Where disclosure is authorized, the listing broker shall also disclose, if asked, whether offers were obtained by the listing licensee, by another licensee in the listing firm, or by a cooperating broker.

#### **SECTION 2.12 AVAILABILITY OF LISTED PROPERTY:**

Listing brokers shall not misrepresent the availability of access to show or inspect listed property.

# SECTION 2.13 CHANGES TO CLOSED, EXPIRED, AND WITHDRAWN LISTINGS IS PROHIBITED:

Once a listing has a Status of Closed, Withdrawn, Canceled or Expired in the MLS Compilation the listing broker is prohibited from making any changes and/or deletions to the listing data, except for comparable information on a Closed listing. Floorplans, photos, and videos are exempt and can be removed at the discretion of the listing broker. Note: The requirement for minimum uploaded photos still applies.

#### **REFUSAL TO SELL**

### **SECTION 3 REFUSAL TO SELL:**

If the seller of any listed property filed with the Service refuses to accept a written offer satisfying the terms and conditions stated in the listing, such fact shall be reported immediately to the Service in the Agent Only remarks field.

#### **PROHIBITIONS**

### **SECTION 4 INFORMATION FOR PARTICIPANTS ONLY:**

Any listing entered into the System shall not be made available to any broker or firm who is not a Participant of MLS without prior written consent of the listing broker. A Participant with licensees who are subject to a fee waiver under Section 6.2 may not make available to those licensees listings of other brokers in the MLS. The preceding sentence does not prohibit a licensee from accessing listing records from another MLS or from any other source lawfully available to the licensee.

#### **SECTION 4.1 "FOR SALE" SIGNS:**

Only the "For Sale" signs of the listing Participant may be placed on the property.

#### **SECTION 4.2 "SOLD" SIGNS:**

Prior to closing, only the "Sold" signs of the listing Participant shall be placed on a property unless the listing Participant authorizes the cooperating (selling) Participant to post such a sign.

#### SECTION 4.3 SOLICITATION OF LISTING ENTERED INTO THE SERVICE:

Participants shall not solicit a listing on property entered into the System unless such solicitation is consistent with Article 16 of the REALTORS® Code of Ethics, its Standards of Practice and its Case Interpretations.

Note 1: This Section is to be construed in a manner consistent with Article 16 of the Code of Ethics and particularly Standard of Practice 16-4. This Section is intended to encourage sellers to permit their properties to be filed with the Service by protecting them from being solicited, prior to expiration of the listing, by brokers and salespersons seeking the listing upon its expiration. Without such protection, a seller could receive hundreds of calls, communications, and visits from brokers and salespersons who have been made aware through MLS filing of the date the listing will expire and desire to substitute themselves for the present broker.

This Section is also intended to encourage brokers to participate in the Service by assuring them that other Participants will not attempt to persuade the seller to breach the listing agreement or to interfere with their attempts to market the property. Absent the protection afforded by this Section, listing brokers would be most reluctant to generally disclose the identity of the seller or the availability of the property to other brokers.

This Section does not preclude solicitation of listings under the circumstances otherwise recognized by the Standards of Practice related to Article 16 of the Code of Ethics.

#### SECTION 4.4 USE OF THE TERMS MLS AND MULTIPLE LISTING SERVICE:

No MLS Participant, subscriber, or licensee affiliated with any Participant shall, through the name of their firm, their URL's, their e-mail addresses, their website addresses, or in any other way represent, suggest, or imply that the individual or firm is an MLS, or that they operate an MLS. Participants, subscribers and licensees affiliated with Participants shall not represent, suggest, or imply that consumers or others have direct access to MLS databases, or that consumers or others are able to search MLS databases available only to Participants and subscribers. This does not prohibit Participants and subscribers from representing that any information they are authorized under MLS rules to provide to clients or customers is available on their websites or otherwise. The provisions of this section apply to licensees affiliated with a Participant who are subject to a fee waiver under Section 6.2.

#### SECTION 4.5 UNAUTHORIZED DISCLOSURE OF LOGIN NAME AND PASSWORD:

Participants of the Service are not authorized to give their MLS system login name and password to anyone (including but not limited to non-members of the Service, home sellers, inspectors, or service providers).

#### **SECTION 4.6 SERVICES ADVERTISED AS "FREE":**

MLS Participants and Subscribers must not represent that their brokerage services to a client or customer are free or available at no cost to their clients, unless the participant or subscriber will receive no financial compensation from any source for those services.

## **SECTION 4.7 NO FILTERING OF LISTINGS:**

Participants and Subscribers must not filter out or restrict MLS listings that are communicated to customers or clients based on the existence or level of compensation offered to the cooperating broker, or the name of a brokerage or agent.

### NO BROKER COMPENSATION ON LISTINGS

#### SECTION 5.1 NO OFFERS OF COMPENSATION PERMITTED IN THE SERVICE:

Participants, Subscribers, or their sellers are prohibited from making any offer of compensation to other Participants via the Service on any listing filed with the Service in the Service's database.

### **SECTION 5.2 NO REPORTING OF COMPENSATION:**

Participants are prohibited from disclosing on the Service the amount of negotiated commission in listing contracts, or total brokerage compensation (i.e., the combined compensation to both listing brokers and cooperating brokers), and the Service shall not publish any commission on a listing that has been submitted to the Service by a Participant.

### SECTION 5.3 DISPLAY OF LISTING BROKER'S OFFER OF COMPENSATION:

If the listing broker operates a website or other electronic service where it displays its own listings as well as those of other Participants, the listing/displaying broker may display offers of compensation to buyer brokers or other buyer representatives only on the listing/displaying broker's own listings.

#### SECTION 5.4 DISCLOSURE OF POTENTIAL SHORT SALES:

A short sale is a transaction where the title is transferred; where the sales price is insufficient to pay the total of all liens and costs of sale, and where the seller does not bring sufficient liquid assets to the closing to cure all deficiencies. Participants must disclose potential short sales when reasonably known to the listing Participant.

#### **SECTION 5.5 PARTICIPANT AS PRINCIPAL:**

If a Participant or any licensee affiliated with a Participant has any interest in property, the listing of which is to be disseminated through the Service, that person or licensee affiliated with a Participant shall disclose that interest when the listing is entered into the Service and such information shall be disseminated to all Participants of the Service.

#### **SECTION 5.6 PARTICIPANT AS PURCHASER:**

If a Participant or any licensee (including licensed and certified appraisers) affiliated with a Participant wishes to acquire an interest in property listed with another Participant, such contemplated interest shall be disclosed, in writing, to the listing broker not later than the time an offer to purchase is submitted to the listing broker.

#### SERVICE CHARGES AND PAYMENT

### **SECTION 6 SERVICE CHARGES:**

- (a) Service charges for operation of the System are in effect to defray the costs of the Service and are subject to change from time to time. Participants shall be notified in writing as such changes occur.
- (b) The MLS Directors will establish fees and other charges as are necessary to defray the costs of the Service as provided in the bylaws.

#### **SECTION 6.1 RESPONSIBILITY FOR PAYMENT OF CHARGES:**

- (a) Payment of all MLS fees shall be the responsibility of the Participant firm, including those charges incurred by brokers and appraisers who are duly licensed or certified and associated with the Participant firm.
- (b) Every licensee (including licensed and certified appraisers) who is affiliated with Participant's office as determined by the Doorify MLS, Inc. shall be enrolled as a subscriber of the Service, except those licensees subject to a fee waiver under Section 6.2.

