ARTICLES OF INCORPORATION

OF

SOVEREIGN GRACE CHURCH, INC.

The undersigned, acting as incorporator of a corporation under the Idaho Non-Profit Corporation Act, adopts the following Articles of Incorporation for such corporation:

FIRST: The name of the corporation is Sovereign Grace Church, Inc.

SECOND: The corporation is a non-profit corporation.

THIRD: The period of its duration is perpetual.

FOURTH: The corporation is organized to operate a church, which shall be exclusively for charitable, religious and educational purposes, including for such purposes, the making of distributions to organizations which qualify as exempt organizations under Section 501(c)(3) of the Internal Revenue Code of 1986, or the corresponding provisions of any future Federal Tax Code; and to own, operate and maintain on a non-profit basis facilities for its operations; and to do any and all other acts or things necessary to carry out these purposes as may be allowed under the laws of the State of Idaho and the Internal Revenue Code, and any amendments thereto.

100HO SECRETARY OF STATE

1/18/2002 05:00

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FIFTH: The address of the initial registered office of the corporation is 321 East Cedar Street, Bellevue, Idaho 83313, and the name of its initial registered agent at such address is Timothy P. Butler.

SIXTH: The Board of Directors of the corporation shall also be referred to as the Board of Elders. The number of directors constituting the Board of Directors shall be as set forth in the By-Laws, but shall not be less than three (3), and the initial Board of Directors who shall hold office until their successors are appointed are:

Name	Address
Timothy P. Butler	321 East Cedar Street Bellevue, Idaho 83313
Richard A. Osenga	300 South 4th Street Bellevue, Idaho 83313
Richard A. Osenga Ir.	851 Shanendoah # E304 Hailey, Idaho 83333

vested in the __directors _____. The By-Laws of the corporation shall be requirements for adoption, amendment and repeal of By-Laws, which shall be by a simple majority of the votes cast or a majority of the voting power, whichever is less.

EIGHTH: The corporation shall have members, the rights, obligations and requirements of which shall be specified in the By-Laws.

NINTH: (a) The corporation is organized exclusively for charitable, religious and educational purposes, including for such purposes, the making of distributions to

organizations that qualify as exempt organizations under Section 501(c)(3) of the Internal Revenue Code of 1986 (or the corresponding provision of any future Federal Tax Code).

- (b) It is intended by the provisions of these Articles of Incorporation that the corporation shall possess the status of an organization exempt from Federal Income taxation under the provisions of Section 501(c)(3) of the Internal Revenue Code of 1986, as now in force or hereafter amended. Accordingly, no part of the affairs of the corporation shall be administered, directly or indirectly, in any manner whatsoever which might jeopardize the tax exempt status of the corporation.
- (c) No part of the net earnings of the corporation shall inure to the benefit of, or be distributable to its members, trustees, officers or other private persons, except that the corporation shall be authorized and empowered to pay reasonable compensation for services rendered and to make payments and distributions in furtherance of the purposes set forth in Article Fourth hereof.
- (d) No substantial part of the activities of the corporation shall be the carrying on of propaganda, or otherwise attempting to influence legislation, and the corporation shall not participate in, or intervene in (including the publishing or distribution of statements), any political campaign on behalf of any candidate for public office.
- (e) Upon the winding up and dissolution of this corporation, after paying or adequately providing for the debts and obligations of the corporation, the remaining assets of the corporation shall be distributed for one or more exempt purposes within the meaning of Section 501(c)(3) of the Internal Revenue Code of 1986, or the corresponding section of any future Federal Tax Code.

(f) Notwithstanding any other provision of these Articles, the corporation shall not carry on any other activities not permitted to be carried on (a) by a corporation exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code of 1986, or the corresponding section of any future Federal Tax Code, or (b) by a corporation, contributions to which are deductible under Section 170(c)(2) of the Internal Revenue Code of 1986, or the corresponding section of any future Federal Tax Code.

TENTH: The name and address of the incorporator is as follows:

Name

<u>Address</u>

Timothy P. Butler

321 East Cedar Street Bellevue, Idaho 83313

DATED This 16+4 day of January, 2002.

Timothy P. Butler