

On the basis of article 6 and article 20 of the Law on investment funds (Republic of Macedonia Official Gazette number 9/2000 and number 29/2007), as well as the article 50 of the Statute of the Asset management company INOVO STATUS AD SKOPJE, Bld. Partizanski Odredi 8/m Skopje the Board of Directors of the Company on the meeting, held on 25.10.2007 adopted the

S T A T U T E

of an open investment fund INOVO STATUS AKCII

1. GENERAL PROVISIONS

Art. 1

This Statute regulates the activities of the open investment fund INOVO STATUS AKCII (hereinafter referred to as Fund), the share document owners' legal position in the Fund, the legal relations of the Fund with the Asset management company INOVO STATUS AD SKOPJE, as well as other issues related to accomplishment of the Fund objectives.

Art 2

The open fund represents a particular estate not being a legal entity. It is established by collecting funds from investors, through a public announcement for selling share documents. The share documents are managed by the Company on behalf of their owners. The Fund's operability enters into force on the date of its registration in the Securities Commission Register Book.

2. TRADE NAME OF THE FUND AND THE MANAGEMENT COMPANY, THE NAME OF THE DEPOSITORY BANK

Art 3

The trade name of the Fund is: Open investment fund INOVO STATUS AKCII.
The short name of the Fund is: Open investment fund INOVO STATUS AKCII
In the business operations with foreign countries the name of the Fund is written with Latin alphabet and it reads: INNOVO STATUS AKCII
The Fund is managed by the Asset management company INNOVO STATUS AD SKOPJE, with its head office located on Bld. Partizanski Odredi 8/m Skopje (hereinafter referred to as : Company).
The depository bank of the Fund is NLB Tutunska Banka AD Skopje.

3. INVESTMENT OBJECTIVES OF THE FUND

Art. 4

The Fund is established for the purpose of collecting monetary assets, through a public announcement for selling share documents, and investing the collected funds in accordance with the Law on investment funds, this Statute and the Prospectus of the Fund.

Art. 5

The collected funds are managed by the Company, for the purpose of increasing the value of the share units. This is achieved by managing a range of risk investments, but, following the determined policy and strategy of the Fund, incorporated in this Statute and the Prospectus of the Fund.

4. PURPOSE AND PRINCIPLES OF INVESTING THE FUND'S MONEY ASSETS

Art. 6

The funds, collected by selling share documents, through a public announcement, are invested in securities and money deposits, in compliance with the Law, this Statute and the Prospectus of the Fund.

Art. 7

The funds are invested on the grounds of respecting the principles of: profitability, liquidity, risk diversification; transparency; protection of the customer's interest; conscientiously, professionalism; confidentiality and secrecy of the data; impartiality; neutrality and acting with the cautiousness of an experienced businessperson.

The basic and the long-term objective of the Company is a secure and professional investment of the collected funds, approved and defined by the Law, as well as liquidity of the Fund, enabling permanent and continual purchase of the share units, leading to a higher investment profitability, in compliance with the accepted risks.

5. BASIC ELEMENTS OF THE SHARE DOCUMENTS

Art. 8

A share document represents a security that can be acquired by paying money assets to the Fund. With this transaction the owner becomes owner of a proportional share in the Fund's estate.

The Company and the Depository bank keep track of the issued share documents in electronic form. The same evidence is kept in the Securities Depository in a dematerialized form.

A share document includes:

- Mark, showing that it represents a share in an open investment fund;
- Name of the fund , trade name and the head office of the Company that manages the fund, name of the depository bank;
- Registered number of the share document;
- Number of the share units that are included in the document;
- Data about the owner of the share document and evidence that the document is not assignable;
- Liabilities of the Company that manages the fund;
- Rights of the share document owner;
- Place and date of issuing the share document; and
- Signatures of the authorized people of the Company that manages the fund and the depository bank.