#### **SECTION 6.2 SUBSCRIBER FEE WAIVERS:**

MLS provides Participants the option of a no-cost waiver of MLS fees, dues, and charges for any licensee or licensed or certified appraiser in a participating office who can demonstrate subscription to a different MLS or CIE where the principal broker for the office also participates. MLS requires Participants to sign a certification for waiver recipients' nonuse of MLS services, which includes penalties and termination of the waiver if violated.

Under Section 6.1, any per-subscriber fee is calculated based on each salesperson and licensed or certified appraiser affiliated with a participating office. The effect of fee waiver is that the number of subscribers in a participating office for purposes of any recurring per-subscriber fees paid by a Participant under Section 6.1 shall be reduced by the number of licensees and certified appraisers who are subject to waiver under this Section 6.2. For purposes of this Section 6.2 and all rule provisions referring to it, "licensee" refers to non-principal salespersons and licensed and certified appraisers. Section 6.2.1 sets out the conditions for fee waiver, Section 6.2.2 the process for obtaining and maintaining waivers, Section 6.2.3 circumstances under which waiver is revoked and consequences of revocation, and Section 6.2.4 the consequences of repeated violations of these policies.

#### **SECTION 6.2.1 CONDITIONS FOR WAIVER:**

Fee waivers are available for non-principal broker and non-principal appraiser licensees in offices participating in MLS, provided the Participant and any fee-waived licensee(s) meet all the following requirements:

- (a) Any fee-waived licensee must be a subscriber in another multiple listing service that will certify this information to this MLS on the frequency established by this MLS.
- (b) The Participant continues to comply with the mandatory listing-submission requirements of Section 1.1.1, subject to the exemption in Section 1.4.
- (c) During any period for which a licensee's fees are waived, the licensee shall refrain from using any of the following services of this MLS:

- Using this MLS's systems, databases, showing scheduling services, etc. This does not include accessing listing information of the licensee's own broker or of other brokers through the participant's IDX site or elsewhere. It does include accessing such information on the participant's VOW (which is for consumers' personal use).
- 2. Being identified as an agent on any property listing in this MLS during the waiver period. Note that under Section 1.13, any listing in MLS's service area must be submitted to MLS, unless the participant files a certification of the seller's instruction to withhold the listing from MLS under Section 1.4.
- 3. Use of any data feed from this MLS (except one that includes listings only of the licensee's broker).
- 4. Using this MLS's data on an IDX or VOW website identified as the fee-waived subscriber's site or page.
- 5. Using this MLS's data in an automated valuation product or tool in any product or service identified as coming from the fee-waived subscriber.

#### SECTION 6.2.2 PROCESS FOR OBTAINING AND MAINTAINING WAIVERS:

The Participant must at all times provide to MLS up-to-date information on all licensees, whether they are subscribers or fee-waived licensees, in each participating office. The Participant must identify which licensees are subject to fee waivers and for each waived licensee the other MLS in which he/she is a subscriber on the waiver certification form.

In order to obtain a waiver for any licensee in the Participant's office, the Participant must execute the MLS's form for listing fee-waived licensees and the certification on it. The Participant must procure from another MLS, or arrange for the other MLS to provide to this MLS, a certification that each fee-waived subscriber in this MLS is a subscriber in that MLS. (The other MLS may have a one-time or periodic charge for providing these certifications.)

In order to maintain a waiver for any licensee, the Participant and licensee must continue to satisfy the requirements of Section 6.2.1 and must recertify (and obtain from the other MLS re-certifications) of the matters addressed in this Section with the frequency set by this MLS.

## **SECTION 6.2.3 REVOCATION OF WAIVER:**

The fee waiver for a licensee may be revoked under various circumstances, and the consequences of the revocation vary depending on its circumstances, as provided in this section.

- (a) The Participant or fee-waived licensee may revoke the waiver at any time upon notice to this MLS. In that case, the fee-waived licensee immediately becomes a subscriber and any fees due to MLS under its normal fee schedule for the current period for the subscriber (including pro-rata fees for any partial service period and any application fees if none have previously been paid for the subscriber) shall immediately become due and payable. In the event a fee-waived licensee appears as an agent on any property listing in this MLS during the waiver period, the participant and fee-waived licensee shall be deemed to have revoked the waiver under this subsection (a).
- (b) If this MLS determines that the fee-waived licensee has used any of the services of this MLS listed in Section 6.2.1(c) during a fee-waiver period, MLS may terminate the fee waiver upon notice to the Participant and the fee-waived licensee. In this case, the consequences of subsection (a) apply, and in

addition to them, MLS may recover from Participant or the fee-waived licensee a fine of \$1,500. After six months, the Participant and subscriber can re-certify the subscriber to be a fee-waived licensee.

#### **SECTION 6.2.4 CONSEQUENCES OF REPEATED VIOLATIONS:**

A pattern of repeated violations of Section 6.2.1(c) exists when a Participant allows any combination of three or more violations of Section 6.2.1(c), whether the Participant is aware of the violations and whether committed by one fee-waived licensee or more; or when a subscriber commits three or more violations of Section 6.2.1(c). In the event that a Participant or subscriber exhibits a pattern of repeated violations of Section 6.2.1(c), MLS may suspend all fee waivers for the Participant or subscriber (or both) for a period of up to three years. If, after such a period of suspension, a Participant or subscriber again exhibits a pattern of repeated violations, MLS may permanently terminate fee waivers for the Participant or subscriber (or both). In the event a Participant or subscriber subject to suspension or termination of waivers moves to a new office as a Participant, that office shall be ineligible for waivers during the pendency of its Participant's suspension or termination. In the event a Participant or subscriber subject to suspension or termination of waivers moves to a new office as a non-principal licensee, that non-principal licensee shall be ineligible for waivers during the pendency of his or her suspension or termination.

#### **SECTION 6.3 PENALTY FOR NON-PAYMENT OF CHARGES:**

In the event that a Participant, or any subscriber affiliated with the Participant, is delinquent in payment to the MLS, the following provisions for enforcement are made:

- (a) For failure to pay any fees charged associated with any subscriber by the due date, that subscriber's services shall be suspended until such fees are paid in full.
- (b) For failure to pay any fees charged within one month after the date due relating to any subscriber in the Participant firm, services of the Participant firm shall be suspended until such fees are paid in full. The MLS Directors shall have the authority to establish an additional charge for resuming services which have been suspended.
- (c) For failure to pay all fees charged within two weeks after suspension of the Participant firm, MLS services of the Participant firm shall be terminated.
- (d) Once a Participant firm has been terminated for nonpayment, he or she shall be in the same status as a new applicant for MLS membership if he or she wishes to rejoin the MLS. In addition, it would have to pay all amounts which were past due at the time of termination.
- (e) For repeated delinquency in payment, a Participant's participation in the

Service may be terminated by decision of the MLS Directors at their sole discretion. A Participant shall be offered the opportunity of a hearing prior to such a decision.

#### **SECTION 6.4 RETURNED CHECKS:**

In the event any check is returned for non-sufficient funds or dishonored for any other reason:

- (a) The Service shall report it to the check issuer.
- (b) The Service shall assess on the applicable invoice a handling fee of the maximum amount allowed by North Carolina law.

- (c) Participant or subscriber must pay the invoice, including handling fee, by cash, cashier's check, or credit card.
- (d) When a Participant is delinquent in payment to the Service, the provisions under Section 6.2 Penalty for Nonpayment of Charges apply.

### **SECTION 6.5 FAILED CREDIT CARD AND DEBIT CARD PAYMENTS:**

- (a) Credit cards and debit cards that fail shall be reported by the Service to the individual billed.
- (b) When a Participant is delinquent in payment to the Service the provisions under Section 6.2 Penalty for Nonpayment of Charges apply.
- (c) When a credit card or debit card expires, it is the responsibility of the card owner to notify Doorify MLS, Inc. of the new expiration date.

