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Introduction

Information sheet

Primary Contact

Mrs. D[illegible]nnett C. Butler

[redacted]

[illegible] Investment Objectives [illegible] Stone House School

[illegible] Medicine Endow[illegible]

[illegible] performance of the Endowment's investment

The Committee

As a fiduciary, the primary responsibilities of the Committee are:

- Prepare and maintain an investment policy statement;
- Prudently diversify [illegible] an agreed upon risk/return profile;

[illegible] recommended by invest[illegible] ment consultant that match the objectives of the endowment [illegible]

- Monitor the investment consultants, investment managers and supervise all service [illegible]

[illegible] investment program and [illegible] if necessary [illegible]

[illegible] performance attribution analysis of individual managers and the program as a whole.

[illegible] Custodian is responsible for the safekeeping of the Endowment's assets. The specific duties and responsibilities of the custodian are:

- Maintain separate accounts by legal registration;
- Value the holdings;
- Collect all income and dividends owed to the Endowment;
- Settle all transactions initiated by the investment managers [illegible]

Fiduciary Responsibilities

Risk Tolerance

[redacted]

opportunities;

Alternative Investments

alternative investments are: hedge funds

[illegible] from time to time to provide liquidity or to implement some types of investment strategies. Cash reserves should be held in the client's money market fund, short-term [illegible] Treasury securities [illegible]

policy [illegible] or unanticipated market actions that cause a deviation from these [illegible] Consultant [illegible] should be brought to the attention of the Committee and the Investment [illegible]

Client's assets should not be invested in the following unless agreed to by the Committee. (Unless used by approved hedge funds or specifically approved in writing by the Committee).

B. Purchases of letter stock [illegible]

[illegible] order to reduce risk or as a hedge [illegible] to generate income through covered call writing).

Purchases of real [illegible] natural resources related [illegible]

Each investment manager's primary responsibility shall be to seek to obtain best price and execution for the Endowment. Execution capability

VII. Asset Allocation Strategy

In line with the Endowment's ... be generally maintained as follows ... of assets should ... investment

Large Cap Equity		22.5%		Russell 1000
Small Cap Equity	0.00%		5.00%	Russell 2000
				3 month T-Bill
Hedge Funds	0.00%	10.50%	15.00%	CSFB/Tremont Hedge Fund Index
Private Equity	0.00%	10.50%	15.00%	Dow Wilshire Micro Cap
Commodities				Dow AIG Commodity Index

Total Fixed Income	10%	28.5%

the overall Endowment's asset allocation

quarterly basis. The Committee will evaluate the Endowment's success in achieving the investment objectives outlined in this document over a three- to five-year time horizon that is usually attributed to a full market cycle.

The Endowment's (and investment manager's) performance should be reported in terms of rate of return

compared to appropriate market indices for the most recent quarter and for annual and cumulative prior time periods.

[illegible] evaluate how much of the Endowment's investment results [illegible] the investment managers' investment decisions [illegible] financial markets. It is expected that this analysis will use the "policy index" as the performance benchmark for [illegible] returns achieved and the level of risk taken.

IX. Meetings and Communication with the Investment Managers

- As a matter of course, each investment manager should [illegible] the Committee and the Endowment's Investment Consultant [illegible] manager's [illegible] the Investment Consultant any significant changes in corporate [illegible] socially responsible investment guidelines.
- Any material event that affects the ownership of each Investment Management firm or the management of this account must be reported promptly to the Committee and the Endowment's Investment Consultant.

grounds for termination;

at the time the manager was engaged;

style and approach. The approach applied

time. The investment manager's performance will be viewed in light of the

particular investment style and approach

diversification strategy.

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Liquidity. The investment portfolio shall remain sufficiently liquid to meet all

es issued by the U.S. Government and its Agencies. U.S. coin and U.S. Treasury Notes and notes

Commercial Paper. Commercial Paper issued by Standard and Poor's and Moody's

meet the highest rating issued by Moody's Investor Service

es, Inc. or Standard and Poor's Corporation.

Mutual Funds. Mutual Funds consisting solely of the above types of

reement

Benchmark:

The policy index shall be the [illegible] be consistent with this index.

Management will include both passive and active strategies. This portfolio may be used for [illegible]

of an investment [illegible]

[illegible] investment policies and constraints outlin[illegible]

[illegible] this investment policy.

It is understood [illegible] revision [illegible] by changing circumstances [illegible]