



Creating Friendships for Peace, Inc.

Investment Policy

I. Purpose

The purpose of this policy is to establish the parameters to be followed after receiving donations of securities.

II. Retention Policy

Securities not meeting the standards set in Section III Investment Parameters must be sold soon upon receipt. Securities meeting the investment standards may be retained in the Investment Account as long as they are not needed to meet cash flow requirements.

III. Investment Parameters

1. Credit Quality
 - a. Issuers of short term papers must be rated P-1 and above by Moody's or A-1+ and above by Standard and Poor.
 - b. All other securities must be rated at least Aa2 or AA by Moody's and Standard and Poor.
2. Prohibition against Speculative Trading Activities
 - a. This Investment Policy prohibits the engagement in any non-business related investment activity that would be considered speculative according to the principles of conservative in investment management, whether or not that activity is specifically prohibited elsewhere in this Policy.
3. Permitted Investments
 - a. All investments must have a readily ascertainable market value and must be readily marketable.
 - b. Non US\$ holdings

IV. Responsibility

The Investment Policy is reviewed and approved by the Board of Directors. The investment parameters outlined in the Investment Policy will remain applicable until CFP's cash position and outlook change significantly, at which time the investment parameters will be reviewed and, if appropriate, revised. The treasurer, in consultation with the Chairman, is authorized to sell securities (1) that do not meet the investment criteria and (2) when cash flow requires additional cash.