#### **COMPLIANCE WITH RULES**

#### **SECTION 7 COMPLIANCE WITH RULES:**

By becoming and remaining a participant in the MLS, each participant agrees to be subject to the rules and regulations and any other MLS governance provision. Each participant is subject to these rules with regard to licensees affiliated with the participant who are subject to fee waiver under Section 6.2. The MLS may, through the administrative and hearing procedures established in these rules, impose discipline for violations of the rules and other MLS governance provisions.

Participants are responsible for the actions of all Subscribers (as defined in the Doorify MLS, Inc. bylaws) affiliated with the Participant. All licensees, appraisers and others authorized to have access to the service are subject to these Rules and Regulations and may be disciplined for violations thereof. The following action may be taken for noncompliance with the rules.

(a) for failure to pay any service charge or fee within one (1) month of the date

due, and provided that at least ten (10) days' written notice has been given, the Service shall be suspended until service charges or fees are paid in full.

- (b) for failure to comply with any other rule, the provisions of Section 9 and 9.1 shall apply.
- (c) Any infractions regarding the Doorify MLS rules and regulations are subject to the fines listed in the compliance fee schedule in Appendix A.
- (d) Appendix A is incorporated into these rules and regulations and may be amended from time to time according to the procedure described in Section 14 Changes in Rules and Regulations.

## **MEETINGS**

#### **SECTION 8 MEETINGS:**

The meetings of the Participants in the Service or the Board of Directors of the Service for the transaction of business of the Service shall be held in accordance with the provisions of bylaws of the Service.

## **ENFORCEMENT OF RULES OR DISPUTES**

#### **SECTION 9 CONSIDERATION OF ALLEGED VIOLATIONS:**

The Service shall give consideration to all complaints having to do with a violation of the rules and regulations. Depending on the nature of the complaint, the Service may require that the complaint be in writing. By becoming and remaining a participant, each participant agrees to be subject to these rules and regulations, the enforcement of which are at the sole discretion of the Board of Directors.

When requested by a complainant, the MLS will process a complaint without revealing the complainant's identity. If a complaint is subsequently forwarded to a hearing, and the original complainant does not consent to participating in the process, the MLS will appoint a representative to serve as the complainant.

#### **SECTION 9.1 SANCTIONS FOR VIOLATION OF RULES:**

If the alleged violation does not involve either unethical conduct or a request for arbitration, it may be administratively considered and determined by the MLS staff. If a violation is determined to have occurred, a sanction may be imposed (including a fine, a suspension, or both.) Any Participant, having reason to believe that a fine, a suspension, or both imposed on that Participant is without merit, may request a hearing before the MLS Hearing Committee of the Service within ten (10) days following the receipt of the staff's decision.

### **SECTION 9.2 COMPLAINTS REGARDING UNETHICAL CONDUCT:**

All other complaints of unethical conduct shall be referred by the Service to the association of REALTORS® for appropriate action in accordance with the professional standards procedures established in the association's bylaws.

## SECTION 9.3 COMPLAINTS OF UNAUTHORIZED USE OF LISTING CONTENT

Any participant who believes another participant has engaged in the unauthorized use or display of listing content, including photographs, images, audio or video recordings, and virtual tours, shall send notice of such alleged unauthorized use to the MLS. Such notice shall be in writing, specifically identify the allegedly unauthorized content, and be delivered to the MLS not more than sixty (60) days after the alleged misuse was first identified. No participant may pursue action over the alleged unauthorized use and display of listing content in a court of law without first completing the notice and response procedures outlined in this Section 9.3 of the MLS rules.

Upon receiving a notice, the Data Integrity Department will send the notice to the participant who is accused of unauthorized use. Within ten (10) days from receipt, the participant must either: 1) remove the allegedly unauthorized content, or 2) provide proof to the Data Integrity Department that the use is authorized. Any proof submitted will be considered by the Data Integrity Department and a decision of whether it establishes authority to use the listing content will be made within thirty (30) days.

If the Data Integrity Department determines that the use of the content was unauthorized, the Data Integrity Department may issue a sanction pursuant to Section 7 of the MLS rules, including a request to remove and/or stop the use of the unauthorized content within ten (10) days after transmittal of the

decision. If the unauthorized use stems from a violation of the MLS rules, that too will be considered at the time of establishing an appropriate sanction.

If after ten (10) days following transmittal of the Data Integrity Department's determination the alleged violation remains uncured (i.e. the content is not removed or the rules violation remains uncured), then the complaining party may seek action through a court of law.

#### **SECTION 9.4 MLS RULES VIOLATIONS**

MLS participants may not take legal action against another participant for alleged rules violation(s) unless the complaining participant has first exhausted the remedies provided in these rules.

#### CONFIDENTIALITY OF MLS INFORMATION

#### SECTION 10 CONFIDENTIALITY OF MLS INFORMATION:

Any information provided by the Service to the participants shall be considered official information of the Service. Such information shall be considered confidential and exclusively for the use of Participants and real estate licensees affiliated with such Participants entitled to access and those Participants who are licensed or certified by an appropriate state regulatory agency to engage in the appraisal of real property and licensed or certified appraisers affiliated with such Participants entitled to access.

#### SECTION 10.1 MLS NOT RESPONSIBLE FOR ACCURACY OF INFORMATION:

Any information published and/or disseminated by the Service is communicated verbatim, without change by the Service. The MLS has not verified the information provided and disclaims any responsibility for its accuracy. Each Participant agrees to hold the MLS harmless against any liability arising from any inaccuracy or inadequacy of the information such Participant provides.

#### SECTION 10.2 ACCESS TO COMPARABLE AND STATISTICAL INFORMATION:

REALTORS® who are actively engaged in real estate brokerage, management, appraising, land development, or building, but who do not participate in the Service, are nonetheless entitled to receive, by purchase or lease, all information other than current listing information that is generated wholly or in part by the MLS including comparable information, "sold" information, and statistical reports. This information is provided for the exclusive use of REALTORS® and individuals affiliated with REALTORS® who are also engaged in the real estate business and shall not be transmitted, retransmitted or provided in any manner to any unauthorized individual, office or firm except as otherwise provided in these rules and regulations.

### OWNERSHIP OF MLS COMPILATIONS AND COPYRIGHTS

#### SECTION 11 OWNERSHIP OF MLS COMPILATION AND COPYRIGHTS:

By the act of submitting any property listing content to the MLS, the participant represents and warrants that he or she is fully authorized to license the property listing contenet as contemplated by and in compliance with this section and these rules and regulations, and also thereby does grant to the MLS license to include the property listing content in its copyrighted MLS compilation\* and also in any statistical report on comparables. Listing content includes, but is not limited to, photographs, images,

graphics, audio and video recordings, virtual tours, drawings, descriptions, remarks, narratives, pricing information, and other details or information related to listed property.

**SECTION 11.1** – All right, title and interest in each copy of every MLS Compilation created and copyrighted by the MLS shall at all times remain the property of the MLS.

**SECTION 11.2** – Each Participant shall be entitled to lease from the MLS a number of copies of each MLS Compilation sufficient to provide the Participant and each person affiliated as a licensee including licensed or certified appraisers, but not any licensee subject to fee waiver under Section 6.2, with such Participant with one copy of such Compilation. For each such copy, the Participant shall pay the lease fee set by the MLS Board of Directors.\*\*

- \* The term MLS Compilation, as used in Section 11 and 12 herein, shall be construed to include any format in which property data is collected and disseminated to the Participants, including, but not limited to: bound book, loose-leaf binder, computer database, card file or any other format whatsoever.
- \*\* This section should not be construed to permit the Participant to lease a copy of the MLS Compilation for any licensee (or licensed or certified appraiser) affiliated with the Participant who is engaged exclusively in a specialty of the real estate business other than listing and selling real property, and who does not, at any time, have access to nor use of the MLS information or facilities.

