



Policy History
Policy No. FM3
Approving Jurisdiction: President
Administrative Responsibility: Vice President Finance & Administration
Effective Date: July 24, 1997

Investments of Endowed Funds Policy

In accordance with Section 27 of the *University Act*, and guidelines provided by the Minister of Finance, and to ensure that the investment of endowment funds will not compromise availability for their intended purpose, the University will invest funds for the benefit of the University only in:

1. financial instruments with a maturity of five years or less and guaranteed as to repayment of interest and principal by the Government of Canada or by any of the Provinces of Canada;
2. financial instruments with a maturity of five years or less and guaranteed as to repayment of interest and principal by chartered banks and trust companies incorporated under the laws of Canada;
3. financial instruments with a maturity of five years or less and guaranteed as to repayment of interest and principal by a credit union incorporated under the Credit Union Act (British Columbia);

to include,

1. treasury bills
2. demand deposits
3. term deposits with a call feature
4. bankers' acceptances
5. bankers' deposit notes, and
6. tradeable promissory notes.

Note: If rates of return are comparable, preference will be given to investments in British Columbia financial instruments.