

CREATIVE TRUST FOR ARTS & CULTURE Investment Policy

Investment policies will be created and reviewed from time to time by the Board of Directors, through the Executive and Finance Committee, to establish guidelines and monitoring procedures to govern the investment of Creative Trust's financial resources.

1. Ordinary Prudence

Investment policies, standards and practices will be those that a person of ordinary prudence would exercise in dealing with the property of others in comparable circumstances.

Investment of assets will be made prudently in order to maintain asset value, and will be subject to appropriate diversification in order to limit exposure to undue financial risks and other adversity.

2. Investment Priorities

In the management of the funds the following shall be the guiding priorities;

- Preservation of the principal of capital sums invested;
- Maintaining the liquidity necessary to meet ongoing program needs; and
- Generating acceptable returns on the funds invested.

3. Acceptable Forms of Investment Vehicles

Investments will be made only in the following asset categories:

- Cash;
- CDIC-insured demand or term deposits;
- Treasury bills issued by the Government of Canada and/or by the Province of Ontario;
- Bankers' acceptances rated AA or higher issued by a major Canadian bank;
- Government of Canada bonds with terms to maturity of not more than six years; and
- Bonds of Agencies of the Government of Canada having terms to maturity of not more than three years

4. Investment Mix

The maximum investment in the above categories shall not exceed:

- Cash, insured deposits, treasury bills: 50 percent
- Bankers' acceptances: 20 percent
- Government of Canada: 50 percent
- Government Agencies: 10 percent
- Provincial Bonds: 15 percent

A maximum of 30% of the portfolio shall be in "AA" rated credit (or an equivalent rating) and no investments rated below "AA" may be held.

5. Funds Management

Investment and fund management operation shall be through a brokerage account or accounts with a major Canadian investment institution or bank.

Approved by the Board of Directors November 11, 2002
Revised by the Board of Directors January 15, 2004
Revisions approved by the Executive and Finance Committee April 7, 2004
Revisions approved by the Board of Directors April 13, 2004