#### **USE OF COPYRIGHTED MLS COMPILATION**

## **SECTION 12 DISTRIBUTION:**

Participants shall, at all times, maintain control over and responsibility for each copy of any MLS Compilation leased to them by the Service, and the information accessed from the online database as allowed by the Service and shall not distribute any such copies to persons other than Subscribers who are affiliated with such Participant as licensees, those individuals who are licensed or certified by an appropriate state regulatory agency to engage in the appraisal of real property, and any other Subscribers as authorized pursuant to the governing documents of the MLS. Use of information developed by or published by the Service is strictly limited to the activities authorized under a Participant's licensure(s) or certification, and unauthorized uses are prohibited. Further, none of the foregoing is intended to convey "Participation" or "Membership" or any right of access to information developed or published by the Service where access to such information is prohibited by law.

#### **SECTION 12.1 DISPLAY:**

Participants, and those persons affiliated as licensee with such Participants, shall be permitted to display the MLS Compilation to prospective purchasers only in conjunction with their ordinary business activities of attempting to locate ready, willing and able buyers for the properties described in said MLS Compilation. "Persons affiliated as licensees" in the previous sentence does not include licensees subject to fee waiver under Section 6.2.

#### **SECTION 12.2 REPRODUCTION:**

Participants or their affiliated licensees shall not reproduce any MLS Compilation or any portion thereof, except in the following limited circumstances:

- 1. Participants or their affiliated licensees may reproduce from the MLS Compilation and distribute to prospective purchasers a reasonable\* number of single copies of property listing data contained in the MLS Compilation which relate to any properties in which the prospective purchasers are or may, in the judgment of the Participants or their affiliated licensees, be interested. "Persons affiliated as licensees" in the previous sentence does not include licensees subject to fee waiver under Section 6.2.
- 2. Participants who are actively engaged in listing properties for sale and/or assisting and negotiating on behalf of buyers of real estate, or their affiliated licensees, may reproduce from the MLS Compilation, and distribute to prospective customers, verbally or in printed or email format, a reasonable number of single copies of sold property data listings contained in the MLS Compilation which relate to any properties in which the prospective customer(s) are or may, in the judgment of the Participant or their affiliated licensees, be interested. A reproduction of sold listing property data under this section shall: i. display only those fields of data designated by DMLS for this purpose or a subset of those data fields, and ii. include the following disclosure on each page containing sold listing property data in at least 8-point font:

"Copyright [or © ] nnnn [current year] Doorify MLS, Inc. All Rights Reserved. Information deemed reliable but not guaranteed. Non-MLS properties are not included. Properties sold were listed/sold by various MLS participating offices."

The property data from the MLS Compilation may not be modified or manipulated. (This is not a limitation on the design of the communication but refers to the actual data.) Unless expressly contravened by the provisions of this section, all other rules and regulations remain in full force and effect.

3. Nothing contained herein shall be construed to preclude any Participant from utilizing, displaying, distributing or reproducing property listing sheets or other compilations of data pertaining exclusively to properties currently listed for sale with the Participant.

Any MLS information, whether provided in written or printed form, provided electronically, or provided in any other form or format, is provided for the exclusive use of the Participant and those licensees affiliated with the Participant who are authorized to have access to such information. (The previous sentence does not apply to licensees subject to fee waiver under Section 6.2.) Such information may not be transmitted, re-transmitted, or provided in any manner to any unauthorized individual, office or firm.

None of the foregoing shall be construed to prevent any individual legitimately in possession of current listing information, "sold" information, "comparables" or statistical information from utilizing such information to support valuations on particular properties for clients and customers. Any MLS content in data feeds available to Participants for real estate brokerage purposes must also be available to Participants for valuation purposes, including automated valuations. MLSs must either permit use of existing data feeds, or create a separate data feed, to satisfy this requirement. MLSs may require execution of a third-party license agreement where deemed appropriate by the MLS. MLSs may require Participants who will use such data feeds to pay the reasonably estimated costs incurred by the MLS in adding or enhancing its downloading capacity for this purpose. Information deemed confidential may not

be used as supporting documentation. Any other use of such information is unauthorized and prohibited by these Rules and Regulations.

• It is intended that the Participant be permitted to provide prospective purchasers with listing data relating to properties which the prospective purchaser has a bona fide interest in purchasing or in which the Participant is seeking to promote interest. The term "reasonable," as used herein, should therefore be construed to permit only limited reproduction of property data intended to facilitate the prospective purchasers' purchase. Factors which shall be considered in deciding whether the reproductions made are consistent with this intent, and thus "reasonable" in number, shall include, but are not limited to, the total number of listings in the MLS Compilation, how closely the types of properties contained in such listings accord with the prospective purchasers' expressed desires and ability to purchase, whether the reproductions were made on a selective basis, and whether the type of properties contained in the property data is consistent with a normal itinerary of properties which would be shown to the prospective purchaser.

## **SECTION 12.3 USE OF ACTIVE LISTING INFORMATION ON INTERNET:**

Participants and their licensees may display on their public websites aggregated MLS

listing information through downloading in accordance with SECTION 17 Internet Data Exchange. Sharing of the MLS Compilation with any third party not authorized by the Service is prohibited. Participants and licensees shall indicate on their websites that the information being provided is for consumer's personal, non-commercial use and may not be used for any purpose other than to identify prospective properties consumers may be interested in purchasing.

#### SECTION 12.4 OBJECTIONABLE AND PROHIBITED COMPANY AND WEB SITE NAMES:

As a reminder, company names and website addresses are subject to Article12 of the Code of Ethics of the local jurisdiction of the local association.

#### **SECTION 12.5 COPYRIGHT NOTICE:**

The Doorify MLS approved language and copyright notice must appear immediately following the display of property information whether in printed or electronic format. This notice must appear exactly as in one of these two options:

Option A: "Copyright 20XX Doorify MLS, Inc. of North Carolina. All rights reserved."

Option B: "© 20XX Doorify MLS, Inc. of North Carolina. All rights reserved." Note, you may not substitute a "c" in parentheses – "(c) for the copyright symbol – "©." If your web site cannot display the copyright symbol, you must use option A and spell out the word "Copyright."

#### **USE OF MLS INFORMATION**

### SECTION 13 LIMITATIONS ON USE OF MLS INFORMATION:

Use of information from the MLS Compilation of current listing information, from the MLS' statistical report, or from any sold or comparable report of the Service for public mass media advertising by an MLS Participant or in other public representations, may not be prohibited.

However, any print or non-print forms of advertising or other forms of public representations based in whole or in part on information supplied by the Service must clearly demonstrate the period of time over which such claims are based and must include the following, or substantially similar, notice:

"Based on information from the Doorify MLS, Inc. for the period

(date) through (date)."

### **CHANGES IN RULES AND REGULATIONS**

#### **SECTION 14 CHANGES IN RULES AND REGULATIONS:**

Amendments to the rules and regulations of the Service shall be by resolution considered and approved by its Board of Directors. Approved amendments shall be submitted to the Raleigh Regional Association of REALTORS for the approval of its Board of Directors, and will be submitted by the Doorify MLS, Inc. to the National Association of REALTORS ("NAR") for its review to ensure compliance of all changes with NAR guidelines.

#### **ORIENTATION**

#### **SECTION 15 MLS ORIENTATION COURSE:**

Any applicant for MLS participation and any licensee affiliated with an MLS Participant who has access to and use of the MLS-generated information must complete an orientation program of no more than eight (8) classroom hours devoted to the MLS Rules and Regulations and computer training related to MLS information entry and retrieval and the operation of the MLS. The previous sentence applies to licensees subject to fee waiver under Section 6.2 only if their waiver status is revoked.