6. PROCEDURE AND CONDITIONS FOR ISSUING AND SELLING SHARE DOCUMENTS

Art. 9

The Company issues and sells share documents, after having received an incorporation agreement, by the Secures Commission.

Each interested party can acquire share documents in the Fund, to a prior presented application for acquiring share documents, on a special form. The form is available in the Company's premises, on its web site and through the pre-agreed distribution network.

Art. 10

The clients acquire share documents on price valid on the day of acquisition, in case the funds are paid latest 14:00 p.m. on that day. In case the funds are paid after 14:00 p.m. the acquisition price is the price valid on the following day.

To the selling price of the share documents is included the amount of expenses for issuing share documents, prescribed by the Statute and the Prospectus.

The share documents are sold only for monetary assets.

The share documents are handed after the entire sell price is being paid.

The monetary assets, after deducting the issuing expenses, prescribed by the Law and this Prospectus, are immediately included in the Fund's assets.

The Company, to the investors that have bought share documents, issues a Certificate for acquisition of share documents. The Certificate is delivered, latest 5 (five) business days, on the address, indicated in the application form.

The procedures and the conditions for issuing and selling share documents are also regulated in the Prospectus of the Fund.

7. PROCEDURE, CONDITIONS AND PLACE OF PAYING OUT BY REDEEMING SHARE DOCUMENTS

Art. 11

The owner of the share documents may any time present an application for partially or entirely redeeming of his share documents, on a special form-Application for share documents redeeming. The form is available in the Company's premises, on its web site and through the pre-agreed distribution network. In the redemption procedure the share document owners identify themselves in the same manner as by acquisition.

The share documents are redeemed on price equal to the share value, stated on the following day, after the presentation of the application for redemption. An application form, presented after 14:00 p.m. is treated as received the following business day. The redemption price is expressed as a figure with 4 (four) decimals.

The Company, to the investors, that have sold their share documents, issues a certificate within 5 (five) business days, on the address, indicated in their application.

Art. 12

The owner of the share documents should not use his right for redemption within one year after the date of the first public announcement for acquisition of share documents is being published, except in the following cases:

- In case of supreme force (fire, flood etc.) that may occur to the owner of the share documents;
- In case of an inevitable and urgent hospital treatment to the owner or a member of his family;
- In case of overcoming a financial illiquidity (bankruptcy procedure, liquidation, debt repayment for purpose of avoiding a pledge execution)

Art. 13

The redemption of the share documents may temporarily be terminated in case when due to certain circumstances there is no possibility for precise verification of the value of the Fund's portfolio, i.e. there are sufficient reasons for redemption ceasing for purpose of protecting the interests of the share document owners.

The redemption ceasing may be effected only after receipt of a consent issued by the Securities Commission.

The Commission can force the Company to cease the redemption of the share documents and temporary to stop issuing new documents, if it is in support of protection the share document owners' interests.

In case of redemption ceasing the Company should not issue new share documents

Art. 14

The Company, having received the application for redemption, authorizes the Depository bank to effect the relative payment in favor of the owner's account, indicated in the application form, latest 7(seven) days after presentation of his application.

The Company and the Depository bank keep track of the redeemed share units in electronic form. The same evidence is kept in the Securities Depository in a dematerialized form.

The procedure and the conditions for redemption, redemption ceasing and the place for paying out the share documents are more precisely determined in the Prospectus of the Fund.

8. PERMITTED FEES, DEDUCTED BY ACQUIRING AND REDEMPTION OF SHARE DOCUMENTS

Art. 15

By acquiring of share documents the following fees are calculated:

1st issuing of documents fee:

The fee for issuing share documents (entering commission), represents a fee, paid by the investor by each payment in the Fund.

