

CHARTER OF FOUNDATION

The Founder specified in part I of the present Charter of Foundation, based on Article 74(A-F) of Act 4 of 1959 on the Civil Code of the Republic of Hungary, and on the regulations of Act 156 of 1997 on Public Benefit Organisations, shall establish a foundation with legal entity and which qualifies as a public benefit organisation, for pursuing public benefit activities as follows:

I. PERSONAL PARTICULARS OF THE FOUNDER

Name: Dr. András Polgár

Permanent address: 1056 Budapest, Fővám Sq. 2-3.

II. INFORMATION ON THE FOUNDATION AND ITS OBJECTIVE

1. A.) Name of the Foundation: Polgár Foundation for Opportunities

B.) Short name of the Foundation: Polgár Foundation

2. Foundation's headquarters: 1088 Budapest, Szentkirályi Str. 11, II/ 23.

3. Foundation's legal status: The Foundation is an independent legal entity, organisation of *outstanding* public benefit

4. Duration of the Foundation: The Foundation is established for an indefinite period of time.

5. The long-term public interest goals of the Foundation and its activities to be carried out for their implementation:

A.) The Foundation's long-term public interest goal:

Promotion of the social integration of disadvantaged groups, in particular of Hungary's Roma by launching educational, employment, art, health-care and social programmes, as well as by joining such programmes.

B). The Foundation shall implement its long-term public interest goal through the following activities.

- The Foundation shall provide outstanding support in the education of children and young adults through support provided to programmes and by ensuring services which promote the regular use of kindergarten services, the successfulness of primary school education, prevention of drop-outs, identifying and taking care of the outstandingly gifted, as well as shall promote their successful further education,
- The Foundation shall provide assistance in disadvantaged areas to elaborate complex settlement and area development programmes, assistance in

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obtaining the necessary financial resources needed for their implementation by applying for grants or by other means, and assistance in the successful implementation of programmes. In this scope of its activities it shall provide experts to elaborate development plans and project ideas, to identify application opportunities, primarily those related to the 2007-2013 programmes of the New Hungary Development Plan (ÚMFT), and, with respect to the implementation of the programmes, to ensure support tools (e.g. refundable benefits that do not qualify as financial services) to solve the difficulties arising in the course of implementing the programmes.

- By involving further donors, during the Decade of Roma Inclusion (2005 - 2015), it is part of the Foundation's plans to organise from 2009 on a yearly basis a one-week art festival to be held in disadvantaged settlements as a result of employment, health care, housing, educational, public education, social complex development with an active participation of the people living in them.
- The Foundation shall support art related, scientific and research activities related to the Roma culture.

In order to achieve its goals, the Foundation shall collaborate with Hungarian and foreign organisations with similar goals.

6. Foundation's profile, its legal status of an organisation of outstanding public benefit:

6.1. Following the court registration and obtaining the status of an organisation of public benefit, based on Article 26(c) of Act 156 of 1997 (hereinafter Act 156), the Foundation pursues the following activities of public benefit:

- protection of children and young adults,
- scientific activities, research,
- training and education, development of abilities, dissemination of knowledge,
- promotion of social equality of disadvantaged groups,
- training related to the labour market provided to disadvantaged groups, promoting employment and related services,
- cultural activities,
- preservation of cultural heritage.

6.2 The Foundation is an open organisation, any Hungarian or foreign natural persons, legal entities or companies that have no legal personality may join it provided that they agree with the Foundation's goals, accept them and wish to support them. The Foundation's Board of Directors decides on accepting donations, as well as on joining the Foundation.

6.3 The Foundation's donors have the right to state that their financial or in-kind donations may be used partially or wholly only within the scope of the Foundation's goals in the interest of achieving specific objectives.

6.4 By making a donation to the Foundation, donors thereby do not become the Foundation's Founders, that is, cannot obtain rights and competences which, based on the relevant legal provisions, are the exclusive competence of the Founder as the signatory of the Charter of Foundation, or may be that of the person designated for the exercise of the founder's rights.