Participants and subscribers may be required, at the discretion of the MLS, to complete additional training of not more than four (4) classroom hours in any twelve (12) month period when deemed necessary by the MLS to familiarize Participants and subscribers with system changes or enhancement and/or changes to MLS rules or policies. Participants and subscribers must be given the opportunity to complete any mandated additional training remotely.

## **LOCK BOX CONTROL PROCEDURE**

#### **SECTION 16 LOCK BOX CONTROL:**

- A. The service shall provide access to lock boxes on listings entered into the Service only to Participants and real estate licensees affiliated with such Participants, those Participants who are licensed or certified to engage in the appraisal of real property and Licensed Home Inspector Subscribers.
- B. The listing broker or agent can issue temporary codes/access to the lockbox and property on terms and conditions agreed to in advance by the seller. Temporary codes/access must expire after being issued or must be under the control of the listing broker or agent.
- C. The property owner must provide written authorization prior to placement of a lock box on the property. The written authorization may appear in the listing contract or in a separate document.
- D. Placing a lock box on listed property is not required.
- E. Lock box combinations shall not be published in the Service.

#### INTERNET DATA EXCHANGE

#### **SECTION 17 DEFINITIONS:**

- (a) "IDX," or Internet Data Exchange, is a tool that allows IDX Participants, as defined below, to display the listings of other IDX Participants. IDX refers strictly to Participants displaying other Participants listings with express permission.
- (b) "IDX Database" is the current aggregate compilation of:
  - (i) all Active, Pending and Active Under Contract listings, as defined in these rules, of Doorify MLS, Inc. and
  - (ii) the preceding 3 years of Closed (sold) listings for the approved property type(s),

except those listings where the Seller or listing broker has opted out of all display on the Internet by indicating on the listing contract or otherwise in the MLS system. Listings, including property addresses of sellers who have directed their listing brokers to withhold their listing or the listing's property address from display on the Internet (including, but not limited to, publicly-accessible Web sites or VOWs) shall not be included in an IDX display of listing information. Display of listings is subject to any applicable state law. (For example, North Carolina law presently requires disclosure of the existence of a Active Under Contract purchase agreement on an active listing.)

- (c) "IDX Participant" is an authorized Participant of Doorify MLS that permits the display of its listings by other IDX Participants subject to these Rules. An IDX Participant is identified as the authorized firm, i.e., the entity, regardless of whether the Participant is identified as a firm or an individual. The term "Participant" refers to persons and firms satisfying the definition of that term in the Doorify MLS Rules and Regulations and the Doorify MLS By-laws.
- (d) "IDX Subscribers" are those non-principal brokers or licensees affiliated with the IDX Participant.

(e) "Firm" is the office of the Participant.

#### **SECTION 17.1 PARTICIPATION PRESUMED:**

Participant's consent for display of their listings by other Participants pursuant to these rules and regulations is presumed unless a Participant affirmatively notifies the MLS that the Participant refuses to permit display (either on a blanket or on a listing-by-listing basis). If a Participant refuses on a blanket basis to permit the display of that Participant's listings, that Participant may not download, frame or display the aggregated MLS data of other Participants. Even where Participants have given blanket authority for other Participants to display their listings on IDX sites, such consent may be withdrawn on a listing-by-listing basis where the seller has prohibited all Internet display or other electronic forms of display or distribution.

## **SECTION 17.2 PUBLICATION PERMITTED:**

An IDX Participant may republish all or a portion of the IDX Database in accordance with the following provisions and in keeping with any policies that DMLS may adopt from time to time. Unless expressly contravened by the provisions of this section, all other rules and regulations remain in full force and effect. Use of the IDX Database is subject to these Rules, to the Code of Ethics of the National Association of REALTORS®, to the extent it regulates the display of other Participant's listings and to applicable state laws of North Carolina and other states to the extent the same may apply.

#### **SECTION 17.3 ELIGIBILITY TO DISPLAY IDX DATABASE:**

Participation in IDX is available to all Doorify MLS, Inc. Participants who are REALTORS®, engaged in real estate brokerage and who consent to display of their listings by other IDX Participants. An IDX Participant must be at all times compliant with applicable rules and regulations of any applicable regulatory body, including, but not limited to, the rules and regulations of the North Carolina Real Estate Commission for brokers licensed in North Carolina.

A republication of another IDX Participant's listing shall contain only those fields of data of property statuses designated by the MLS. Display of all other fields is prohibited. A republication of another IDX Participant's listing must contain those fields defined, from time to time, as required for IDX. The required fields on Active, Pending and Active Under Contract listings are listing office name, email or phone number as provided by the listing participant, listing number, status and the IDX icon. The required fields on Closed listings are listing number, status, sold price, and sold date. Vendors may request a list of fields and their allowed usage from Doorify MLS.

### SECTION 17.5 IDX PARTICIPANT NEED NOT DISPLAY ALL LISTINGS:

An IDX Participant may select the listings of other IDX Participants it chooses to display through IDX based only on objective criteria including, but not limited to, geography or location ("uptown," "downtown," etc.), list price or type of property (e.g., condominiums, cooperatives, single-family detached, multi-family), or, type of listing (e.g., exclusive right to sell or exclusive agency). Selection of listings displayed through IDX must be independently made by each Participant. If an IDX Participant displays less than all the records in the IDX Database, the IDX Participant's display must include a disclosure to consumers stating, "Some IDX listings have been excluded from this IDX display" or may describe the criteria for selecting a subset of the IDX Database available for searching.

### **SECTION 17.6 SELLER INSTRUCTIONS HONORED:**

Any IDX that; (a) allows third-parties to write comments or reviews about particular listings or displays a link to such comments or reviews in immediate conjunction with particular listings, or (b) displays an automated estimate of the market value of the listing (or link to such estimate) in immediate conjunction with the listing, shall disable or discontinue either or both of those features as to the seller's listing at the request of the seller. The listing broker or agent shall communicate to the MLS that the seller has elected to have one or both of these features disabled or discontinued on all IDX displays. Except for the foregoing and subject to Section 17.7, an IDX Participant's display may communicate the participant's professional judgment concerning any listing. Nothing shall prevent an IDX from notifying its customers that a particular feature has been disabled at the request of the seller.

## **SECTION 17.7 FALSE DATA OR INFORMATION:**

IDX participants shall maintain a means (e.g., e-mail address, telephone number) to receive comments about the accuracy of any data or information that is added by or on behalf of the participant beyond that supplied by the MLS and that relates to a specific property displayed on the IDX display. IDX participants shall correct or remove any false data or information relating to a specific property upon receipt of a communication from the listing broker or listing agent for the property explaining why the data or information is false. However, IDX participants shall not be obligated to remove or correct any data or information that simply reflects good faith opinion, advice, or professional judgment.

#### **SECTION 17.8 DISPLAYS:**

- A display of another IDX Participant's listing(s) may not include in the body of the listing any
  contact information or branding of the IDX Participant who owns the IDX site, any of its
  Subscribers, or any third party. The body of the listing is defined as a rectangular space the
  borders of which are delimited by the utmost extent in each direction of the listing text and
  photo data.
- 2. Except as provided in Section (d), every display of another Participant's Active, Pending or Active Under Contract listing must bear the approved IDX icon, the listing office name, email or phone number provided by the listing participant, the listing number, and the status immediately adjacent to the property information. Each of these required items must be a readily visible color and legible to a site visitor, for example, no tiny text or gray text on gray background. Text must appear in a type size equal to or greater than the median size used for listing data on the page.
- 3. Every Closed listing must bear the approved IDX icon, the listing number, the selling price and the sold date. These items must be reasonably visible and legible to a site visitor.
- 4. In the event that an IDX displays a map showing the locations of listings matching a consumer's search with icons or push-pins, and a site visitor may display a pop-up or balloon over the icon or push-pin by clicking or holding the mouse over it, the elements required in

Section (b) need not be displayed in the pop-up or balloon, provided one of the following is true: (i) the consumer can click on the pop-up or balloon and view a page including the listing information and the required elements; or (ii) there is a display elsewhere on the page on which the map appears that includes the listing information and the required elements for all such listings on the map.