The fee for issuing share documents is calculated cumulatively, by implementation of the following rates on the entire amount paid:

- Up to 250.000 denars – 4%
- From 250.000 to 1.000.000 denars – 2,5%
- From 1.000.000 to 5.000.000 denars – 1,5%
- From 5.000.001 denars to 30.000.000 denars – 0,5%
- Exceeding 30.000.001-0,1%

2. The fee for redeeming and pay out of share documents (out-going commission) represents a commission, that in compliance with the Law is payable by each redemption of share documents. This fee is free of charge.

The limits of the acquiring and redemption fees are prescribed in the Prospectus of the Fund.

9. REGULATIVES FOR CALCULATION AND UTILIZATION OF THE FUND'S REVENUES

Art. 16

The Fund's revenues are calculated on the grounds of the international accounting standards, dependent on the classification of the financial instruments in certain portfolios.

The Fund's revenues are used for covering the managing expenses, prescribed by this Statute and the Prospectus of the Fund, as well as for reinvestment, based on the objectives and the business policy of the Fund.

10. AVAILBLILITY OF THE FINANCIAL REPORTS

Art.17

The Company prepares the Fund's audited annual financial reports, submitting them to the Securities Commission, within 3 months after the approval of the Fund's annual balance sheet. The financial reports are also submitted to the investors, on the e-mail address, indicated on the share document acquisition form. Within the same period they are published in at least 1 daily newspaper and on the Company's Internet site as well.

The Company also prepares quarter financial reports and distributes them to the Securities Commission, within two months following the end of the quarter. The financial reports are also submitted to the investors, on the e-mail address, indicated on the share document acquisition form. Within the same period they are published in at least 1 daily newspaper and on the Company's Internet site as well.

The annual and quarter financial reports, as well as the additional information about the Fund are available to the investors in the Company's premises, on its web site and through the pre-agreed distribution network.

The Company submits reports to the Securities Commission for each change that may significantly influence an investor's investing decision, within 3 days after its issuance. The same report is also submitted to the investors, on the e-mail address, indicated on the share document acquisition form. Within the same period it is published in at least 1 daily newspaper and on the Company's Internet site as well.

Investors intending to purchase share documents will be enabled, free of charge, to receive the Prospectus, a copy of the last financial audited report, the quarter not-audited financial report and the reports, containing the amendments in the Prospectus.

11. REGULATIVES FOR DETERMING THE NET VALUE OF THE FUND'S ASSETS

Art. 18

The depository bank calculates the assets value of the Fund, by subtracting the total assets value from the entire liabilities of the Fund.

The calculation of the net value of the Fund's assets is based on the methodology of evaluation prescribed in the Regulative Book, issued by the Securities Commission, which also includes the methodology of calculation the net value of each share unit.

The net value of the Fund's assets is calculated for each day in the year and it is indicated in denars and euros, according to the middle exchange rate of National Bank of R. Macedonia.

The net value of the Funds assets for each day is calculated on the following day.

12. THE METHOD OF CALCULATING THE ISSUING AND SELLING PRICE OF THE SHARE DOCUMENTS

Art 19

The price for issuing and selling share documents is calculated on the basis of the pre-esteemed net value of the Fund assets, divided with the total number of the registered shares, on the day when the calculation of the Fund's net assets is performed. This calculation is based on the relevant Regulative Book, adopted by the Securities Commission, related to calculation methods of the net value of the Fund's assets, as well as the net value of each share unit. To this calculation are also added the expenses for share documents issuing.

The calculation method of the price for issuing and selling share documents is more precisely determined in the Prospectus.

13. METHOD OF CALCULATING THE FEES AND EXPENSES OF THE FUND MANAGEMENT COMPANY, THE DEPOSITORY BANK OR THIRD PARTIES , BEING ON ACCOUNT OF THE FUND'S ASSET

Art. 20

The following fees and expenses of the Fund Management Company the Depository bank and of third parties are:

1. Managing fee- It represents a fee for managing the Fund's assets .It amounts 2% annually, calculated on the entire Fund's asset value. This fee is completely on account of the Fund.

