

DECISION No. 2  
MINUTES OF THE FOUNDING  
ASSEMBLY OF THE CHARITY  
ORGANIZATION "CHARITY  
FUND "BORZHAVSKA HOPE"  
on May 5, 2022

**CHARTER  
CHARITY ORGANIZATION  
"CHARITY FUND  
"BORZHAVSKA  
HOPE"**

the village of Pylypets  
2022

## 1. GENERAL PROVISIONS

1.1. The Charity organization "Charity Fund "Borzhavska Hope" (hereinafter referred to as the Fund) is a non-governmental voluntary charity organization formed as a charity fund.

1.2. The Fund is established and operates in accordance with the Constitution of Ukraine, the Law of Ukraine "On Charity Activities and Charity Organizations," the current legislation of Ukraine, and this Statute.

1.3. The Fund is a charity organization that independently determines the scope, types, location (territory), timelines, and beneficiaries of charity activities in its founding documents, charity programs, or other decisions of its governing bodies.

1.4. The Fund, in carrying out its activities, does not aim to make a profit.

1.5. The Fund acquires the status of a legal entity under the legislation of Ukraine from the moment of its state registration. It has a separate balance sheet, acquires personal property and non-property rights in its own name, engages in legal relationships, assumes obligations, acts as a plaintiff and defendant in judicial bodies, and has separate assets and bank accounts.

1.6. The Fund conducts its activities based on the principles of legality, humanity, common interests, equality of rights of participants, transparency, and voluntariness.

1.7. The activities of the Fund have a public nature and do not contradict its interaction with the authorities of state power. They do not deprive the Fund of the right to receive state support.

1.8. The Fund has the right to have a round seal, a corner stamp, official letterheads with its name, and its own symbolism. The symbolism of the Fund is registered in accordance with the procedure established by the current legislation of Ukraine.

1.9. The Fund is liable for its obligations within the limits of its assets, which may be subject to enforcement according to the current legislation of Ukraine.

1.10. The state, its authorities, and the founders of the Fund are not liable for the obligations of the Fund, and the Fund is not liable for the obligations of the state, its authorities, and its founders

1.11. The Name of the Fund in Ukrainian language

*the whole name:*

in Ukrainian: БЛАГОДІЙНА ОРГАНІЗАЦІЯ «БЛАГОДІЙНИЙ ФОНД «БОРЖАВСЬКА НАДІЯ»;

in English: CHARITY ORGANIZATION «CHARITY FUND «BORZHAVSKA HOPE».

*the shortened name:*

in Ukrainian: БО «БФ «БОРЖАВСЬКА НАДІЯ»; англійською мовою: СО «CF «BORZHAVSKA HOPE».

1.12. The location of the Fund: 390, Village Pylypets, Khust District, Zakarpattia Region, 90011, Ukraine.

## 2. THE GOALS AND SPHERES OF CHARITY ACTIVITIES OF THE FUND

2.1. The goals of the charity activities of the Fund include providing assistance to promote the legitimate interests of beneficiaries in the areas of education, culture, and the arts; aiding those affected by disasters, armed conflicts, and accidents, as well as refugees and individuals facing challenging life circumstances; providing care, representation, and legal assistance; social protection, social security, social services, and poverty alleviation; human rights, civil rights, and fundamental freedoms; development of local communities, as well as the development and support of these areas in the public interest.

2.2. The Fund was established with the purpose of:

- carrying out charity activities for the benefit of citizens and society;
- engaging in charity activities in the areas of organizing, establishing, supporting, and developing cultural, artistic, and educational institutions;
- financing projects, creating new ones, and supporting existing projects in the fields of culture, art, and education;
- creating a space for the self-realization of children and youth;
- providing and supporting the organization and implementation of educational activities and strengthening the role of social projects for societal development;
- promoting a healthy lifestyle;



- providing assistance to orphaned children, children from disadvantaged and troubled families, children with disabilities, children deprived of parental care, and children facing challenging life circumstances;
- financing projects to support existing facilities and the creation and construction of new institutions, stadiums, playgrounds, children's homes, etc.
- approving and implementing charity programs;

