

Statute of Fund REFLEXION

1. Name of the Fund

1.1. The name of the fund is „Fund REFLEXION” (hereinafter – the Fund). Original name of the Fund in Latvian is „Fonds LAIKaMETS”. The translation of the name of the Fund into Russian is „Фонд ОТРАЖЕНИЕ”.

2. Founder of the Fund

2.1. The founder of the Fund is a non-governmental organization registered in Latvia – association „EAPN-Latvia”. The aim of this organization is working within the European Network for the eradication of poverty, as well as working for the socially safe Latvia, a country that is free from poverty and social exclusion and which provides economic, social and cultural rights for all.

3. Beneficiary of the Fund

3.1. The beneficiary of this Fund is any non-governmental organization registered in Latvia whose objectives and activities are in line with the aim set by the association „EAPN-Latvia” and which is associated solely with participation in the open calls for projects announced by the Fund.

4. Objectives of the Fund

4.1. The objectives of the Fund are the following:

4.1.1. the implementation of programs with the purpose of improving the operational efficiency of non-governmental organizations which operate in the context of reducing poverty and social exclusion;

4.1.2. the implementation of programs with the purpose of raising public awareness regarding the prevention of poverty and social exclusion;

4.1.3. the implementation of programs with the purpose of improving the welfare of people or groups of people who experience poverty and social exclusion.

5. Transfer of property to the Fund

5.1. The founder of the Fund and the contributors transfer funds to the Fund by depositing them into the Fund's bank account.

5.2. If any movable assets that cannot be registered are transferred to the Fund, for this action an Acceptance Act should be drawn up.

5.3. The transfer of movable and immovable property that can be registered (incl. real estate) is considered to have taken place with an entry in the respective register or the Land Register.

6. The use of the Fund's assets

6.1. The Fund's assets are to be used solely for the achievement of the Fund's objectives.

6.2. Decisions regarding the use of the Fund's assets are to be made by the Fund Council.

6.3. In case the movable or immovable assets that were transferred to the Fund are not directly used to achieve the objectives of the Fund and for the administrative operation of the Fund, the Fund Board should organize selling these assets at an auction. The funds obtained from the auction should be transferred to the Fund and used to achieve the Fund's objectives. The founder of the Fund, contributors, Board members and Council members, as well as their relatives and in-laws have no right to participate in this auction (kinship should be counted to the second degree).

6.4. People who donate to the Fund (contributors) may verify the operation of the Fund at any time, as well as get acquainted with the relevant documents.

7. Term of office of the Fund

7.1. The Fund has been established for an indefinite period of time.

8. Distribution of the Fund's property in case of liquidation of the Fund

- 8.1. In case of liquidation of the Fund all the property that remains after the satisfaction of the creditors' claims is to be transferred to one or more associations or foundations whose objectives are similar to those of the Fund.
- 8.2. The decision about which association or foundation the Fund's property should be transferred to is made by the Fund Council.

9. Appointment and dismissal of Fund Council members, their rights

- 1.1. The Fund Council consists of 5 (five) Council members, appointed by the founder of the Fund for 5 (five) years.
The Fund Council meeting is convened by the Fund Board. If the timely announced meeting is not viable due to lack of quorum, then a recall meeting is convened within 14 days. The recall meeting is considered to be viable regardless of the number of Fund Council members present at this meeting (if at least one Fund Council member participates in it).
- 1.2. Decisions on the appointment and dismissal of Fund Council members are made by the founder of the Fund or, in a situation where the founder of the Fund has ceased to exist, persons who have donated property to the Fund during the last calendar year before the meeting (if no donations were made for more than a year prior to the meeting, the decisions should be made at the contributors' meeting where 10 contributors – in the chronological order, the last ones who have made donations – have the right to make these decisions). As regards the contributors' meeting, the provisions referred to in paragraph 9.1 of this Statute shall apply.
- 1.3. The Fund Council has the right to decide on any matter which is related to the operation of the Fund to the extent that it is not the exclusive competence of another institution. The founder of the Fund transfers its powers regarding the appointment of a Fund Board member to the Fund Council.
- 1.4. The tasks of the Fund Council are: the appointment of a Fund Board member, the approval of the Fund Board credentials and the monitoring of the Fund Board performance. The activities of the Fund Council are regulated by the internal activity statute of the Council.
- 1.5. The Fund Council members perform their duties without compensation.

2. Appointment and dismissal of a Fund Board member, his / her representation rights

- 2.1. The Fund Board consists of 1 (one) Board member. At the same time, the Board member is the chairperson of the Fund Board. This person is appointed for 5 (five) years by the Fund Council using the simple majority vote in the presence of more than a half of the actual composition of the Council.
- 2.2. The decision on the appointment and dismissal of the Fund Board member is made by the Fund Council using simple majority vote. The Fund Board member may not also be a Fund Council member.
- 2.3. The Fund Board has the right to decide on any matter which is related to the operation of the Fund to the extent that it is not the exclusive competence of another institution.
- 2.4. The Fund Board member is entitled to represent the Fund individually.
- 2.5. The Fund Board member performs his / her duties for remuneration. The amount of the remuneration received by the Fund Board member and the payment procedure is determined by the Fund Council. The Fund Board member may request that the Fund covers the expenses incurred in the course of performing his / her duties.

3. Fund's Auditor

- 3.1. Control of the Fund's financial and economic activities is performed by the Fund's auditor. This person is elected by the founder of the Fund or the contributors, in compliance with the provisions referred to in paragraphs 9.1 and 9.2 of this Statute. The auditor is elected for 5 (five) years.
- 3.2. The Fund's auditor may not also be the Fund Council or the Fund Board member.

3.3. The Fund's auditor's duties are:

3.3.1. to perform audit of the Fund's property and financial assets;

3.3.2. to give an opinion on the Fund's budget and annual report;

3.3.3. to evaluate the Fund's accounting and record keeping work;

3.3.4. to make recommendations on improving the financial and economic activity of the Fund.

3.4. The Fund's auditor performs an audit at least once a year.

3.5. The Fund's auditor performs his / her duties without compensation. The Fund's auditor may request that the Fund covers the expenses incurred in the course of performing his / her duties.

4. Making amendments to the Statute

4.1. The Fund Council has the right to make amendments to the Fund's Statute, with the exception of paragraphs 4, 7 and 9.1 of the Statute (the amendment of these paragraphs requires the consent of the founder of the Fund).

An authorized representative of the founder association „EAPN-Latvia“:

_____ /Laila Balga/

(signature)

The Statute was confirmed in Riga on December 21, 2016.