2. Fees of the Depository bank, Securities Depository or eventually third parties:

2.1. The Company, on account of the Fund, is obliged to pay the Depository bank commission amounting 0.35%, annually, calculated on the net value of the Fund's assets. This commission is in compliance with the Agreement for performance of the following services:

- guarding the Fund's assets;
- ensures the monetary assets, arising from share documents acquisition , immediately to be placed on the Fund's separate account , held with the Depository bank;
- issues share documents, accepts the redeemed share documents, performs the payments in favor of the share document owners ;
- determines the value of the individual share units in the Fund;
- executes orders given by the Company, compliant with the Law and the regulative of the Fund;
- ensures that the revenues of the Fund are utilized in accordance with a Law and the Statutes of the Fund.

The Company, on account of the Fund, also pays the Depository bank for performance of the following services:

- Opening and managing fees for monetary and securities accounts, held in foreign countries, with the sub-depository bank and securities depositaries, covering the actual expenses

- Expenses, related to court procedures or procedures in front of other governmental bodies, which subject matter are the rights, liabilities and the assets of the Fund, covering the actual expenses
- Expenses, related to prosecution of a claim, by the share document owners, for compensation of damage, caused by the Company, acting in opposition to the Law, the Statutes and this Prospectus
- other actual expenses

2.2. The Company, in compliance with the Agreement with the Securities Depository, and on account of the Fund, pays 2% annually of the Fund's assets, for the following services- share units' registration and maintenance fee

3. Expenses arising from acquisition and purchase of the Fund's assets - to these expenses belong all expenses related to acquisition and purchase of the Fund's assets (brokerage commissions, stock exchange tax, Securities Depository tax, taxes and all eventual other expenses, related to transactions reconciliation). The amount should not exceed the actual expenses, arising from the contracts, i.e. the fee schedules of the indicated institutions. These expenses are on account of the Fund;

4. Publishing costs –all expenses related to the mandatory publishing, such as costs for Prospectus publishing, financial reports publishing and share units price announcement in the media. The amount should not exceed the actual expenses. These expenses are on account of the Fund;

5. Printing expenses, related to issuing of share documents-they are actual expenses that have to be paid for printing share documents. These expenses are on account of the Fund;

6. Expenses related to issuing of share documents- this is the fee that the investor pays by each payment in favor of the Fund.

The fee for issuing share documents is calculated cumulatively, by implementation of the following rates on the entire amount paid:

- Up to 250.000 denars – 4%
- From 250.000 to 1.000.000 denars – 2,5%
- From 1.000.000 to 5.000.000 denars – 1,5%
- From 5.000.001 denars to 30.000.000 denars – 0,5%
- Exceeding 30.000.001-0,1%

7. Fee for share documents redeeming is free of charge

8. Other expenses that may appear during the business activities, such as: financial reports auditing expenses ; marketing expenses; expenses related to issuing a statement on account , upon individual request of a share document owner; expenses related to issuing a new password for access through the web site on an individual account; other costs that may appear during the business activities.

The method of the Company's, depository bank's or third parties' costs and fees calculation is more precisely described in the Prospectus.

14. THE LEGAL STATUS OF THE SHARE DOCUMENT OWNERS

Art 21

A share document owner is an owner of a respective portion of the Fund assets.
To a share document owner the following rights are guaranteed:

1. the right for being informed;
2. the right of a proportional share in the Fund's net gains;
3. upon his written request the right for redemption of a share document by the Company;
4. the right of a proportional share of the remainder of the Fund's bankruptcy estate,

Art 22

The share document owners have equal rights in the Fund.
The share documents are not transferable, except in cases prescribed by the Law
The share document owners have obligations, determined by the value of the share documents possessed.

15. METHOD AND PLACE OF PAYING OUT THE SHARE DOCUMENT OWNERS FROM THE FUND'S GAIN

Art 23

The Fund's gain is determined on the basis of the audited financial report and the annual balance sheet .It entirely belongs to the share document owners, dependent on their share portion in the Fund's assets.