2.3. Within the scope of its statutory activities in the designated areas, the Fund has the right to:

- - Provide charity assistance to individuals, nonprofit organizations (including religious organizations), local communities, and any legal entities receiving assistance to achieve the goals defined by the Law of Ukraine "On Charity Activities and Charity Organizations."
- Provide residential care services (care services for individuals other than the elderly and disabled who are unable to fully care for themselves or who do not wish to live independently; operation of orphanages, boarding schools, and children's homes; temporary shelters for the homeless; institutions providing care for single mothers and their children);
- - Conduct education and training activities (preschool education; primary education; education not tied to specific levels; academic education; operation of educational centers offering correctional courses for specific disciplines; professional development courses; language and communication skills training; computer literacy training; religious education; water rescue training; survival schools; public speaking training; speed reading training);
- - Engage in day care services for children, including day care for children with disabilities;
- - Organize conferences, seminars, meetings, training sessions, and mass events that contribute to the development of culture, art, and education, promotion of a healthy lifestyle, and enhancement of moral values, culture, patriotism, and spirituality;
- - Receive, transport, and utilize humanitarian aid by using owned or leased vehicles for their intended purposes, as well as send humanitarian aid to other countries in accordance with the Law of Ukraine "On Humanitarian Aid";
- - Joining other charity organizations in unions, associations, and other voluntary associations formed on a voluntary basis that contribute to the fulfillment of statutory tasks;
- - Organize the collection of charity donations and contributions from individuals and legal entities of Ukraine, foreign states, and international organizations;
- - Independently decide on the provision of charity assistance to its beneficiaries and utilize targeted donations provided by donors for the implementation of charity programs in accordance with the conditions of such donations;
- Continuously determine the forms, objects, recipients, and scope of charity assistance;
- - Open accounts (in national and foreign currencies) in banking institutions;
- - Establish mass media outlets;
- - Establish separate divisions, act as a founder and participant of other charity organizations, private organizations, as well as unions, associations, and other voluntary associations, and engage in joint charity activities;
- Produce television programs, films, songs, and organize events that promote universal values;
- - Promote the spiritual development of Ukrainians, popularize art, and facilitate access to the cultural and artistic heritage of Ukraine and the world, as well as support the development of artistic creativity.
- - Have its own symbolism;
- - Promote its name (title) and symbolism.

2.4. The Fund carries out charity activities in the following forms:

2.4.1. The Fund provides one-time financial, material, organizational, and other assistance, including the provision of grants.

2.4.2. The Fund provides systematic financial, material, organizational, and other assistance on an ongoing basis.

2.4.3. Funding specific target programs is also one of the forms of charity activities carried out by the Fund.

2.4.4. Providing assistance based on concluded contracts (agreements) for charity activities is another form of charity work undertaken by the Fund.



- 2.4.5. Donating or granting permission for the free (preferential) use of property objects is another form of charity activity carried out by the Fund.
- 2.4.6. Providing assistance through personal labor, services, or transferring the results of personal creative activities of the Fund's employees or individuals engaged by the Fund on contractual terms to the recipients is another form of charity activity.
- 2.4.7. Taking on the expenses for the free, full, or partial maintenance of charity objects is also a form of charity activity.
- 2.4.8. Participating in providing grants, other charity donations, and financial assistance to community funds, as well as facilitating the provision of such assistance to community funds by individuals, legal entities, and international organizations, is another form of charity activity;
- 2.4.9. Promoting philanthropic activities, exchange, and dissemination of information related to the purpose and objectives of the Fund;
- 2.4.10. Participation in advisory bodies, public discussions, consultations, expertise of regulatory acts, as well as in monitoring and evaluation events related to the purpose and objectives of the Fund;
- 2.4.11. Granting permission to use its name, logo, and symbols.
- 2.4.12. Public fundraising of charity donations.
- 2.4.13. Management of charity endowments.
- 2.4.14. Execution of wills, testamentary dispositions, and inheritance agreements for charity purposes.
- 2.4.15. Conducting charity auctions, non-monetary lotteries, contests, and other charity events that are not prohibited by law.

