

## Investment Policy

Approved: November 2019

### **Purpose:**

To provide guidance to fmi\*igf management regarding any invested funds in accordance with the investment goals and objectives established by the fmi\*igf Board.

### **Scope:**

This policy applies to all fmi\*igf funds placed in any investment format, excluding the operational funds in the traditional bank accounts.

### **Process:**

The investment portfolio must consider the following **principles**:

- **Return** - make a positive net return on the investment, greater than the inflation rate over the term of the investment;
- **Risk** - preservation of capital, accomplished with a diversified portfolio; and
- **Liquidity** - maintain sufficient liquidity, through the choice of investment vehicles, to be able to meet fmi\*igf obligations by funding expenses in the event of a shortfall in cash inflows over cash outflows.

### **Responsibilities:**

The **CEO** is responsible for:

- Selecting the investment manager;
- Being the primary contact for the investment manager;
- Evaluating the performance manager (on an annual basis);
- Extending / terminating the services of the investment manager; and
- Making investment recommendations to the FAC.

The **Finance and Audit Committee (FAC)** is responsible for:

- Making investment recommendations to the National Board; and
- Reviewing the investment policy on an annual basis.

The **National Board of Directors** is responsible for:

- Providing direction to FAC; and
- Accepting or denying FAC recommendations.