Fund's gain policy is its gain to be reinvested in the Fund The share document owners agree with the reinvestment of the Fund's gain with their acquisition application.

The right for a portion in the Fund's gains, the share document owners gets by purchasing share documents, after a previous written application for acquiring or selling share documents.

16. THE AMOUNT OF THE BASIC CAPITAL AND THE RIGHTS AND OBLIGATIONS OF THE FUND MANAGEMENT COMPANY

Art 24

The basic capital of the Fund management Company INOVO STATUS AD SKOPJE amounts EUR 130.000,00, i.e. 7.951.398, 00 denars, calculated on the middle exchange rate of NBRM, valid on the day before the adoption of the Statute of the Company.

The rights and obligations of the Company are based on the legal and sub-legal provisions, the international legislative and regulative, this Statute and the Prospectus.

The Company is obliged to manage the business activities, i.e. to manage the Fund's assets, with carefulness of an experienced business person, , independently of the depository bank, and entirely protecting the interests of the share document owners.

Art 25

The Company on the grounds of the legal and sub-legal provisions, this Statute and the Prospectus independently adopts professional decisions, related to investing the Fund's assets in financial instruments. The decisions are based on a precise and estimated research of the market movements.

In case of amendment in the legal regulative or in case of any oscillations in the securities market, the Company, for purpose of protecting the interests of the share document owners, may modify the investment policy of the Fund, in accordance with the new conditions. In this respect it may amend the provisions of this Statute and the Prospectus, by a prior consent given by the Securities Commission.

Art. 26

The Company is responsible for managing the business activities of the Found with its entire assets, and it is also responsible for the legal activities, concluded on behalf and on account of the share document owners.

17. RIGHTS AND LIABILITIES OF THE DEPOSITORY BANK

Art. 27

The depository bank, despite acting as a guardian of the Fund's assets, also conducts the following activities:

- The monetary assets, collected by selling Fund's share units, to be deposited immediately on a separate account of the Fund, held with the bank;
- Issues share documents, receives redeemed share documents, performs all payments in favor of the share document owners;
- Determines the value of the individual share units in the Fund;

- Executes orders given by the Company, that are compliant with the Law and the regulative of the Fund;
- Ensures that the revenues of the Fund are used in accordance with a Law and the regulative of the Fund;
- Carries out the liquidation and other activities on the grounds of the Contract, concluded between the Company and the depository bank.

Art 28

The depository bank, in execution of its liabilities is independent and acts solely in favour of the interests of the share document owners.

The depository bank is obliged the activities, it is authorized by the Contract, to carry out with care of an experienced business person.

The depository bank is responsible to the Company and the share document owners for any damage, resulting from not execution or incorrect execution of its activities, stated in the Contract, the legal and sub-legal provisions.

18. METHOD AND PROCEDURE OF INFORMING THE SHARE DOCUMENT OWNERS

Art 29

The Company informs the share document owners about:

- Its annual and quarter financial reports;
- The daily net value of the Fund's assets and the value of their share document;
- The selling and redeeming prices of the share documents;
- Termination of share documents selling and pay outs;
- The amendments in this Statute and the Prospectus;
- Other information prescribed by the legal and sub-legal provisions.

Art 30

The share document owners can be informed about any aspect of the Fund's activities through:

- The web site of the Found
- Media
- On-line information
- Written information
- Telephone

The method and the procedure of informing the share document owners are more precisely described in the Prospectus of the Found.

The method and the procedure of informing the share document owners are dependent on the chosen information method.

Company's web site

Information about the Company and the Fund, the way of funds investment and other information are available on the Company's web site (www.inovostatus.com.mk). All information that are announced, by the Company, in the media are also announced on the web site.

Media

The Company, by the regulative, is obliged to announce in one daily newspaper the following activities: the public announcement, the annual financial reports, the daily net value of its assets, the value of the share unites in the Fund, the price for selling and redeeming the share documents as well as the termination of the redeem and payment of the share documents.