### **3. THE CHARITY PROGRAM OF THE FUND**

- 3.1. Charity Program of the Fund is a complex of charity events aimed at implementing the forms of charity assistance provided for in section 2.4 of this Statute. It is implemented by the Fund in the form of a charity program, which is a set of charity initiatives aimed at addressing tasks that align with the statutory goals of the Fund.
- 3.2. The entire amount of receipts for the respective financial year, excluding administrative expenses related to the functioning of the Fund, is utilized for the implementation of the charity program.
- 3.3. In order to implement specific long-term initiatives, the Fund may adopt separate charity programs in addition to its existing charity program. The utilization of funds for the implementation of a long-term program is carried out according to the terms defined within that program.

### **4. THE RIGHTS AND OBLIGATIONS OF THE FUND**

- 4.1. In accordance with its statutory tasks and current legislation, the Fund has the right to:
  - 4.1.1. Independently decide on the provision of charity assistance to its beneficiaries and utilize designated donations provided by donors for the implementation of charity programs according to the terms and conditions of these donations.
  - 4.1.2. Independently determine the forms, objects, subjects, and scope of charity assistance.
  - 4.1.3. To carry out charity activities together with individuals and legal entities on the basis determined by the current legislation of Ukraine.
  - 4.1.4. To be a member and/or founder of other charity organizations, private organizations, to join unions, associations and other voluntary associations that are created on a voluntary basis and contribute to the fulfillment of the Fund's statutory tasks.
  - 4.1.5. To exchange information, knowledge and experience regarding the implementation of charity activities, as well as specialists and specialists of the Fund with relevant charity organizations of both Ukraine and foreign countries.
  - 4.1.6. To implement its own targeted and comprehensive charity programs, to support programs of other charity organizations that do not conflict with the statutory goals and objectives of the Fund.
  - 4.1.7. Organize the collection of charity donations and contributions from individuals and legal entities, foreign states and international organizations.
  - 4.1.8. Open accounts (in national and foreign currencies) in bank institutions, have deposits in bank institutions in accordance with current legislation, have an independent balance sheet.



- 4.1.9. Conduct charity non-monetary lotteries, charity companies for the collection of charity donations, charity mass events, charity auctions.
- 4.1.10. To establish enterprises and organizations, subjects of entrepreneurial activity to achieve the goals defined by this Charter.
- 4.1.11. Acquire, possess, use and dispose of movable and immovable property, funds, etc., have property rights in accordance with the procedure established by current legislation.
- 4.1.12. To enter into agreements with Ukrainian and foreign legal entities and individuals in accordance with the procedure established by law, which do not conflict with the statutory activities of the Fund.
- 4.1.13. To enter into agreements with Ukrainian and foreign legal entities and individuals in accordance with the procedure established by law, which do not conflict with the statutory activities of the Fund.
- 4.1.14. Promote your name (title), symbols, etc.
- 4.1.15. Establishing contacts and cooperation with foreign legal entities and individuals in the interests of the Fund in accordance with the goals and tasks provided for in this Statute.
- 4.1.16. Other rights in accordance with the current legislation of Ukraine.
- 4.1.17. In accordance with the statutory tasks and current legislation, the Fund has the following responsibilities:
  - 4.1.17.1. Ensuring the conduct of one's activities in accordance with legislation.
  - 4.1.17.2. Ensuring free access to their reports, documents on economic and financial activities in accordance with the procedure provided by the current legislation of Ukraine.
  - 4.1.17.3. Other duties stipulated by the current legislation of Ukraine.

