

## **CROATIA LAW ON FOUNDATIONS**

### **Article 21**

At the time of submitting the statute to the Ministry for approval, the director of a foundation is bound to propose members of the anticipated foundation bodies by name, taking into consideration persons listed for that purpose in the act of establishment. The persons anticipated for the members of foundation should for the purpose of nomination submit their preliminary written publicly verified consent, they should be capable in business and worthy of trust with respect to their professional abilities, previous work and behavior, and they can neither be persons to whom the benefits of a foundation are assigned to, nor can they be officials of the Ministry or members of the Foundation Council.

The foundation bodies and their members will be nominated for the first time by the Ministry according to the list of persons proposed by the foundation director, providing that they meet the requirements of paragraph 1 of the present article. Otherwise the Ministry shall order the foundation director to propose other appropriate persons within due time of a month.

After the decision on the nomination of foundation bodies has become valid, the authorities of the foundation director are terminated. At the same time, the managing and representation of the foundation is taken over by the nominated bodies.

A particular protocol and the initial balance sheet shall be drawn up on the basis of the director's report and revision performed by authorized officials, on overtaking the managing of the foundation between the trustee and the newly appointed foundation bodies. The director is discharged by the Ministry.

The Ministry shall deliver a valid official decision on the appointment of foundation bodies to the foundation register for the purpose of implementation.

During the procedure of nominating the foundation bodies a director, a founder, respectively his inheritors can take as parties.