

REGULATIONS FOR THE NAMED FUND "ERASMUS EDUCATION FUND"

**Article 1 - Founder of the Named Fund**

The party responsible for founding the named fund at the Erasmus University Rotterdam Trust Fund Association is Erasmus School of Economics at Erasmus University Rotterdam.

**Article 2 - Name of the Named Fund**

The fund will bear the name "Erasmus Education Fund".

**Article 3 - Objective and purpose of the Erasmus Education Fund**

1. The fund's objective is to support initiatives whereby underprivileged talented youngsters are given the opportunity to develop into leaders of future generations as a result of subsequent education.
2. In particular, the Erasmus Education Fund is intended for persons who have surpassed themselves in respect of their talent, resilience, perseverance and strong and intrinsic motivation, and who can develop further into future leaders through subsequent education.
3. In particular, the fund focuses on the following:
  - supporting organisations that contribute to developing talent in youngsters who are among the first in their environment to be able to follow subsequent education;
  - directly providing grants and/or funding scholarships - in every sense of the word - through the Erasmus Education Fund to individual talented youngsters wishing to study at Erasmus School of Economics (ESE) or at an affiliated institution, who are not able to do so without assistance.
4. Making financial contributions to good causes and organisations to be designated by the Erasmus Education Fund Board, presenting prizes for good initiatives and providing scholarships to the youngsters themselves will enable the Erasmus Education Fund to help a number of these youngsters develop their talents further every year.

**Article 4 - Duties and composition of the Erasmus Education Fund Board**

1. The Erasmus Education Fund Board is charged with the following duties:
  - Determining the Erasmus Education Fund's general policy;
  - Supervising management of the fund;
  - Seeking and maintaining contact with members of the Recommendations Committee;
  - Determining the expenditure policy (including the working method to be used in this respect), the budget and the annual accounts.
2. The Erasmus Education Fund will be managed for, on the instructions of and under the responsibility of the Erasmus University Rotterdam Trust Fund Association, by the Erasmus Education Fund Board. The aforesaid Board will comprise at least three Members including the following persons:
  - a. the acting dean of Erasmus School of Economics or a representative to be appointed by him. This person will act as chairman of the Board.
  - b. two or more other persons recruited because their expertise fits in closely with the objective of the fund, since they possess knowledge of the way in which the fund's assets can serve a social objective in the most sustainable manner, and/or because they possess knowledge of high-quality projects and/or organisations that engage in activities that fit in with the fund's

objective. These third parties will be selected by the acting dean of Erasmus School of Economics in consultation with the other Board Members.

3. The acting secretary of the Erasmus University Rotterdam Trust Fund Association will act as secretary of the Board.
4. The composition of the Board is such as to permit its Members to function as good managers and supervisors independently of one another and of particular interests.
5. The Board and the acting dean must ensure a balanced composition of the Board that fits in with the Erasmus Education Fund's objective as specified in Article 3 of these Regulations.
6. Board Members shall be appointed for a term of four years and may be reappointed immediately.
7. Board Members must resign if ordered to do so in the event of e.g. unsatisfactory performance, structural conflicts of opinions, incompatibility of interests or other such causes.
8. The Board will unanimously determine the number of Board Members, with due observance of the provisions of paragraph 2.
9. If, for any reason, one or more Members are absent, the remaining Board Members or the sole remaining Board Member will nevertheless constitute a Board capable of performing its duties.
10. The first Board Members to be appointed are Professor Ph.H.B.F. Franses, Dr K.B.H. Maas and H. Vaanholt.

#### **Article 5 - Other stipulations concerning the Board**

1. All Board Members are entitled to vote. The Board will pass resolutions by a majority vote. If the votes are tied, the chairman will decide.
2. At least one meeting must be held every year.
3. The meetings will be chaired by the chairman or deputy chairman of the Board; if this person is absent, the meeting will appoint a chairman.
4. When holding meetings, the Board can only pass valid resolutions provided that the majority of Board Members in office are present or represented at the meetings. A Board Member may be represented at meetings by a fellow Board Member on presentation of a written proxy to be assessed as sufficient by the chairman of the meeting. In this respect, a Board Member may only act as proxy for one fellow Board Member.
5. The Board may also pass resolutions outside meetings, provided that all Board Members have been given the opportunity to state their opinion in writing or by e-mail, and that none of them object to this manner of decision-making.
6. Each Board Member is entitled to cast one vote. Insofar as these Regulations do not prescribe a larger majority, all Board resolutions must be passed by an absolute majority of the votes validly cast.
7. In all cases of conflicting interests, the Board Member involved in such conflict of interests must immediately notify the other Board Members thereof. If a conflict of interests exists, the relevant Board Member must temporarily leave the Board meeting and must refrain from casting his/her vote on the matter concerning the conflict of interests in which he/she is involved.
8. Board Members will not receive any remuneration for their duties. However, Board Members are entitled to a refund of the costs they incur in the performance of their duties, provided they have obtained prior written consent thereto from the Board. The Board must actively seek sponsors and funders that are willing to cover the aforesaid costs.