## **5. THE FOUNDERS AND PARTICIPANTS OF THE FUND.**

### **CONDITIONS AND PROCEDURE FOR ACCEPTANCE OF PARTICIPANTS OF THE FUND; EXCLUSION AND**

#### **EXCLUSION FROM IT. THE RIGHTS AND OBLIGATIONS OF FUND PARTICIPANTS**

- 5.1. The founders and participants of the Fund can be citizens of Ukraine, foreign citizens, stateless persons who are in Ukraine on legal grounds who have reached the age of 18, as well as legal entities, regardless of the forms of ownership, who recognize the program principles and the Charter of the Fund, pay contributions, implement decisions management bodies of the Fund, take part in its activities and contribute to its achievement of the goals defined by this Statute.
- 5.2. State authorities and local self-government bodies, as well as state and communal enterprises, institutions, and organizations of Ukraine financed from the budget cannot be founders and participants of the Fund.
- 5.3. The founders of the Fund are its participants.
- 5.4. People who are not the founders of the Fund may be accepted as members of the Fund in the manner prescribed by this Statute.
- 5.5. Admission to the Fund's participants is carried out on the basis of a written application based on the decision of the Fund's Supervisory Board (if it is created). Until the creation of the Supervisory Board of the Fund, the decision to accept, exclude a participant, determine the amount of contributions, etc. is taken by the general meeting of the Fund's participants.
- 5.6. The participants of the Fund pay membership fees in the amount established by the general meeting of Fund participants.
- 5.7. Changes or additions to the Charter in connection with the admission of persons to the membership of the Fund or the removal of persons from the membership of the Fund shall not be made. The executive body of the Fund maintains the Register of Fund Members. The fact of participation in the Fund is recorded by the Register of Fund Members.
- 5.8. The Supervisory Board of the Fund can make a decision on admitting individuals as members of the Fund if the following conditions are met by the respective person:
  - acknowledges and adheres to the provisions of the Fund's Statute;
  - acknowledges the purpose of the Fund's activities and its objectives;
  - will support the activities of the Fund;
- 5.9. The participants of the Fund, legal entities, exercise their rights and fulfill their obligations through

their representatives.

5.10. A participant of the Fund may be excluded by the decision of the Supervisory Board, adopted by a majority of votes of the members of the Fund's Supervisory Board, in cases provided for in clause 5.11 of the Fund's Statute.

5.11. Participation in the Fund can be terminated by the decision of the Supervisory Board of the Fund without the consent of the excluded individual in the following cases:

- in case of repeated non-compliance by the participant with the requirements of the Fund's Statute;
- engaging in actions that discredit the Fund, cause harm to the reputation of the Fund, or undermine the interests of donors or beneficiaries of charity assistance;
- violation of the Fund's Code of Ethics.

5.12. In case of withdrawal (exclusion) from the Fund, the contributions made by the member of the Fund are not refunded.

5.13. A participant of the Fund has the right to withdraw from it at any time by providing written notice to the Supervisory Board of the Fund at least 30 days prior to their intended date of withdrawal. The amount of the contribution is not refunded in such cases.

5.14. The participants of the Fund have the right to:

5.14.1. participate in events organized by the Fund;

5.14.2. elect and be elected to the governing bodies of the Fund;

5.14.3. submit proposals to the bodies of the Fund regarding matters related to the activities of the Fund;

5.14.4. present proposals and observations regarding the work of the Fund to the governing bodies for consideration;

5.14.5. participate in the preparation and discussion of decisions and work plans of the Fund;

5.14.6. address inquiries to the bodies of the Fund and receive responses to them;

5.14.7. receive information regarding the activities of the Fund;

5.14.8. approach the Fund to protect their rights and interests within the scope of the Fund's activities;

5.14.9. withdraw from the founders and participants of the Fund at any time by submitting a written statement to the Executive Body of the Fund at least 30 days prior to the intended date of withdrawal;

5.14.10. exercise other rights provided for in this Statute.

5.15. The participants of the Fond are obliged to:

5.15.1. adhere to the provisions of this Statute;

5.15.2. actively participate in the activities of the Fund in the forms provided for in this Statute and the decisions of the statutory bodies of the Fund, in the implementation of its statutory goals and objectives;

5.15.3. fulfill the assignments entrusted to them by the Fund within the scope of its statutory activities;

5.15.4. facilitate the expansion of connections and the dissemination of information about the activities of the Fund;

5.15.5. promote the goals and objectives of the Fund's activities among potential donors in order to attract financial resources;

5.15.6. provide the Fund with necessary information for its activities;

5.15.7. pay membership fees and contributions, the amount and payment procedure of which are determined by the decision of the Supervisory Board;

5.15.8. adhere to the provisions of the Fund's Code of Ethics;

5.15.9. fulfill other obligations stipulated by this Statute;

5.16. The participants of the Fund or persons associated with them do not have the right to receive loans or credits, as well as any collateral (pledge, guarantee, etc.) from the Fund.