- 5. In the event that an IDX displays search results in a "thumbnail format," the display of another Participant's listing may only include: text data about the listed property, a photo of the listed property, links to more detailed information and shall display the DMLS approved icon.
- 6. No display of another Participant's listing may include the listings or property addresses of sellers who have chosen to withhold their listings or addresses from display on other Participant's IDX. Notwithstanding this prohibition, listing brokers may display on their own sites the listings and property addresses of consenting sellers.

#### **SECTION 17.9 MODIFICATION OF LISTINGS:**

A IDX Participant shall not modify or manipulate information relating to other IDX Participant listings. MLS Participants may augment their IDX display of MLS data will applicable property information from other sources to appear on the same webpage or display, clearly separated by the data supplied by the MLS. The source(s) of the information must be clearly identified in the immediate proximity to such data. This requirement does not restrict the format of MLS data display or display of fewer than all of the available listings or fewer authorized fields.

#### SECTION 17.10 DISCLOSURE/DISCLAIMER REQUIRED:

- 1. Any display, including another Participant's Active, Pending or Active Under Contract listing must display the following disclosure/disclaimers:
  - 1. "Information Not Guaranteed" or
  - 2. "Brokers make an effort to deliver accurate information, but buyers should independently verify any information on which they will rely in a transaction. The listing broker shall not be responsible for any typographical errors, misinformation, or misprints, and they shall be held totally harmless from any damages arising from reliance upon this data. This data is provided exclusively for consumers' personal, non-commercial use." and
  - 3. "Listings marked with an icon are provided courtesy of the Doorify MLS, Inc. of North Carolina, Internet Data Exchange Database." **and**

- 4. The Doorify MLS, Inc. copyright notice in the format specified in Section 12.5 of the rules.
- 2. Any display of Closed (sold) data must display the additional disclosure/disclaimer: "Closed (sold) listings may have been listed and/or sold by a real estate firm other than the firm(s) featured on this website. Closed data is not available until the sale of the property is recorded in the MLS. Home sale data is not an appraisal, CMA, competitive or comparative market analysis, or home valuation of any property."

#### **SECTION 17.11 ADDITIONAL FUNCTIONS AND CONTENT:**

An IDX Participant may, subject to the requirement of these rules, display generic links or "buttons" (such as "map" or "tax info") on listings of other IDX Participants. If the IDX Participant displays data from other sources, such as property tax records, sales histories from public records, etc., such data must be segregated on the page from the other IDX Participant's listings and the source of such data clearly identified.

#### **SECTION 17.12 PARTICIPANT CONTROL AND BRANDING:**

- (a) Any IDX or display that displays any portion of the IDX Database must be under the actual and apparent control of a single Participant who is an IDX Participant, and must be advertised as that IDX Participant's display. Actual control means that the IDX Participant has either built the display for its own use with internal resources, or obtained technology under an agreement with a third party that provides the IDX Participant final control over the operations of the IDX display. Apparent control means that a reasonable consumer viewing the display would conclude that it is under the control of the IDX Participant. The following are currently conclusively deemed to be evidence of apparent control: that the IDX Participant's branding is more prominent than that of any other entity, and that the domain name and branding on the display distinguish the IDX Participant from non-participating firms, e.g., from other franchisees of the same franchise, if applicable.
- (b) The IDX Participant shall include brokerage branding on any display of the IDX Database, or where visitors can initiate a search that displays any portion of the IDX Database, including pages framed by an IDX Subscriber. The IDX Participant's branding shall appear at the top of the page and shall consist, at a minimum, of the brokerage firm's full name with all text displayed in such a manner as to clearly communicate that the brokerage is the source of the data. The display will be as clearly legible as the listing data on the same page.

#### **SECTION 17.13 LIMITED USE STATEMENT:**

(a) IDX Participants may not use IDX-provided listings for any purpose other than display as provided for in these rules. This does not require participants to prevent indexing of IDX listings by recognized search engines.

- (b) No display of Closed listing data may be identified as a CMA, comparable market analysis, broker price opinion, or appraisal.
- (c) A link to the IDX DMLS Smart Frame solution may be used only by the assigned recipient IDX Participant or IDX Subscriber. The link is not to be shared or given to anyone including but not limited to an MLS Participant or Subscriber. Leaving a Firm will automatically terminate a Smart Frame link. IDX DMLS Smart Frame solutions are provided through the online signup.
- (d) If a Participant refuses on a blanket basis to permit the display of that Participant's listings, that Participant may not download, frame or display the aggregated MLS data of other Participants. Even where Participants have given blanket authority for other Participants to display their listings on IDX(s), such consent may be withdrawn on a listing-by-listing basis where the seller has prohibited all Internet display.

#### **SECTION 17.15 FREQUENCY OF UPDATES:**

An IDX Participant must update the IDX information no less frequently than every 12 hours. The IDX display must indicate the date of the last update of data.

#### **SECTION 17.16 SUBSCRIBER SITES:**

All licensed Subscriber IDX displays are subject to the IDX Participant's control (licensees subject to fee waiver under Section 6.2 are not eligible for Subscriber IDX displays). An IDX Subscriber's listings display is subject to the agreement and procedure prescribed by the MLS and subject to these Rules including, without limitation, Rules applicable to Participant control, branding and display registration and the requirements of state law or regulation. IDX Participants may operate multiple displays of IDX data, each of which meets the requirements of these Rules applicable to Participant control and branding, but which gives the appearance of being jointly branded by the IDX Participant and one or more of its IDX Subscribers.

## **SECTION 17.17 IDX DATA FOR IDX DISPLAY:**

IDX Participants may not use IDX-provided listings for any purpose other than display as provided in these rules. This does not require IDX Participants to prevent indexing of IDX listings by recognized search engines.

## **SECTION 17.18 THIRD PARTY CONTRACTORS:**

Any IDX Participant using a third party to develop or design its IDX display must have a written agreement with such third party and the MLS using the online signup prescribed by the MLS.

### **SECTION 17.19 INTENT TO ESTABLISH IDX:**

An IDX Participant must notify the MLS of its intention to display IDX information at or before the time the display becomes available to the public. An IDX Participant shall make its IDX display directly accessible

to the MLS for purposes of monitoring/ensuring compliance with applicable rules and policies. The IDX Participant must register with the MLS the exact location of the IDX information including but not limited to a site's domain name by providing each URL of each search page on which this data appears on the Internet, and any subsequent changes to the URL through the online sign-up.

#### **SECTION 17.20 NO DISCLOSURE:**

Except as provided in the IDX policy and these rules, an IDX or a participant or user operating an IDX or displaying IDX information as otherwise permitted may not distribute, provide, or make any portion of the MLS database available to any person or entity.

#### **SECTION 17.21 COMPLIANCE WITH RULES:**

An IDX Participant must make changes to an Internet site necessary to cure a violation of these Rules within five business days of written notice from the MLS. If the violation continues five business days after the written notice, the MLS may suspend the data feed, immediately and without further notice. If the violation continues after 10 business days after the written notice, the MLS may terminate the IDX Participant's data feed. A suspended data feed will be reactivated when a violation is cured. A terminated data feed will require new registration including setup fees.

