

Norris Crescent Housing Co-operative Inc.

INVESTMENT POLICY NO. 13

Approved by Board on January 9, 2017

Norris Crescent Housing Co-operative Inc.

INVESTMENTS

1. Purpose

The purpose of this Policy is to set out the rules for the investment of Co-op funds.

2. Investment of Funds

Board approval is required to invest Co-op funds in securities of mutual or investment funds such as government bonds, treasury bills or other securities backed by the governments of Canada or Ontario and in accordance to the terms and conditions of the Canadian accounting standards for Non-For-Profit organizations.

The Board of Directors provides limited authorization for staff to make inquiries to the Investment Group on behalf of the Co-op.

3. Investment Objectives

The Co-op is required to invest its capital reserve funds. When investing Co-op funds, the Board must first ensure that the Co-op's capital spending requirements are properly met. Depending on these requirements, the Board will decide on what level of investment risk and rate of return is appropriate.

The Board will review on a regular basis written reports that capital reserve funds are fully invested. Should the capital reserve fund report a significant investment shortfall, the board will review a plan to bring the investments funds into balance.

4. Investment Redemptions

The Board approval is required to redeem investments for reserve expenditures or operations expenditures and report on its impact the fund allocations and adherence to the investment policy.

5. Review of Investment Performance

The Board will review on a regular basis written reports on the performance of the Co-op's investments. These reports will include information on each investment including amount, investment type, rate of return, maturity date (if applicable), and restrictions (if applicable).

6. Investment of Operating Funds

The Board may also agree to invest accumulated operating surpluses, member deposits or other operating funds in a separate investment account.

The Board can deposit investment funds with a credit union, chartered bank, trust company, Province of Ontario Savings Office.

7. Interest Earned

Interest earned on the Co-op's capital reserve fund and interest earned on any other reserve or special fund will be allocated to the Co-op's operating account.

8. Co-operative Principles

In order to promote co-operative principles, the Board should consider depositing Co-op funds in a credit union.

*Passed by the Board of Directors at a meeting properly held on **January 9, 2017.***

Secretary

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