5.17. The beneficiaries of charity programs cannot be participants (founders) and members of the Fund's management bodies.

5.18. The procedure for joining and excluding members of the Fund, as well as the rights and obligations of the members of the Fund, may be regulated by the relevant provisions adopted by the General Meeting of members of the Fund.



## **6. FUND MANAGEMENT BODIES**

6.1. To ensure the activities of the Fund, the following management bodies are established:

- The highest governing body is the general meeting of the Fund's participants (the Fund's participant - if the Fund has one participant);
- The principle of the Fund is the executive body;
- The Supervisory Board of the Fund (if it is created).

6.1.1. The highest governing body of the Fund is the General Meeting of Fund participants.

6.1.2. The executive body of the Fund, which carries out the current management of the Fund and ensuring its financial and economic activity, is the Director of the Fund, who is proposed and elected by the General Meeting of Fund participants.

6.1.3. The executive body that performs supervisory functions over the activities of the Fund is the Supervisory Board of the Fund (if it is created), which consists of the Chairman and members of the Supervisory Board, who are elected by the general meeting of the Fund's participants.

6.3.4. In case the Fund has one participant, the decisions that must be taken by the general meeting of the Fund are taken by this participant alone and drawn up in writing in the form of a decision.

## **7. THE GENERAL MEETING OF FUND PARTICIPANTS**

7.1. The highest statutory body of the Fund is the general meeting of the Fund's participants (hereinafter - the general meeting), convened at least once a year.

7.2. Extraordinary general meetings can be convened at the request of the Fund's Supervisory Board or at least 10% of the Fund's participants. The date of regular and extraordinary general meetings is determined by the Supervisory Board of the Fund. An extra general meeting cannot be appointed later than 20 calendar days after the receipt of the relevant request.

7.3. Fund participants are notified of the date and time of the general meeting and the agenda by the Fund's Supervisory Board or by the Fund participants at whose request extraordinary general meetings are convened no later than 10 calendar days before the date of the general meeting. All members of the Fund have the right to participate in the general meeting.

7.4. General meetings are valid if more than half of the Fund's members participate in their work.

7.5. The decision of the general meeting is considered adopted if more than half of those who are present at the general meeting voted for it.

7.6. Fund participants have the right to delegate their powers by appointing representatives on the basis of the appropriate power of attorney to represent interests. The representative of the member of the Fund can be permanent or appointed for a certain period of time. The Fund participant has the right to change or withdraw his representative at any time.

7.7. Each member of the Fund can vote just once.

7.8. The competence of the general meeting includes:

- making changes into the Statute;
- elections and recall of the Fund's Director and Supervisory Board;
- making decisions on the acquisition and termination of the Fund's participation in other charity organizations or their associations (in particular, associations, unions, etc.);
- making a decision on the procedure for appointing, electing or approving members of the fund, replacing them, suspending their powers, terminating their powers (revocation);
- making decisions on the reorganization and liquidation of the Fund;
- approving the reports of the Supervisory Board regarding control over the targeted use of funds and property of the Fund;
- an approval of the Fund Director's reports on the results of the Fund's work and the implementation of its charity programs for the past year and reports on the results of the Fund's financial and economic activities;
- an approval of the Fund's Code of Ethics;
- the resolution of any other issues of the Fund's activity, which are not classified as the EXCLUSIVE activity of other bodies of the Fund.

7.9. The powers of general meetings of Fund participants, which are not assigned to their exclusive



competence by the legislation of Ukraine, may be delegated to the Supervisory Board.

7.10. If the Fund has one participant, the decisions made by the general meeting of participants are taken by the participant individually and are drawn up in writing in the form of a decision.

7.11. The general meeting of the Fund can make a decision on the replacement, suspension of powers, termination of powers (withdrawal) of the Director of the Fund and members of the Supervisory Board of the Fund on the initiative of the majority of the members of the Fund before the end of the term for which they were elected, in the following cases:

- at his own will, on the basis of a written application submitted to the Fund;
- in case of repeated violation of the requirements of the Fund Charter;
- if by their actions they caused material or moral damage to the Fund.