6.5 The Foundation's operation is public, therefore, any individuals without discrimination on the grounds of gender, race, age, origin or any other unlawful basis shall have the opportunity to use its services, taking into consideration the limitations based on its goals.

6.6 As a public benefit organisation, the Foundation shall pursue economic activities only in the interest of its public benefit goals, without endangering those, and results achieved in the course of these economic activities shall not be divided, but shall be used for the implementation of the Foundation's goals and public benefit activities.

6.7 The Foundation shall not pursue direct political activities, its organisation shall be independent from political parties, and it shall not provide financial support to those. Direct political activity in the use of the present Charter of Foundation shall be understood as follows: party politics related activities, as well as putting up candidates for parliamentary, county, or metropolitan elections.

6.8 In accordance with Article 5(a) of Act 156, the Foundation is qualified as an organisation of outstanding public benefit in consideration of the fact that, based on the public service agreement concluded with the Prime Minister's Office, it shall pursue public interest activities which, in accordance with the law or, by means of legal authorisation, provisions of other legal regulations, state bodies have the obligation to take care of as follows:

According to the provision of Article 1 of government decree No. 363/2006. (XII. 28.) issued on the basis of authorisation contained in Article 62(1) of Act No. 77 of 1993 on the rights of ethnic and national minorities, the Prime Minister's Office is the administrative body responsible for the implementation of tasks related to ethnic and national minorities.

In the area of minorities related policy, the Prime Minister's Office pursues the following specific public service activities (state activities):

a) in accordance with the provisions contained in Article 3 of Government decree No. 29/2008. (II.19.) on the scope of tasks and authority of the minister in charge of the Prime Minister's Office issued based on authorisation contained in Article 28(3) of Act No. 57 of 2006, the minister acting within the scope of the above competence in the minorities related policy prepares the regulations, in particular those regarding the rights of national and ethnic minorities.

b) in accordance with Article 11(a) of the government decree specified in section a), co-ordinates governmental tasks related to national and ethnic minorities.

(hereinafter, the state obligations listed in sections a-b shall be referred to as Public interest obligations)

In the area of Public interest obligations, the Foundation shall pursue the following specific activities:

- a.) As a responsible social actor, in its strategy and annual programmes shall undertake to promote the social integration of Roma as the largest minority group of Hungary,*
- b.) to the legislation related work carried out by the Prime Minister's Office, the Foundation shall provide research documents, studies, and other expert background materials prepared by the Foundation on issues related to the Romani minority,*
- c.) through elaboration and implementation of programmes designed for the target groups, the Foundation shall undertake to support the social reintegration of Roma. The Foundation's activities shall include partnership and network building, generating of projects and applications, support provided to project management related tasks, elaboration and implementation of professional programmes and strategies, provision of legal and other advice, mediation in issues related to local level problems, needs and demands assessment, provision of opinion on concepts and co-ordination. The Foundation shall undertake to make a contribution in the implementation of the series of the JoyConcerts (Örömkoncert) in the course of 2009 to be organised by the Prime Minister's Office.*

6.9 Based on Article 5(b) of Act 156, the Foundation shall publish data related to its activities based on the Charter of Foundation and the most important data related to its economic activities in the magazine entitled Esély.

III.

THE FOUNDATION'S ASSETS

1. As a starting asset, at the time of signing the present Charter of Foundation, the Founder shall place at the Foundation's disposal **1,000,000 HUF, that is, one million Hungarian forints**, as a proof of which the Founder shall enclose the original copy of the certificate issued by the depository bank to the present Charter of Foundation.

2. The Founder shall not set aside primary stock. The total assets of the Foundation as well as its returns shall serve the implementation of the Foundation's goals. The Board of Directors can freely use the Foundation's assets within the framework of the Charter of Foundation.

