

Registered in the Register of Associations and Foundations

Riga, 18 December 2007

as No 40008121887

(seal) State notary (signature) L.Strode

Foundation
“Luther Academy”
statutes

1. Name of the foundation

The name of the foundation is the “Luther Academy Foundation” (hereafter referred to as “the Foundation”).

2. The purpose of the foundation.

2.1. The purpose of the foundation is:

2.1.1. to give students extensive theological education;

2.1.2. to develop theology in Latvia;

2.1.3. to promote the mental recovery of society, to preserve and create the mental-intellectual potential needed by Latvia and to promote its development.

2.1.4. The foundation shall comply with the procedures specified in the Constitution of LELB in any action thereof with real estate received from the evangelical Lutheran Church of Latvia (hereafter referred to as “LELB”).

3. The doctrinal basis of the foundation.

3.1. The foundation's activities are based on the LELB Constitution and the belief, which is authoritatively expressed in the Scriptures of the Old and New Testaments and the Christian Church's three ecumenical Creeds: Apostolic, Nicene and Athanasian, and accepts the basic acts of Lutheran faith in the Book of Consensus on the authoritative explanations of the Scriptures.

4. Financial basis for the operation of the foundation.

4.1. The financial security for the operation of the foundation shall be:

4.1.1. the funds invested by the founder, as well as the movable and immovable property of the founder that has been transferred to the use of the Foundation.

4.1 .2. income from study fees;

4.1 .3. income from economic activity;

4.1.4. donations and gifts of legal persons and natural persons;

4.1.5. revenue from the utilisation of immovable property owned or used by the Foundation;

4.1 .6. the State financing received in accordance with the procedures specified in regulatory enactments;

4.1 .7. other sources of funding permitted by legislation.

4.2. The movable and immovable property of the founder transferred to the use of the Foundation shall be transferred on the basis of a gift agreement.

4.3. The founder and donors of the foundation shall transfer funds to the Foundation by paying them into the Bank account of the Foundation.

4.4. If non-registerable movables are transferred to the Foundation, a deed of acceptance - transfer shall be drawn up for that,

4.5. The transfer of movable property and immovable files to be registered shall be presented with an entry in the relevant register or in the Land Register.

4.6. Movable and immovable property may be transferred to the property or use of the Foundation.

5. Procedures for the utilisation of funds of the Foundation.

5.1. The Foundation's funds are only used to achieve the Foundation's objectives.

5.2. The Management Board of the Foundation shall take decisions regarding the utilisation of the funds of the Foundation.

5.3. If the movable or immovable property transferred to the Foundation is not directly utilised for the achievement of the objectives of the Foundation and for the administrative activities of the Foundation, the Management Board shall organise the sale of such matters at auction. The funds acquired are transferred to the Foundation and used to achieve the objectives of the Foundation. The Founders, Members, Board members of the Foundation shall not be entitled to participate in the auction, as well as their relatives and sisters/brothers-in-law, counting their relationship to the second degree and in-laws to the first degree.

6. The term of operation of the foundation.

The foundation has been established for an indefinite period of time.

7. Procedures for the distribution of the property of the Foundation in the case of liquidation of the Foundation.

7.1. In the event of the liquidation of the Foundation, the Board of the Foundation shall decide on the division of the property and resources of the Foundation in accordance with the Law on Associations and Foundations.

8. Appointment and removal of members of the Management Board, rights of representation.

8.1. The Management Board shall consist of 5 members appointed by the founder of the Foundation for a period of 3 years.

8.2. The founder of the foundation shall appoint the Chairman of the Board from among the members of the Management Board.

8.3. A member of the Management Board may be removed before the deadline if there is an important reason for that. In any event, the action of a member of the Management Board, which is contrary to the Statute of the Foundation, should be recognised as an important reason.

8.4. The Management Board is entitled to take a decision on any matter related to the operation of the Foundation shall not conflict with the constitution and doctrine of the LELB and how far it is not within the exclusive competence of another institution.

8.5. The Chairman of the Management Board shall be entitled to represent the Foundation separately, but the other members of the Management Board shall only be jointly represented.

9. Audit Commission

9.1. The control of the financial and economic activities of the Foundation shall be performed by an audit commission.

9.2. The Audit Commission shall consist of 3 members appointed by the Founder of the Foundation for a period of 3 years.

9.3. A member of the Foundation Audit Commission may not be a member of the Board of Governors of the Foundation.

9.4. Audit Commission:

9.4.1. performs an audit of the property and financial means of the foundation;

9.4.2. gives an opinion regarding the budget of the Foundation and the annual report;

9.4.3. evaluates the accounting and recording work of the Foundation;

9.4.4 provides recommendations regarding improvement of the financial and economic activities of the Foundation.

9.5. The Audit Commission shall take all decisions by a majority.

9.6. The Audit Commission shall carry out audits at least once a year.

10. Amendment of the Statutes

Amendments to the Statute of the Foundation may be made by the Management Board only with the approval of the Founder of the Foundation.

Founder: The Evangelical Lutheran Church of Latvia

(signature)/H. Andersone /

Statutes approved at the founding meeting in Riga, September 4, 2007