## **8. THE PRINCIPLE OF THE FUND**

8.1. The director is an official of the Fund and manages its current activities in accordance with the legislation, the Charter, as well as the decisions of the general meetings and the Supervisory Board of the Fund.

8.2. The director has the powers to:

- 1) to ensure the implementation of the decisions of the Fund's management bodies;
- 2) to represent the Fund without a power of attorney in state authorities, local self-government bodies, courts, as well as in relations with other persons in Ukraine and other countries;
- 3) issue powers of attorney to other persons for legal actions on behalf of the Fund;
- 4) sign contracts, perform other transactions on behalf of the Fund within the funding limits established by the Fund's Supervisory Board;
- 5) open and close the Fund's accounts in banks and other financial institutions, sign bank and other financial documents;
- 6) to approve the staff list, hire and dismiss employees of the Fund, organize their work, issue orders, instructions and orders that are mandatory for the employees of the Fund;
- 7) make decisions on other current issues of the Fund's activities and perform other administrative functions aimed at fulfilling the Fund's tasks.

## **9. SUPERVISORY BOARD**

9.1. The Supervisory Board of the Fund (if it is formed) is responsible for monitoring the activities of the Fund's bodies, which consists of the Chairman and members of the Supervisory Board and is elected by the general meeting in the number of at least 5 people. The number of members of the Supervisory Board can be determined by a separate decision of the general meeting, but cannot be less than 5 people.

9.2. The Director of the Fund cannot be a member of the Supervisory Board.

9.3. The Supervisory Board of the Fund is held at least four times a year

9.4. The composition of the Supervisory Board, including the Chairman of the Supervisory Board, is appointed (elected) by the general meeting for a term of one year. The composition of the Supervisory Board is subject to re-election annually. A Fund participant cannot be elected Chairman and/or member of the Supervisory Board repeatedly (twice). If, after the expiration of the term of office of the members of the Supervisory Board, the general meeting for any reason does not make a decision to re-elect them or to elect a new member of the Supervisory Board, the powers of such members of the Supervisory Board are extended until the General Meeting makes a decision on their re-election.

9.5. Only members of the Fund can be members of the Supervisory Board. Members of the Supervisory Board cannot be members of political parties.

9.6. The Chairman of the Supervisory Board convenes regular meetings of the Supervisory Board at least 4 (four) times per calendar year. In response to a written request from a participant of the Fund or a member of the Supervisory Board, the Chairman of the Supervisory Board convenes an extraordinary meeting of the Supervisory Board within ten calendar days.

9.7. Meetings of the Supervisory Board are considered valid if a majority of its members are present at the meeting. Decisions of the Supervisory Board are considered adopted if they are supported by no less than half of the total number of members of the Supervisory Board.



9.8. Decisions of the Supervisory Board are mandatory for the Director of the Fund to implement.

9.9. The Supervisory Board:

- controls and regulates the activities of the Director of the Fund;

- approves the charity programs of the Fund;

- oversees the compliance of the Fund's activities with legal requirements;

controls the use of the Fund's assets in accordance with its governing documents;

- determines specific tasks and forms of activity for the Fund;

manages the assets of the Fund and delegates specific authorities for the management of the Fund's assets to other bodies and individuals;

approves the annual activity programs of the Fund;

- sets the limits for funding the activities of the Fund;

- exercises other powers within the limits prescribed by the Statute and acts of the Fund.

9.10. Until the members of the Supervisory Board, consisting of no fewer than five individuals, are elected, the functions of the Supervisory Board are carried out by the General Assembly of the Fund.

## **10. THE ORDER OF MAKING CHANGES AND AMENDMENTS TO THE STATUTE OF THE FUND**

10.1. Changes and amendments to this Statute are made by the decision of the General Assembly of the Fund.

10.2. The decision on making changes and amendments to the Statute at the General Assembly of the Fund is adopted by a % majority of participants present at the General Assembly.

10.3. Changes to the Statute are documented by presenting the revised version of the Fund's Statute.

10.4. The Fund informs the registration authority about the changes in the Statute in accordance with the procedures and within the deadlines prescribed by the current legislation of Ukraine.