3. In case of affiliation, the financial sources originating from that shall also be used for the Foundation's goals. Donations to the Foundation can be made in cash, as well as through services that directly serve the achievement of the goals, and other in-kind donations.

4. The Foundation is obliged to use its income and assets in the interest of attaining the goals specified in the Charter of Foundation. In the interest of attaining its goals, but exclusively in subordination to those, that is, in the interest of realizing secondary long-term public interest goals and in the interest of performing activities for public benefit, the Foundation may pursue economic business activities. In the course of the Foundation's operation, the economic business activities shall not endanger the attainment of the goals contained in the Charter of Foundation, and their proportion shall not exceed the proportion of activities pursued for implementation of long-term public interest goals and activities performed for public benefit. The income originating from the economic business activities shall be used by the Foundation for the attainment of its long-term public interest goal and in the interest of activities performed for public benefit.

**IV.
USE OF THE FOUNDATION'S ASSETS
ECONOMIC ACTIVITIES OF THE FOUNDATION AS
A PUBLIC INTEREST ORGANISATION**

1. Members of the Board of Directors decide by a majority decision on the use of the Foundation's assets. In case of equality of votes, the decision in the matter shall be considered rejected.

2. The way of using the Foundation's assets shall be in line with the requirements listed in parts II./5./A. and 6.1 of the Charter of Foundation. The Foundation's assets shall be exploited in the interest of realization of the Foundation's goals, therefore, in particular, in relation to financing of material and staff-related expenses related to the running of the Foundation, as well as in relation to, but not exclusively, awarding benefits in accordance with the Foundation's goals:

- provision of scholarships by announcing calls for applications
- support provided to programmes run by non-governmental organisations
- support provided to various cultural and educational projects, programmes and forums
- support provided to the appearance and publication of research essays and scientific studies
- awarding of prizes
- direct bearing of costs related to dissemination of information (newsletter, other publications)
- direct bearing of costs arising in relation to other activities specified in II./5/B.

Provision of support may be non-refundable.

3. As an organisation of public benefit, the Foundation shall not divide the returns from its economic activities but shall spend those on the implementation of the Foundation's goals.

4. With the exception of normative support, as an organisation of public benefit, the Foundation can receive subsidies from the sub-systems of the public revenue only on

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the basis of a written contract. The contract shall define the terms and conditions of the financial reporting for the subsidy.

5. The targeted benefits provided by the Foundation as an organisation of public benefit shall be made available for any individual. Written information notes containing the benefits and services provided by the Foundation, information related to the Foundation's operation as well as reports, based on section **V.JA/12** of the present Charter of Foundation shall be made public by the Chair of the Board of Directors in order to provide information about the services and benefits and in the interest of ensuring the public operation of the Foundation and its transparency.

6. As an organisation of public benefit, the Foundation may not provide targeted benefits to individuals who bear responsibility at the Foundation, to donors, to volunteers, as well as to relatives of these individuals with the exception of those services that can be used by any individuals without any limitations.

7. As an organisation of public benefit, the Foundation may not issue bills of exchange or any other securities that represent a credit relationship, and may not originate any debt with the exception of that described in section 8.

8. As an organisation of public benefit, the Foundation may not take a loan for the development of its business activities, and shall not use the financial support received from the sub-systems of the public revenue as the cover for the loan or for the repayment of the loan.

9. Before the investment manual is prepared, the Foundation shall not pursue investment activities, and shall place its free liquid assets exclusively on a bank account. Adopting an investment manual is the competence of the Board of Directors.

10. The Foundation pursues its economic activities in accordance with the requirements of the effective legal regulations for foundations and organisations of public benefit.

V.

FOUNDATION'S ORGANISATION AND FUNCTIONING

A/ Board of Directors

1. The Founder delegates the most important, general decisive, administrative, representative and managing issues to be performed by the Board of Directors.

2. The Board of Directors shall take care of the implementation of the Foundation's goals, shall manage the Foundation's assets and ensure their proper utilization.

