

TABLE OF CONTENTS

Article 1:	Purpose of this Bylaw	1
Article 2:	Investment of Funds.....	1
Article 3:	Social Housing Reform Act	1
Article 4:	Investment Objectives.....	1
Article 5:	Review of Investment Performance.....	1
Article 6:	Deposit of Funds	2
Article 7:	Interest Earned	2
Article 8:	Co-Operative Principles.....	3

Article 1: PURPOSE OF THIS BYLAW

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

Article 2: INVESTMENT OF FUNDS

2.1 The Board can invest Co-op funds in government bonds, treasury bills or other securities backed by the Government of Canada or Ontario or in securities of mutual pr investment funds managed or offered by the Social Housing Corporation Financial Inc. (SHSCFI). The Board may invest in government strip bonds but only if they are held to maturity.

Article 3: SOCIAL HOUSING REFORM ACT

3.1 When investing or depositing Co-op funds the Board must comply with the requirements of the *Social Housing Reform Act* and any limitations in the Co-op's operating agreement with funding authorities.

Article 4: INVESTMENT OBJECTIVES

4.1 When investing Co-op funds, the Board must first ensure that the Co-op's capital spending requirements ae properly met. Depending on these requirements, the Board will decide on what level o investment risk and rate of return is appropriate.

Article 5: REVIEW OF INVESTMENT PERFORMANCE

5.1 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
- Restrictions (if applicable)

Article 6: DEPOSIT OF FUNDS

6.1 The Board can deposit investment funds with:

- A credit union
- A chartered bank
- A trust company
- A Province of Ontario Savings Office
- Securities of mutual or investment funds managed or offered by the SHSCFI

Article 7: INTEREST EARNED

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

Article 8: CO-OPERATIVE PRINCIPLES

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