On-line information

The on-line information enables inspection of the number of share units, possessed by a share document owner, their acquisition price, the current price and the investment profit. Taking into consideration that this information is very personal, the share document owner receives a user name and a password for accessing the web site of the Company. The user name and the password are entered on a special indicated place on the Company's web site.

The share document owners can state questions and receive answers by e-mail, the Company's address is info@innovostatus.com.mk

In case the questions are related to personal information, the share document owner's e-mail address has to be registered as an address for correspondence.

Written information

Upon request of the share document owners the Company may deliver a written information about of the number of share units, possessed by a single owner, their acquisition price, the current price and the investment profit. This written information is delivered on the address, pointed to the Company by a share document owner as an address for correspondence.

Compliant with the Law, the Company may distribute to the potential share document owners the Prospectus, at least 7 days before their presentation of the acquisition application. The Prospectus is also available on the Company's web site.

Information by Telephone

The Company enables telephone information on the following numbers: (tel.+389 2 3 215 923;+ 389 2 3 215 924; +389 2 3 2165 926), during the business hours (8 a.m. – 16:30 p.m.) . If the information contains personal information about the owner, he has to indicate his user name and password.

The way and method of informing the share document owners is more precisely determined in the Prospectus of the Fund.

19. THE PORTION OF THE SHARE DOCUMENT OWNERS' PAYMENTS, USED FOR COVERING THE EXPENSES FOR ISSUING SHARE DOCUMENTS AND THE METHOD OF CALCULATION

Art. 31

The fee for issuing share documents (entering commission) represents a fee that the investors pay by each payment in the Found. The fee for issuing share documents is calculated cumulatively, by implementation of the following rates on the entire amount paid:

- Up to 250.000 denars – 4%
- From 250.000 to 1.000.000 denars – 2,5%
- From 1.000.000 to 5.000.000 denars – 1,5%
- From 5.000.001 denars to 30.000.000 denars – 0,5%
- Exceeding 30.000.001-0,1%

The method of calculation of the share documents issuing expenses is also determined in the Prospectus.

20. INFORMATION ABOUT THE FOUND'S DEVELOPMENTS, PLACE AND METHOD OF ANNOUNCEMENT

Art 32

The development of the Found is followed daily through the value of the share unit's. It is announced in accordance with the legal and sub-legal provisions, this Statute and the Prospectus of the Found.

The investment structure is announced on the grounds of the legal and sub-legal provisions. The information about the development of the Found and its structure are available on place and by method, determined by the Prospectus.

21. METHOD OF PROFIT DISTRIBUTION

Art. 33

The Fund's gain is determined on the basis of the audited financial report and the annual balance sheet. It entirely belongs to the share document owners, dependent on their share portion in the Fund's assets.

Fund's gain is reinvested in the Fund. The share document owners agree with the reinvestment of the Fund's gain with their acquisition application.

The right for a portion in the Fund's gains, the share document owners get by purchasing share documents, after a previous written application for acquiring or selling share documents.

The share document owners gain profit in proportion to their share in the Fund's assets, after redeeming of the share documents by the Company. The profit represents a difference value between the incoming and outgoing price of the share documents, decreased for all expenses and fees.

22. FOR PURPOSE OF DECREASING THE INVESTMENT RISK, THE POSSIBILITY OF CONCLUDING OPTIONAL AND TERMINAL ACTIVITIES AND IMPLEMENTATION OF SIMILAR INSTRUMENTS AND METHODS

Art. 34

By decreasing the investment risk diversification, the Company, for purpose of protecting from various investment risks, may undertake strategies and methods, by concluding optional and terminal activities and implementation of similar instruments.

23. DURATION OF THE FUND

Art. 35

The Fund is incorporated on unlimited time period.

BOARD OF DIRECTORS MANAGER