3. Within the limits specified in legal regulations, the Board of Directors shall independently decide on all issues related to the Foundation.

4. In accordance with the provisions of the present Charter of Foundation, the Board of Directors shall determine the ways of utilization of the Foundation's assets and the

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terms and conditions of the economic activities that serve the purposes of the Foundation.

5. The number of members in the Board of Directors including the Chairperson is 6 people. The Chairperson and members of the Board of Directors are the top management of the Foundation as an organisation of public benefit. The Board members' assignment shall be for a **fixed term of 2 years**.

6. The Chairperson of the Board of Directors shall be responsible for ensuring that written notifications of Board meetings containing the agenda and suggestions are sent out no later than 8 days before the planned time of the meeting.

7. The Chairperson shall ensure that the minutes of the meeting are taken and the decisions are written down, and shall administer the register of decisions. The register of decisions shall contain the Board decisions, their date and effect, as well as the numerical proportion and names of members who supported the decisions and those who voted against.

8. The Board of Directors shall hold meetings as needed, but at least **once in a year**.

9. The Foundation's scope of decision-making shall cover the following:

a.) Determination of the tasks necessary to achieve the goals and organisation of their implementation,

b.) Taking position with respect to the expansion, preservation and administration of the Foundation's assets,

c.) Approval of the annual report for the preceding year as well as the approval of the *public benefit report*,

d.) Approval of requests to join the Foundation,

e.) Approval and determining of the fees for, and reimbursement for expenses of, members of the Board of Directors and of the labour organisation under the condition that Board members shall be entitled to fees or reimbursement of expenses only provided that this in no way endangers the implementation of the Foundation's long-term public interest goals and realisation of its public benefit activities,

f.) Define the operation of the labour organisation and determine its tasks,

g.) Approval of the next year's budget,

h.) In case the Foundation shall pursue investment activities in the future, approval of the investment manual,

i.) Approval of organisational and operational rules as well as other internal regulations which may not contain provisions that contradict those of the Charter of Foundation and the effective legal regulations,

j.) Taking any measures and making decisions that are outside the scope of the Founder's or Supervisory Committee's competence.

10. The Board of Directors shall make decisions with a majority of votes in an open procedure. In case of equality of votes, the decision in the matter shall be considered rejected. The Board shall constitute a quorum provided that at least **4 members** who are completely independent from the Founder are present at its meeting, and the decision made by the 4 present members shall be considered effective provided that the 4 members make a unanimous decision.

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The Board of Directors shall approve the annual report with a simple majority of votes; in case of equality of votes, the decision in the matter shall be considered rejected. The Board of Directors shall constitute a quorum provided that at least **4 members** who are completely independent from the Founder are present at its meeting, and the decision made by the 4 present members shall be considered effective provided that the 4 members make a unanimous decision.

11. Individuals or their close relatives, or common-law husband or wife, who, due to the decision, are freed from an obligation or responsibility, or get into any other favourable circumstances, or are interested parties to the legal transaction that is to be concluded, may not take part in the Board of Directors' decision-making process. Those non-pecuniary services of the Foundation as an organisation of public benefit that can be used by any individuals without any limitations shall not be considered as favourable circumstances.

12. Board meetings shall be public. The Chairperson shall notify the affected parties of the Board of Directors' decisions in a written form by registered mail and ensure that the decisions are made public by downloading them on the Foundation's Internet website at www.polgaralapitvany.hu.

13. The Foundation's Office

The Foundation's Office shall be responsible for the implementation of administrative, preparatory and organisational tasks related to the Board of Directors' decisions. The Director is the head of the Office.

Additionally, the Foundation's Office shall prepare the award of grants and support, shall take care of project management, shall monitor, urge and encourage public initiatives, as well as take care of full implementation of the decisions made by the Board of Directors.

During office hours at the Foundation's headquarters, the Director shall ensure the possibility for interested individuals to get acquainted with the documents produced in relation to the Foundation's functioning based on a preliminary agreement. In such cases, the regulations with respect to the protection of the right to privacy and data protection shall be observed.