## **11. SOURCES OF ASSETS (INCOME), CONTROL PROCEDURE, AND REPORTING OF THE FUND**

11.1. The fund has ownership rights and other property rights to funds, land plots, other immovable and movable property, intangible assets, as well as other property acquired on lawful grounds and necessary for the implementation of the fund's statutory activities.

11.2. The utilization of assets (income) and transactions of the Fund should not contradict the provisions of legislation and the objectives of charity activities.

11.3. The sources of property and funds formation for the Fund include:

11.3.1. funds or property received gratuitously or in the form of non-repayable financial assistance or voluntary donations;

11.3.2. passive income;

11.3.3. funds or property received by such nonprofit organizations from carrying out their core activities, taking into account the provisions of the Tax Code of Ukraine;

11.3.4. - Grants or subsidies received from the state or local budgets, state target funds, or within the scope of technical or charity, including humanitarian, assistance, excluding subsidies for price regulation of paid services provided by such nonprofit organizations or through them to their recipients in accordance with the legislation for the purpose of reducing the level of such prices.

11.4. The Fund has the right to carry out any transactions regarding the property and funds that are under its ownership, as long as these transactions do not contradict its statutory objectives and the current legislation of Ukraine.

11.5. The utilization of assets (income) and transactions must not contradict the provisions of legislation and the objectives of charity activities.

11.6. The administrative expenses of the Fund cannot exceed 20 percent of the Fund's income in the current year.

11.7. The income (profits) and property or their portions shall not be distributed among the founders (participants), members of such organization, employees (except for payment for their work and the accrual of unified social contribution), members of management bodies, and other related individuals.

The income (profits) of a nonprofit organization is used exclusively to finance the expenses for maintaining such nonprofit organization and for implementing the purpose (goals, tasks) and directions of activities defined in its founding documents.

11.8. The financial activities of the Fund are carried out in accordance with the requirements of the current legislation of Ukraine.

11.9. The Fund enjoys autonomy in decision-making, determining the conditions of remuneration for its employees, and utilizing its own financial and material resources in accordance with the requirements of the current legislation.

11.10. The Fund is obliged to maintain accounting, statistical, tax, and financial reporting, be registered with the fiscal authorities, and pay taxes and fees to the budget in the manner and amounts specified by the legislation. The Fund is obligated to retain all necessary accounting documents regarding internal and international transactions for a period of at least five years.

11.11. Information regarding the structure and amount of income and expenses of the Fund, as well as the conditions for the use of its assets for charity activities, is not considered confidential information or commercial secrets.

11.12. The reporting of the Fund may contain information about the identity of donors or beneficiaries, provided that the donors, beneficiaries, or their legal successors or representatives have given their consent, unless otherwise specified by law.

11.13. The Fund prepares and provides special reports to donors or their legal successors based on their written requests, in accordance with the procedures established by the Supervisory Board or the agreements with the donors.

11.14. The Fund may require special reports from individuals who have received charity assistance from the Fund regarding the utilization of the provided assistance.

## **12. ENSURING TRANSPARENCY AND INDEPENDENCE OF THE FUND'S ACTIVITIES**

12.1. The activities of the Fund are carried out based on the principles of transparency and openness.

12.2. The fundamental information about the Fund and its activities should be posted on its official website. All resources of the Fund's website should be open to any interested person. The following information should be posted on the website at a minimum:

- Normative legal acts that regulate the activities of the Fund;
- annual reports on the activities of the Fund.
- information about the principles of the Fund's financial policy.
- standards for relationships with individuals who finance the activities of the Fund (donors).

## **13. THE RIGHTS OF DONORS**

13.1. Donors who have transferred or intend to transfer their property, funds, and other material assets to the Fund have the right to:

- receive, upon their request, a report on the utilization of the mentioned property, funds, and assets; if the property, funds, and other material assets are transferred for a specific purpose, a report on their utilization must be provided to the donor in a mandatory manner;
- receive information about the personal composition of the Fund's governing bodies; familiarize themselves with the latest financial reports of the Fund (annual and quarterly); receive appropriate professional treatment from the staff of the Fund;
- maintain the confidentiality of information about them and their charity contributions;

## **14. THE SEPARATE DIVISIONS OF THE FUND**

14.1. State registration of the separate divisions of the fund shall be carried out in accordance with the procedure established by the current legislation of Ukraine.

