



Guidelines for Donors to the Funds of the Muhammad Subuh Foundation

It is required by the laws of the State of Virginia for U.S. donors to be aware that he or she is making a gift to an existing endowment fund, and that the donor's gift will be subject to the terms stated for each fund.

The Foundation currently has four established funds which it manages on behalf of the Subud community: the General Fund, the Bapak Legacy Fund, the Francois & Lucienne Farkas Endowment Fund, and the Leonard & Aisah Parker Endowment Fund. Each fund has a different focus and purpose and its own specific investment and distribution restrictions, and each is operated in accordance with the terms delineated when originally established with the Foundation.

Donations can be earmarked to go towards any of the funds; unearmarked donations are directed to the General Fund.

The General Fund (also known as the Capital Use Fund) includes the Subud House Fund, International Helper Travel Fund, Youth Travel Fund, and others. Out of this fund, support is achieved for Subud premises and programs of the World Subud Association. According to USA charitable foundation laws, contributions to this fund may not be permanently restricted by the Foundation trustees.

Investment restrictions: Liquidity for a portion of these funds is essential.

Distribution restrictions: Distribution is set by the World Congress. At the Spokane World Congress it was agreed: A spending policy allowing 15% of available capital from the capital use fund (the General Fund) to be used together with the current income for the annual Foundation budget. Budget and allocations are annually decided jointly by the World Subud Council and the Foundation.

The Bapak Legacy Fund (BLF) is a permanently-restricted fund established in 2000 by Subud USA and adopted by MSF in 2001. The fund principal is held in perpetuity and only the income and appreciation on the funds may be distributed. Programs of the World Subud Association such as translations, Bapak's talks, archives, and others, may benefit from this fund.

Investment restrictions: U.S. Government bonds; common or preferred stocks or bonds listed on any national securities exchange; or any mutual funds listed on any national securities exchange.

Distribution restrictions: Distribution may only commence when the Fund reaches its target of US\$1 million, or at World Congresses beginning in 2010, when directors of the Subud World Association (WSA) will decide whether to utilize the distributable portion to augment the MSF annual budget or to reinvest the funds. At the 2010 World Congress, the WSA directors decided to reinvest the distributable portion to increase the principal amount.

The Lucienne & Francois Farkas Endowment Fund, named in honor of Lucienne and Francois (Feri) Farkas, was established by Daniel Magnus Cheifetz in December 1995 to support educational opportunities and programs for young people and to help make Bapak's talks widely available.

Investment restrictions: None.

Distribution restrictions: The founding donor is consulted regarding allocation of any distributable budget. Only investment proceeds may be distributed; the principal remains intact.

The Leonard & Aisah Parker Endowment Fund, also referred to as the "**Subud Australia Fund**", was established by Aisah Parker in 2003 for the benefit Subud houses in Australia. Any distributable proceeds are applied in consultancy with the national committee of Subud Australia for their use in the development and strengthening of Subud premises in their country.

Investment restrictions: None.

Distribution restrictions: A permanent endowment fund; only the investment proceeds may be distributed.