In cooperation with the Director, the Foundation shall ensure that announcements and information related to the Foundation's operation, way of making use of its services as well as its reports are downloaded on its **Internet website at** www.polgaralapitvany.hu.

The Director shall ensure the possibility to get acquainted with the annual report on the public benefit activities as well as the publicity of other reports.

The operation of the Foundation's Office and the Director's work and activities and competence shall not infringe the Board of Directors' competence; the Foundation's Office's and the Director's competence may not contain activities which, in accordance with the effective legal regulations, may be the exclusive competence of the Board of Directors as the Foundation's highest authority.

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The management of the Foundation's Office:

The Director is the head of the Foundation. He or she shall manage the work of the Office, ensure that the operation of the Office is smooth and shall take care of the conditions for its operation. The Director shall exercise the rights of the employer over the employees of the Office. The Director is the employee of the Foundation and it is the Chair of the Board of Directors who shall exercise the employer's rights over the Director.

14. For the work performed in the Board of Directors for the benefit of the Foundation, the Chair of the Board of Directors and its members may receive fees and reimbursement of expenses in accordance with the provisions laid down in paragraph V/A/9 e) of the Charter of Foundation.

15. Individuals as well as their relatives who make donations to the Foundation cannot receive grants from the Foundation.

16. Members of the Board of Directors:

Chair: Angéla Kóczé

Permanent address: 1027 Budapest, Frankel L. str. 10, IV.1.

Members:

1. Tamás Polgár

Permanent address: 1125 Budapest, Lelesz str. 6.

2. Dr. György Virág

Permanent address: 1052 Budapest, Petőfi Sándor str. 9.

3. Dr. Júlia Király

Permanent address: 1055 Budapest, Kossuth Lajos sq. 18.

4. Dr. Judit Szőke

Permanent address: 1084 Budapest, Német str. 25.

5. Dr. Péter Felcsuti

Permanent address: 1025 Budapest, Szalamandra str. 44.

The representative of the Foundation with an independent right to represent: dr. Judit Szőke, member of the Board of Directors.

18. A representative of the Foundation and the members of the Board of Directors with the right to have access to the bank account may not be the Founder's relatives or be in subordinate or superordinate relationship, or have any other conflict of interest with him or her. At the same time, the Founder and his or her relatives or other individuals who are in a state of dependence with the Founder may not constitute the majority among the members of the Board of Directors, therefore, these individuals may not have any form of decisive influence on the operation of the Foundation and the functioning of the Board of Directors.

18.1 An individual who for at least one year was an executive officer of a public benefit organisation that failed to pay its public taxes and duties in accordance with the Law on paying taxes in the last two years before its discontinuation, may not be

an executive officer of a public benefit organisation for two years following the termination of the public benefit organisation.

18.2 The executive officer or the person designated for this position shall have an obligation to inform the Foundation in advance that he or she at the same time fulfills such a position also at another public benefit organisation.

B/ A Supervisory Committee

1. The Founder declares that the annual income of the Foundation is expected to exceed 5 million HUF, therefore, in accordance with the relevant provisions of Act 156 of 1997, the Foundation shall establish a Supervisory Committee. The term of assignment of the members of the Supervisory Committee shall be for an indefinite period of time.
2. The Supervisory Committee of the Foundation shall consist of 3 members. The following persons shall be its Chair elected by its members and the members:

Chair: Dr. Lajos Nagy

Permanent address: 1163 Budapest, Albán str. 17.

Members:

Zsuzsanna Erdélyi

Permanent address: 1144 Budapest, Szentmihályi str. 9.

Dr. Gabriella Kicska

Permanent address: 1037 Budapest, Testvérhegyi str. 35.