#### **SECTION 17.22 SERVICE FEES CHARGED:**

Service fees for IDX Participation shall be established by the Board of Directors to cover costs incurred by the MLS in providing the IDX Database and other IDX services to IDX Participants, IDX Subscribers and third party contractors.

## VIRTUAL OFFICE WEBSITE:

#### **SECTION 18.1:**

- (a) A Virtual Office Website ("VOW") is a Participant's Internet website, or a feature of a Participant's website, through which the Participant is capable of providing real estate brokerage services to consumers with whom the Participant has first established a broker-consumer relationship (as defined by state law) where the consumer has the opportunity to search MLS Listing Information, subject to the Participant's oversight, supervision, and accountability. A non-principal broker or sales licensee affiliated with a Participant, except one subject to fee waiver under Section 6.2, may, with his or her Participant's consent, operate a VOW. Any VOW of a non-principal broker or sales licensee is subject to the Participant's oversight, supervision, and accountability.
- (b) As used in Section 18 of these Rules, the term "Participant" includes a Participant's affiliated non-principal brokers and sales licensees other than those subject to fee waiver under Section 6.2 except when the term is used in the phrases "Participant's consent" and "Participant's oversight, supervision, and accountability". References to "VOW" and "VOWs" include all VOWs, whether operated by a Participant, by a non-principal broker or sales licensee, or by an Affiliated VOW Partner ("AVP") on behalf of a Participant.
- (c) "Affiliated VOW Partner" ("AVP") refers to an entity or person designated by a Participant to operate a VOW on behalf of the Participant, subject to the Participant's supervision, accountability and compliance with the VOW Policy. No AVP has independent participation rights in the MLS by virtue of its right to receive information on behalf of a Participant. No AVP has the right to use MLS Listing Information except

in connection with operation of a VOW on behalf of one or more Participants. Access by an AVP to MLS Listing Information is derivative of the rights of the Participant on whose behalf the AVP operates a VOW.

(d) As used in Section 18 of these Rules, the term "MLS Listing Information" refers to active listing information and sold data provided by Participants to the MLS and aggregated and distributed by the MLS to Participants.

#### **SECTION 18.2:**

- (a) The right of a Participant's VOW to display MLS Listing Information is limited to that supplied by the MLS(s) in which the Participant has participatory rights. However, a Participant with offices participating in different MLSs may operate a master website with links to the VOWs of the other offices.
- (b) Subject to the provisions of the VOW Policy and these Rules, a Participant's VOW, including any VOW operated on behalf of a Participant by an AVP, may provide other features, information, or functions, e.g. Internet Data Exchange ("IDX").
- (c) Except as otherwise provided in the VOW Policy or in these Rules, a Participant need not obtain separate permission from other MLS Participants whose listings will be displayed on the Participant's VOW.

#### **SECTION 18.3:**

- (a) Before permitting any consumer to search for or retrieve any MLS Listing Information on his or her VOW, the Participant must take each of the following steps:
  - (i) The Participant must first establish with that consumer a lawful broker-consumer relationship (as defined by state law), including completion of all actions required by state law in connection with providing real estate brokerage services to clients and customers (hereinafter "Registrants"). Such actions shall include, but are not limited to, satisfying all applicable agency, non-agency, and other disclosure obligations, and execution of any required agreements.
  - (ii) The Participant must obtain the name of, and a valid email address for, each Registrant. The Participant must send an email to the address provided by the Registrant confirming that the Registrant has agreed to the Terms of Use (described in subsection (d) below). The Participant must verify that the email address provided by the Registrant is valid and that the Registrant has agreed to the Terms of Use.
  - (iii) The Participant must require each Registrant to have a username and a password, the combination of which is different from those of all other Registrants on the VOW. The Participant may, at his or her option, supply the user name and password or may allow the Registrant to establish its username and password. The Participant must also assure that any email address is associated with only one username and password.
- (b) The Participant must assure that each Registrant's password expires on a date certain but may provide for renewal of the password. The Participant must at all times maintain a record of the name,

email address, user name, and current password of each Registrant. The Participant must keep such records for not less than 180 days after the expiration of the validity of the Registrant's password.

- (c) If the MLS has reason to believe that a Participant's VOW has caused or permitted a breach in the security of MLS Listing Information or a violation of MLS rules, the Participant shall, upon request of the MLS, provide the name, email address, user name, and current password, of any Registrant suspected of involvement in the breach or violation. The Participant shall also, if requested by the MLS, provide an audit trail of activity by any such Registrant.
- (d) The Participant shall require each Registrant to review, and affirmatively to express agreement (by mouse click or otherwise) to, a "Terms of Use" provision that provides at least the following:
- **i.** That the Registrant acknowledges entering into a lawful consumer-broker relationship with the Participant;
- **ii.** That all information obtained by the Registrant from the VOW is intended only for the Registrant's personal, non-commercial use;
- **iii.** That the Registrant has a bona fide interest in the purchase, sale, or lease of real estate of the type being offered through the VOW;
- **iv.** That the Registrant will not copy, redistribute, or retransmit any of the information provided except in connection with the Registrant's consideration of the purchase or sale of an individual property;
- **v.** That the Registrant acknowledges the MLS's ownership of, and the validity of the MLS's copyright in, the MLS database.
- (e) The Terms of Use Agreement may not impose a financial obligation on the Registrant or create any representation agreement between the Registrant and the Participant. Any agreement entered into at any time between the Participant and Registrant imposing a financial obligation on the Registrant or creating representation of the Registrant by the Participant must be established separately from the Terms of Use, must be prominently labeled as such, and may not be accepted solely by mouse click.
- (f) The Terms of Use Agreement shall also expressly authorize the MLS, and other MLS Participants or their duly authorized representatives, to access the VOW for the purposes of verifying compliance with MLS rules and monitoring display of Participants' listings by the VOW. The Agreement may also include such other provisions as may be agreed to between the Participant and the Registrant.

#### **SECTION 18.4:**

A Participant's VOW must prominently display an e-mail address, telephone number, or specific identification of another mode of communication (e.g., live chat) by which a consumer can contact the Participant to ask questions, or get more information, about any property displayed on the VOW. The Participant, or a non-principal broker or sales licensee licensed with the Participant, must be willing and able to respond knowledgeably to inquiries from Registrants about properties within the market area served by that Participant and displayed on the VOW.

#### **SECTION 18.5:**

A Participant's VOW must employ reasonable efforts to monitor for, and prevent, misappropriation, "scraping", and other unauthorized use of MLS Listing Information. A Participant's VOW shall utilize appropriate security protection such as firewalls as long as this requirement does not impose security obligations greater than those employed concurrently by the MLS.

#### **SECTION 18.6:**

- (a) A Participant's VOW shall not display listings or property addresses of any seller who has affirmatively directed the listing broker to withhold the seller's listing or property address from display on the Internet. The listing broker shall communicate to the MLS that the seller has elected not to permit display of the listing or property address on the Internet. Notwithstanding the foregoing, a Participant who operates a VOW may provide to consumers via other delivery mechanisms, such as email, fax, or otherwise, the listings of sellers who have determined not to have the listing for their property displayed on the Internet.
- (b) A Participant who lists a property for a seller who has elected not to have the property listing or the property address displayed on the Internet shall cause the seller to execute a document that includes the following (or a substantially similar) provision:

#### Seller Opt-Out Form

1.Please check either Option a or Option b

a.[ ] I have advised my broker or sales agent that I do not want the listed property to be displayed on the Internet.

