

**The Statute of the
International Martial Arts Fund**

Chapter 1 General Provisions

Article 1 Name and Seat of the Fund

1.1 The official name of the Fund shall be "국제 무도기 금" in Korean and the "International Martial Arts Fund" in English.

1.2 The International Martial Arts Fund (hereinafter referred to as *IMAF*) shall be headquartered at Chukjon-1 Dong, Mangyongdae District, Pyongyang, capital city of the DPR of Korea. In case deemed necessary, branch office(s) could be set up in the needed country or region.

Article 2 IMAF's legal status and mission

IMAF is an independent body corporate established on the initiative of the International Martial Arts Games Committee (hereinafter referred to as *IMGC*)'s Financial and Marketing Subcommittee, with the object of financing the said Committee's activities.

2.1 IMAF shall operate in conformity to its offices' host country/region's laws, to the international fund management practices, and to its own Statute and Regulations.

2.2 IMAF's chief mission is to raise and manage the funds necessary for the regular IMGC competitions, for the conservation and development of the martial arts, and for fostering the training and the spread thereof.

Article 3 IMAF's official seal, logo & bylaws

3.1 IMAF shall have its official seal legally registered.

3.2 IMAF's official logo shall have IMGC logo in the center with a world map at the background, four English characters "IMAF" thereunder, and the full English name of IMAF, (i.e. "International Martial Arts Fund") contouring the world map.

3.3 IMAF may, whenever deemed necessary, enact the bylaws concerning its fund management.

Chapter 2 IMAF's working scope

Article 4 Fund-raising, Investment, Advertisement and Cooperation

4.1 IMAF shall promote contributions from organizations and individuals, and shall engage in all kinds of lawful fund-raising activities in order to financially support

IMGC's projects coordinated by the latter's development strategies, including regular International Martial Arts Competitions.

4.2 IMAF shall provide the individual or corporate contributors of all nationalities with maximum lawful support, *e.g.* consulting service and practical assistances, in case the said contributors engage in the investment, trade, joint venture and other economic and commercial activities inside its Headquarters' host country, *i.e.* DPR of Korea's territory.

4.3 IMAF may put advertisements on IMGC's website to publicize and promote the martial arts support activities. IMAF shall contact and foster cooperation with different martial arts bodies, sports organizations, cultural institutions, foundations and funds from all the countries and regions of the world.

Chapter 3 IMAF's organization structure

Article 5 IMAF's leading organ

5.1 IMAF shall have the Board of Directors (hereinafter referred to as *the Board*) as its leading organ. The Board is the IMAF's top decision-making body, and shall consist of nine Directors including one Chairman of the Board (hereinafter referred to as *the Chairman*)

5.2 The Chairman's tenure of office is four years. The Chairman shall be elected in the Board session, and shall control the overall martial arts financial support activities in contact with IMGC's Secretary-General and Financial and Marketing Subcommittee.

5.3 The Directors shall be chosen among the most important contributors who would acknowledge IMAF's Statute and Regulations.

5.4 Candidates for directorship shall present a written application to the Board. The latter shall deliberate the application, notify the candidate of the result, and confer the directorship certificate to the Director-elect.

5.5 The Directors shall exercise the right of voting at the Board. In case a Director is unable to attend the Board session, he or she may exercise the voting right by means of a deputy, after giving due notice to the Chairman. The deputy shall have to carry a valid power of attorney.

5.6 The regular Board session shall be held yearly. Special sessions may be convened whenever deemed necessary, at the request of the Chairman or at the request of a

minimum of one third of the Board members.

5.7 The Board may call on the IMGCC Secretary-General or a person mandated by the latter to attend its regular or special session, to hear IMGCC's operating orientation and the state of affairs, and to take counsel about the IMAF's activities.

5.8 The Board may amend IMAF's Statute and Regulations, shall deliberate and approve IMAF's development strategies, operation projects and financial reports. The Board shall arrange financial audits. The amendment of IMAF's Statute shall be adopted by a minimum of two thirds of the Board members, while other decisions shall be made by majority.

5.9 The Board shall retain the right to conclusively construe the Articles and Clauses of IMAF's Statute and Regulations.

Article 6 IMAF's executive organ

6.1 IMAF shall have the Headquarters as its executive organ.

6.2 The Headquarters shall project and operate the overall activities to implement the Board's decisions as authorized by the latter.

6.3 The Headquarters shall engage in the collection of funds, set up and execute the budget according to the Board's decisions.

6.4 The Headquarters shall assume the responsibility of its activities before the Board.

Chapter 4 IMAF's financial resources and management principles

Article 7 IMAF's financial resources

7.1 IMAF's funds shall consist of the subsidy from IMGCC, the contributions from organizations and individuals, and the revenue from its economic projects.

7.2 IMAF's financial resources may include monetary assets (bank deposits, banknotes and other securities); precious metals, jewelry, and all kinds of other goods; facilities and real estates; patents, copyrights and other forms of intangible properties.

7.3 No restriction shall be made to the form and amount of the contributions. Contribution of goods and equipment shall be subject to the laws and regulations of the countries concerned; contraband and/or prohibited goods shall not be accepted.

Article 8 IMAF's management principles

8.1 IMAF shall issue the contribution deeds to individual and/or corporate contributors. Regular contributors may be granted IMAF membership upon request.

8.2 IMAF shall grant the IMAF Members preferential rights concerning the participation to the international martial arts events, martial arts training of the Members and/or their family in the cradle country of Taekwondo, visit to Taekwondo sacred place, tourist services to scenic spots inside DPR of Korea, as well as the facilitation in their business activities.

8.3 IMAF shall appropriate up to 70% of its financial income to the promotion of the martial arts including the hosting of the International Martial Arts Competitions, activities like advertisements and publicity, prize projects approved by the Board; and the remaining shall be allotted to the management of its projects.

8.4 A part of contributed funds and goods may be saved up for the Headquarter maintenance expenses like office rent, communication and stationery expenses, the Headquarter staff's wages, travel allowances, welfare expenses, etc.

8.5 IMAF may, with a view to a sustained development, conclude contracts with different corporate bodies, and undertake its own economic and commercial projects.

Chapter 5 IMAF's financial accounting and settlement

Article 9 IMAF's financial audits, fiscal period, and settlement of accounts

9.1 IMAF shall lay annual financial reports before the Board and the contributors, and undergo yearly financial audits of a third party institution designated by the Board.

9.2 IMAF's fiscal year starts on the 1 January and ends on the 31 December. Annual settlement of accounts shall be finalized before the last day of February.

9.3 IMAF's annual final accounts shall consist of the statement of revenue and expense (income statement), and the statement of financial position (balance sheet).