3. An individual, therefore the Chair of the Supervisory Committee or its member, who for at least one year was an executive officer of a public benefit organisation that failed to pay its public taxes and duties in accordance with the Law on paying taxes in the last two years before its discontinuation, may not be an executive officer of a public benefit organisation for two years following the termination of the public benefit organisation.
4. The executive officer or the person designated for this position shall have an obligation to notify all affected public benefit organisations in advance if he or she at the same time fulfills such a position also at another public benefit organisation.
5. An individual
 - who is a member of the Board of Directors or its Chair;
 - who, in addition to the assignment, also has some other employment relationship with, or legal relationship to perform work for, the Foundation, unless provided for differently by the law;
 - who receives a targeted benefit from the Foundation with the exception of those non-pecuniary services that can be used by any individuals without any limitations, or a targeted benefit provided by the organisation to its member on the basis of the legal relationship of membership in accordance with the Charter of Foundation; or
 - is a relative of these individuals

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may not fill the position of the Chair, be a member of the Supervisory Committee or the auditor of the Foundation.

6. The Supervisory Committee shall control the operation and administration of the Foundation. In this capacity, it may request reports from the executive officers, and information from the employees of the Foundation; furthermore, it may look through or examine the Foundation's books as well.
7. A member of the Supervisory Committee may take part in the meeting of the Board of Directors with the right to take part in the discussion.
8. The Supervisory Committee shall hold meetings as needed, but at least once in a year. The Chairperson of the Supervisory Committee shall ensure that written notifications of the meeting containing the agenda be sent out no later than 8 days before the planned time of the meeting.
9. The Committee meetings shall be public unless they endanger the Foundation's rights or the rights or legitimate interests of other individuals. The Chair of the Supervisory Committee shall be entitled to make a decision to hold a closed meeting on the basis of the reasons listed in the previous paragraph.
10. The Supervisory Committee shall make its decisions by open vote and a simple majority. In case of equality of votes, the vote of the Chair of the Committee shall decide. The Supervisory Committee shall constitute a quorum if all its members are present. The affected parties shall be informed of the decisions by the Chair of the Supervisory Committee in writing. The decisions shall have to be registered in the Book of Decisions administered by the Chair of the Committee. The contents of the Book of Decisions shall be governed by the provisions contained in clause V./A./7 of the Charter of Foundation.
11. The Supervisory Committee shall inform the Board of Directors about its work and conclusions in writing. The Supervisory Committee itself shall decide on the plan of its work.
12. The Supervisory Committee shall notify the Board of Directors and urge that it shall hold a meeting if it obtains information about an infringement of the law that took place in the operation of the Foundation, or about an event (act of negligence) that otherwise seriously endangers the Foundation's interests and which requires that the Board of Directors shall make a decision to remedy it, eliminate the consequences or mitigate its results, or if a fact affecting the responsibility of the executive officers comes to surface.
If initiated by the Supervisory Committee, the meeting of the Board of Directors shall be held within 30 days of the motion. In case of missing this deadline, the Supervisory Committee shall also be entitled to call a meeting of the Board of Directors.
13. Should the authorised body fail to take measures aimed at restoring the lawful operation, it shall be the Supervisory Committee's obligation without delay to inform about this the body that carries out the supervision of lawfulness.

**VI.
THE FOUNDATION'S REPRESENTATION**

1. Dr. Judit Szőke, member of the Board of Directors, shall be entitled to independently represent the Foundation.
2. ***Dr. Judit Szőke, member of the Board of Directors, shall be authorised to make independent decisions with respect to the Foundation's bank account.***
3. The legal representative specified in section **VI/1** of the Charter of Foundation shall have the right to issue orders for payment.
4. Based on the provisions contained in Article 4 of Act 4 of 1959 on the Civil Code, the Founder stipulates in the present Charter of Foundation that the Board of Directors may grant the right to represent to an employee of the Foundation by specifying the way of exercising this right and its limits. The employee's right to make decisions about the bank account shall be exclusively a collective right, in accordance with the rules specified in section VI/2. Matters related to the employee authorised with the right of representation by a decision of the Board of Directors shall be governed by the conflict of interest rules specified in section V/A/18 of the present Charter of Foundation.