#### **Article 6 - Recommendations Committee**

1. The Erasmus Education Fund Board must set up a Recommendations Committee of international stature, comprising as many members as the Board shall determine, with the proviso that there must be at least three members.
2. The members of the Recommendations Committee will draw wide public attention to the Erasmus Education Fund's objectives and encourage organisations and individuals to donate to the fund. The Board may ask them to advise the Board Members on decisions to be made.

3. Each member of the Recommendations Committee is well known and appreciated in a certain sector of society (a combination of government authorities, the business sector and civil society organisations). These members must be willing to link their names and faces to the Erasmus Education Fund and its objective.
4. The Board will approach and appoint the members of the Recommendations Committee.
5. The members of the Recommendations Committee will be appointed for a term of two years and may subsequently be reappointed.
6. The members of the Recommendations Committee will choose one of their number to act as chairman.
7. The chairman of the Recommendations Committee or the Erasmus Education Fund Board will convene meetings of the Recommendations Committee.
8. The Recommendations Committee will pass resolutions by a majority vote. If votes are tied, the motion will be deemed to have been rejected.
9. The Recommendations Committee must hold at least one meeting every year.
10. Members of this Committee will not receive any remuneration for their duties. However, these members are entitled to a refund of the costs they incur in the performance of their duties, provided they have obtained prior consent thereto from the Board. The Board must actively seek sponsors and funders that are willing to cover the aforesaid costs.

#### **Article 7 - Financial resources**

1. Applications for payments out of the Erasmus Education Fund may only be made by/for/with the consent of the Erasmus Education Fund Board.
2. Payments made by the Erasmus Education Fund will be deducted from the fund's assets.
3. The Erasmus Education Fund's financial resources comprise contributions & subsidies, testamentary dispositions, specific legacies & gifts, and other income. Testamentary dispositions may only be accepted under the benefit of inventory.
4. Unless explicitly stated when donating to the Erasmus Education Fund that the relevant donation is intended to cover the costs of managing and organising the fund, the financial resources obtained may exclusively be used for the fund's objectives as referred to in Article 3 of these Regulations.
5. In respect of the provisions in the preceding paragraph, the Erasmus Education Fund may work with "Founders". These "social shareholders" commit themselves to the fund for at least three years and provide manpower, resources, knowledge and expertise in respect of the organisation and the management of the fund. They may refer to themselves as 'Erasmus Education Fund Founders' during the period in which they contribute to the fund.
6. Unless external sponsors can be found for this purpose, the costs of auxiliary work - such as setting up and managing a website or organising events - will be borne by Erasmus School of Economics.
7. The Erasmus Education Fund will be managed for/on the instructions of/under the responsibility of the Erasmus University Rotterdam Trust Fund Association, by the Erasmus Education Fund Board.
8. The Erasmus University Rotterdam Trust Fund Association will account for the fund separately in the annual accounts.
9. The Erasmus University Rotterdam Trust Fund will refund the interest that is actually accrued in the deposit where the funds are placed to the Erasmus Education Fund on an annual basis. In view of the Erasmus Education Fund's short-term nature, no investments will be made in shares and/or bonds.
10. The Erasmus University Rotterdam Trust Fund Association will not charge any administrative fees.
11. External expenses such as bank charges and accountants' fees will be borne by the Erasmus Education Fund itself *pro rata parte*. The Erasmus University Rotterdam Trust Fund Association will not charge the fund any costs for the time being.

#### **Article 8 - Other stipulations**

1. The Erasmus Education Fund will be set up for an indefinite period of time with effect from 15 November 2010.
2. The guidelines laid down by the Erasmus University Rotterdam Trust Fund Association shall additionally apply insofar as they do not conflict with these Regulations.
3. If, in the Erasmus Education Fund Board's opinion, these Regulations require amendment, the Erasmus Education Fund Board is authorised to amend these Regulations or to elaborate them further, with the exception of the objective and the composition of the Board as referred to in Article 3 paragraph 2.
4. If, in the Erasmus University Rotterdam Trust Fund Association's opinion, the fund's objective cannot or can no longer be achieved in a proper manner, the Erasmus University Rotterdam Trust Fund Association is authorised - after consultation with the Erasmus Education Fund Board and the Board of Erasmus School of Economics - to change the objective.

Drawn up in duplicate in Rotterdam on 15 November 2010, whereby one copy is for Erasmus School of Economics and the other copy is for the Trust Fund.

Erasmus School of Economics

Erasmus University Rotterdam Trust Fund Association

Dean

Secretary

Professor Ph.H.B.F. Franses

R. Rijntjes

Date: 10 November 2010

Date: 15 November 2010