OR

- b.[ ] I have advised my broker or sales agent that I do not want the address of the listed property to be displayed on the Internet.
- 2. I understand and acknowledge that, if I have selected option a, consumers who conduct searches for listings on the Internet will not see information about the listed property in response to their search.

Initials of Seller

(c) The Participant shall retain such forms for at least one year from the date they are signed, or one year from the date the listing goes off the market, whichever is greater.

### **SECTION 18.7:**

- (a) Subject to subsection (b), a Participant's VOW may allow third-parties (i) to write comments or reviews about particular listings or display a hyperlink to such comments or reviews in immediate conjunction with particular listings, or (ii) display an automated estimate of the market value of the listing (or hyperlink to such estimate) in immediate conjunction with the listing
- (b) Notwithstanding the foregoing, at the request of a seller the Participant shall disable or discontinue either or both of those features described in subsection (a) as to any listing of the seller. The listing broker or agent shall communicate to the MLS that the seller has elected to have one or both of these features disabled or discontinued on all Participants' websites. Subject to the foregoing and to Section 18.8, a Participant's VOW may communicate the Participant's professional judgment concerning any listing. A Participant's VOW may notify its customers that a particular feature has been disabled "at the request of the seller."

#### **SECTION 18.8:**

A Participant's VOW shall maintain a means (e.g., e-mail address, telephone number) to receive comments from the listing broker about the accuracy of any information that is added by or on behalf of the Participant beyond that supplied by the MLS and that relates to a specific property displayed on the VOW. The Participant shall correct or remove any false information relating to a specific property within 48 hours following receipt of a communication from the listing broker explaining why the data or information is false. The Participant shall not, however, be obligated to correct or remove any data or information that simply reflects good faith opinion, advice, or professional judgment.

#### **SECTION 18.9:**

A Participant shall cause the MLS Listing Information available on its VOW to be refreshed at least once every three (3) days.

#### **SECTION 18.10:**

Except as provided in these rules, the National Association of Realtors® VOW Policy, or any other applicable MLS rules or policies, no Participant shall distribute, provide, or make accessible any portion of the MLS Listing Information to any person or entity.

#### **SECTION 18.11:**

A Participant's VOW must display the Participant's privacy policy informing Registrants of all of the ways in which information that they provide may be used.

#### **SECTION 18.12:**

A Participant's VOW may exclude listings from display based only on objective criteria, including, but not limited to, factors such as geography, list price, and type of property.

#### **SECTION 18.13:**

A Participant who intends to operate a VOW to display MLS Listing Information must notify the MLS of its intention to establish a VOW and must make the VOW readily accessible to the MLS and to all MLS Participants for purposes of verifying compliance with these Rules, the VOW Policy, and any other applicable MLS rules or policies.

#### **SECTION 18.14:**

A Participant may operate more than one VOW himself or herself or through an AVP. A Participant who operates his or her own VOW may contract with an AVP to have the AVP operate other VOWs on his or her behalf. However, any VOW operated on behalf of a Participant by an AVP is subject to the supervision and accountability of the Participant.

#### **SECTION 18.15:**

A Participant shall not change the content of any MLS Listing. Information that is displayed on a VOW from the content as it is provided in the MLS. The Participant may, however, augment MLS Listing Information with additional information not otherwise prohibited by these Rules or by other applicable MLS rules or policies as long as the source of such other information is clearly identified. This rule does not restrict the format of display of MLS Listing Information on VOWs or the display on VOWs of fewer than all of the listings or fewer than all of the authorized information fields.

#### **SECTION 18.16:**

A Participant shall cause to be placed on his or her VOW a notice indicating that the MLS Listing Information displayed on the VOW is deemed reliable but is not guaranteed accurate by the MLS. A Participant's VOW may include other appropriate disclaimers necessary to protect the Participant and/or the MLS from liability.

#### **SECTION 18.17:**

A Participant shall require that Registrants' passwords be reconfirmed or changed every 90 days.

(Note: Participants may, at their option, require Registrants to reconfirm or change passwords more frequently.)

#### **SECTION 18.18:**

A Participant may display advertising and the identification of other entities ("co-branding") on any VOW the Participant operates or that is operated on his or her behalf. However, a Participant may not display on any such VOW deceptive or misleading advertising or co-branding. For purposes of this Section, co-branding will be presumed not to be deceptive or misleading if the Participant's logo and contact information (or that of at least one Participant, in the case of a VOW established and operated on behalf of more than one Participant) is displayed in immediate conjunction with that of every other party, and the logo and contact information of all Participants displayed on the VOW is as large as the logo of the AVP and larger than that of any third party.

#### **SECTION 18.19:**

A Participant shall cause any listing displayed on his or her VOW that is obtained from other sources, including from another MLS or from a broker not participating in the MLS, to identify the source of the listing.

#### **SECTION 18.20:**

A Participant shall cause any listing displayed on his or her VOW obtained from other sources, including from another MLS or from a broker not participating in the MLS, to be searched separately from listings in the MLS.

## **SECTION 18.21:**

Participants and the AVPs operating VOWs on their behalf must execute the license agreement required by the MLS.

### HARASSMENT POLICY:

#### **SECTION 19 HARASSMENT POLICY:**

The Doorify MLS, Inc. is committed to maintaining a professional environment that is free from discrimination and in which subscribers and staff at all levels can devote their full attention and best efforts to the activities of the MLS. The MLS does not authorize and will not tolerate any form of harassment on the following factors: race, color, religion, sex, handicap, familial status, national origin, sexual orientation, gender identity or any other characteristic that is protected by law. Examples of "harassment" that are covered by this policy include offensive language, jokes or other physical, verbal, written or pictorial conduct relating to the individual's race, color, religion, sex, handicap, familial status, national origin, sexual orientation, gender identity or any other characteristic that is protected by law which/that would make a reasonable person experiencing such behavior feel uncomfortable or harassed. It is impossible to list every type of behavior that can be considered harassment in violation of this policy. In general, any conduct that could create an offensive environment will be considered harassment in violation of this policy. This is the case even if the offending party did not mean to be offensive. It is essential that all subscribers and staff be sensitive to the feelings of others.

### **SECTION 19.1 REPORTING HARASSMENT:**

Any individual who feels they have been harassed or witnesses/observes harassment has a duty to immediately report the alleged harassment so that it may be investigated, and appropriate action taken. This is true whether the alleged harasser is an employee, MLS subscriber, Officer or Director. The Doorify MLS, Inc. cannot resolve matters about which it does not know. To report alleged harassment, you must contact the President of the MLS. In the case that he or she is the subject of the allegation, you must contact the Raleigh Regional Association of REALTORS legal counsel. These individuals have been trained to respond appropriately to reports of harassment. Once your report has been received, a prompt and thorough investigation will be conducted. At the conclusion of the investigation the reporting individual will be informed of the action taken, if any. All investigation results will be kept as confidential as possible. Any subscriber of the MLS may be reprimanded, placed on probation, suspended or expelled for harassment of an MLS employee or MLS Officer or Director after an investigation in accordance with the policies of the Doorify MLS, Inc. As used in this Section, harassment means any verbal or physical conduct including threatening or obscene language, unwelcome sexual advances, stalking, actions including strikes, shoves, kicks, or other similar physical contact, or threats to do the same, or any other conduct with the purpose or effect of unreasonably interfering with an individual's work performance by creating a hostile, intimidating or offensive work environment. The decision of the appropriate disciplinary action to be taken shall be made by the Doorify MLS Board of Directors. Disciplinary action may include any sanction authorized in the association's Code of Ethics and Arbitration Manual. If the complaint names the President, they may not participate in the proceedings. No recourse will be taken against individuals reporting legitimate harassment or for cooperating in an investigation.