**VII.
AMENDING THE CHARTER OF FOUNDATION**

The Founder can amend the Charter of Foundation in accordance with the provisions of Article 74/B(5) of the Civil Code.

**VIII.
RULES OF FUNDRAISING FOR PUBLIC BENEFIT**

1. Fundraising on behalf of, or in the interest of, the Foundation as a public benefit organisation may not involve harassment of individuals who may make donations or other individuals by violating their privacy and dignity.
2. Fundraising on behalf of, or in the interest of, the Foundation as a public benefit organisation can be made only based on a written authorisation issued by the organisation.
3. Donations made to the Foundation as a public benefit organisation shall be registered in accordance with the book, or, in its absence, at the regular market price.

**IX.
REPORTING RULES**

1. The Foundation as a public benefit organisation, simultaneously with the approval of the annual report, shall also prepare a report on public benefit.

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2. Approval of the public benefit report shall be the exclusive competence of the Board of Directors which shall make such a decision with a simple majority of members votes in accordance with the provisions of section **V./A./10** of the present Charter of Foundation.
3. The content of the public benefit report shall be governed by the provisions contained in sections a.)-g.) of Article 19(3) of Act 156 of 1997, taking into consideration also the provisions of paragraph (5).
4. The Foundation shall publish the public benefit report of the given year **on its Internet website at www.polgaralapitvany.hu** by May 31 of the following year.

X. RECORD KEEPING RULES

Record of the income from, and expenditure in relation to, its targeted activities and entrepreneurial activities shall be kept by the Foundation separately.

XI. FOUNDATION'S TERMINATION

1. In case of unforeseen termination of the Foundation, the assets available at the time of termination shall be used for the support of foundation *Esélyt a Hátrányos Helyzetű Gyermeknek Alapítvány* (whose headquarters at the time of the date of the present Charter of Foundation was: 1093 Budapest, Lónyay str. 34. III./21, court registration number: 9064, number of court registration decision: Pk. 61.100/2003).
2. The Foundation, as a public benefit organisation, at termination of its legal status of a public benefit organisation shall liquidate any public debts, as well as time-proportionately fulfil its obligations related to the contractual performance of public services.

XII. CLOSING PROVISIONS

1. Issues not regulated in the present Charter of Foundation shall be governed by the Civil Code and other laws related to Foundations, as well as Act 156 of 1997.
2. The condition for the establishment of the Foundation and of the legal entity as well as obtaining the legal status of public benefit organisation is that the Municipal/county court with competence at the location of the Foundation's headquarters shall make a legally binding decision on registering the Foundation as a foundation and qualify it as a public benefit organisation.
3. The documents produced during the operation, following an agreement with the Director, shall be made accessible for any individuals at the Foundation's headquarters. (Restriction can be introduced only when the right to privacy or personal data protection is at stake)

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4. The Founder acknowledges that, following the registry of the Foundation by the court, the Foundation made by him cannot be rescinded.
5. Based on Article 74/C(7) of the Civil Code, with respect to the right to exercise contained in the Civil Code, in the event of his death or loss of his legal capacity, the Founder hereby designates his son Tamást Polgár (born: Bp., October 12, 1980; mother's name: Ildikó Emilia Májer, address: 1125 Budapest, Lelesz str. 6.), henceforth: Designated Person, who makes a statement on accepting the designation in a separate legal document. Provisions regulating matters related to the Founder – including conflict of interest rules specified in section V/18, apply to the Designated Person. Following the registry of the Foundation, the Founder cannot rescind the designation. In the absence of the Founder or another person designated for the exercise of his rights, based on the relevant notification by the administering body (organisation) or the prosecutor's office, the Founder's powers shall be transferred to the court.

Date: April 8, 2008

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Dr. András Polgár
Founder