Official stamp reading: Government Office of the Slovak Republic 8 June 2012 Filling office

HONORS

Transformation towards permanently sustainable society

Dear Robert Fico Prime Minister of the Slovak Republic Government Government Office of the Slovak Republic Námestie slobody 1 813 70 Bratislava

7 June 2012 in Liptovský Mikuláš

Dear Prime Minister of the Slovak Republic Government

in compliance with your appeal for non-governmental organizations I hereby submit a proposal for solving the pension insurance system transformation and issues related to social insurance, contained in the Annex.

By virtue of an agreement between the Ministry of Labour, Social Affairs and Family, the HONORS a.s. was working on the issue through the period of 1999 – 2002. The result was a complex solution, discussed at the Slovak Republic Government on 7 August 2002 under the recommended A model of the legislative intent, No. UV-5450/2002.

The solution proposed by HONORS a.s. for the pension system transformation from the one pillar system into two pillar system substantially differs from the current solution. In 2001, when the principles for solution were clear, it was obvious that unless the issue is being discussed widely by the society it is not possible to find such reform solution that would be adopted by all important social and political powers and therefore, in September 2001 I advised the former Prime Minister Peter Magvaš on distributing the essential conclusions to all political parties (those which are interested) and to all professional and social organizations involved. It provided good grounds for a social discussion.

We were aware of the fact that it was to be one of the most challenging transformations in our society for the period of 40 years. Therefore, we had approached such transformation with great cautions, dealing with every single detail to harmonize also opinions that contradict one another in dynamically changing society.

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After twelve years of having to deal with the pension system I can say that we have been checking the proposed principles of transformation upon which it is possible to define measures that, as far as I am concerned, enhance quality of pension insurance and solve the public finance deficit. Our analysis of current situation have evidenced that the Pillar II solution with all probability contradicts certain provisions of the Constitution of the Slovak Republic.

Applying the current Pillar II system caused fundamental deformities and establishing extremely expensive laboratory, the costs for which amount to EUR 1.5 billion, in order to verify facts already known in 2000 and 2001, which were at the Ministry of Labour, Social Affairs and Family disposal ever since, is with all probability unreasonable. Documents related to transformation towards permanently sustainable society are to be published on website of HONORS a.s. in the section social and pension system.

Yours sincerely

illegible signature Dušan Lukášik

Annex: A proposal for solving current problems of pension insurance and related problems of social system – 3 copies