14.2. The separate divisions of the fund operate based on regulations adopted by the general assembly of the fund. The regulations regarding the separate divisions of the fund must not contradict the fund's charter. The heads of the separate divisions are appointed by the general assembly of the fund.



## **15. THE BASIS AND PROCEDURE OF REORGANIZATION OR LIQUIDATION OF THE FUND, PROCEDURE FOR DISTRIBUTION OF ITS ASSETS IN CASE OF TERMINATION OF ACTIVITIES.**

15.1. The termination of the Fund's activities is carried out through its liquidation or reorganization:

- the decision to terminate the Fund's activities through liquidation or reorganization is made by a resolution of the general assembly of the Fund, with a majority vote of 3/4 of the participants present at the general assembly;
- by court decision;
- in other cases, as stipulated by the current legislation of Ukraine.

15.2. During the reorganization of the Fund, its rights and obligations are transferred to the legal successors. During the reorganization of the Fund, one or several charity organizations may become the legal successors of the Fund.

15.3. The Fund cannot be reorganized into a legal entity whose purpose is to generate profit.

15.4. To carry out the liquidation of the Fund, a liquidation commission is formed, which assumes the authority to dispose of the assets of the Fund in accordance with the applicable legislation of Ukraine.

15.5. Assets remaining after satisfying the claims of creditors during the liquidation of the Fund should be transferred to one or several charity organizations in accordance with the procedures specified in the founding documents or by a court decision. In cases specified by the laws of Ukraine, and in the absence of such charity organizations, the assets of the liquidated Fund are directed to the State Budget of Ukraine.

15.6. Voluntary liquidation of the Fund is carried out based on the decision of the general meeting, which determines the procedure and timeframe for such liquidation in accordance with the legislation of Ukraine.

## **16. INTERNATIONAL COOPERATION**

16.1. The Fund, in accordance with its statutory objectives, has the right to establish international relations and engage in activities in accordance with this Statute and the applicable legislation of the country.

16.2. The international activities of the Fund are carried out through participation in international projects, collaboration with international organizations, and other forms that are in accordance with the legislation of Ukraine, as well as with the norms and principles of international law.

16.3. During the implementation of international activities, the Fund enjoys the full range of rights and obligations of a legal entity.

16.4. The Fund:

16.4.1. - organizes delegation exchanges, conferences, presentations, visits, and events with the participation of foreign partners. It also dispatches its representatives to participate in relevant events outside of Ukraine;

16.4.2. conducts researches jointly with foreign organizations in accordance with its areas of activity and publishes the results of these research;

16.4.3. seeks international assistance, including material and humanitarian aid, and makes decisions regarding its distribution within the territory of Ukraine;

16.4.4. implements other joint programs and projects in collaboration with foreign partners and international organizations, as long as they are in accordance with the current legislation of Ukraine;

## **16.FINAL PROVISIONS**

16.1. The Fund is a non-profit organization that does not pursue selfish goals and does not aim to make a profit.

16.2. The Fund is established for an indefinite period.

16.3. Questions regarding the activities of the Fund that are not addressed in this Statute shall be regulated in accordance with the provisions of the current legislation of Ukraine and the internal regulatory documents of the Fund.

**FOUNDER'S SIGNATURE**

**Limited Liability Company**

**"CARPATHIAN MOUNTAIN RESORTS - BORZHAVA"**

**Represented by the Director**

*/signature/*

**Iryna KUKH**



Stitched, numbered and  
stamped 11 (eleven) pages.

The Director            I. Kukh

*Seal: Kyiv \* Ukraine \**  
*Limited Liability Company*  
*"CARPATHIAN MOUNTAIN*  
*RESORTS - "BORZHAVA" \**  
*Identification code*  
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Переклад тексту цього документа з української мови на англійську мову виконано в бюро перекладів «МІСТЕР КРОНОС» мною, Чіпак Наталею Віталіївною.

The translation of the text from Ukrainian into English was done at the translation bureau «Mister Kronos» by the translator Chipak Nataliia Vitaliivna.



Всього прошито, пронумеровано та скріплено печаткою 25 (двадцять п'ять) аркуш.

