

Salem Presbytery

INVESTMENT POLICY

Given our fiduciary responsibility for the funds entrusted to Salem Presbytery by the member churches and other sources, the primary investment objective of the Presbytery is and will be the preservation of principal.

At least 70% of our investment portfolio should at all times be based on conservative risk tolerance and emphasize principal preservation over return on investment. However, the investment advisor should include interest rate risk as a criterion in making investment decisions to address market sensitivity.

Up to 30% of the total portfolio may at any given time be invested in moderate risk instruments in order to generate a greater rate of return. Of this 30%, nothing shall be invested in anything lower than BBB-grade instruments with not more than 10% of the total portfolio in real-estate backed securities at any given time.