

Sons of the American Revolution (SAR) Foundation
Investment Policy Statement
Effective

Moderate Growth 9/30/2017
 Targets and Ranges 2/1/2018

Objective: "Moderate Growth" 60% Equity/40% Fixed Income risk/return profile seeking long term total return by utilizing a broadly diversified portfolio of individual securities, mutual funds, exchange traded funds (ETFs), real assets (e.g. REITS, MLPs, and other), and alternatives. Markets and parameters are detailed as follows:

<u>Markets/Strategic Benchmarks</u>	<u>Market Reference</u>	<u>SARF Target</u>	<u>Ranges</u>
<u>Equity</u>	<u>MSCI AC World</u>	<u>57%</u>	<u>49-67%</u>
Large Cap	S&P 500		
Mid/Small Cap	Russell 2500		
International Developed	MSCI EAFE		
International Emerging	MSCI EM		
<u>Real Assets</u>	<u>S&P US REIT/MLP</u>	<u>8%</u>	<u>3-13%</u>
REITS	S&P US REIT/MLP		
MLPs	Alerian MLP		
Other	TBD		
<u>Alternatives</u>	<u>HFRX Global Hedge</u>	<u>12%</u>	<u>4-16%</u>
TBD			
<u>Fixed Income</u>	<u>B'berg BC Inter G/C</u>	<u>20%</u>	<u>12-30%</u>
Domestic	B'berg BC Inter G/C		
International Developed	BC Global ex-US		
International Emerging	JPM EMBI Glob Div		
High Yield	BC High Yield		
Inflation-Indexed (TIPS)	BC TIPS		
<u>Cash</u>	<u>ML 91-Day Treasury</u>	<u>3%</u>	<u>0-13%</u>

Notes:

- * Performance Objective: exceed strategic blend of benchmarks over 5-year rolling periods with volatility of returns <= 105% of strategic benchmark
- * Time Horizon: perpetual foundation with investment horizon of 10+ years
- * Liquidity: as needed
- * Tax Considerations: tax-exempt entity
- * Legal Constraints: public foundation; Security Pledge Agreement attached to assets

Approved by:

President General:

Larry T. Hugg

Date:

3/1/2018

Fifth Third Bank:

Elizabeth C. Rapp

Date:

3/1/2018

Secretary General:

Wanda H. Hugg

Date:

3/1/2018

SAR Foundation President:

Joseph Lee Treacy

Date:

March 1, 2018

Treasurer General:

John T. Hugg

Date:

March 1, 2018

Investment Committee Chair:

Dr. Sandra Hugg

Date:

1 March 2018

NSSAR George Washington Fund

Investment Policy Statement

Objective: "Balanced" 50% Equity/50% Fixed Income risk/return profile seeking long-term total return by utilizing a broadly diversified portfolio of individual securities, mutual funds, exchange traded funds (ETFs), and real assets (e.g. REITS, MLPs, and other). Markets and parameters are detailed as follows:

<u>Markets/Strategic Benchmarks</u>	<u>Market Reference</u>	<u>GW Targets</u>	<u>Ranges*</u>
<u>Equity</u>	<u>MSCI AC World</u>	<u>45%</u>	<u>40-50%</u>
Large Cap	S&P 500		
Mid/Small Cap	Russell 2500		
International Developed	MSCI EAFE		
International Emerging	MSCI EM		
<u>Real Assets</u>	<u>S&P US REIT/MLP</u>	<u>5%</u>	<u>0-10%</u>
REITS	S&P US REIT/MLP		
MLPs	Alerian MLP		
Other	TBD		
<u>Fixed Income</u>	<u>B'berg BC Inter Government</u>	<u>47%</u>	<u>40-60%</u>
U.S. Government Bonds	B'berg BC Inter Govt.		
Domestic			
International Developed			
International Emerging Mkts			
High Yield			
Inflation-Indexed (TIPS)			
<u>Cash</u>	<u>ML 91-Day Treasury</u>	<u>3%</u>	<u>0-10%</u>

Notes:

- * Performance Objective: exceed strategic blend of benchmarks over 5-year rolling periods with volatility of returns <= 105% of strategic benchmark
- * Time Horizon: perpetual foundation with investment horizon of 10+ years
- * Liquidity: as needed
- * Tax Considerations: tax-exempt entity
- * Unique Considerations:
 - * 50% + in Government-backed securities
 - * The combination of Government-backed fixed income securities and Government Money Market should not fall below the 50% level (as a % of total portfolio)
 - * High yield and international fixed income securities are permissible, but used only after the 50% Government security allocation is attained
 - * Current cash may be invested in cash equivalents, corporate bonds, and/or equities

Approved by:

President General: Larry T. Hugg

Date: 3/1/2018

Fifth Third Bank: Ezergetu C. Rappo

Date: 3/2/2018

Secretary General: W. A. Alts

Date: 3/1/2018

GWEF Board Chair: William Son

Date: 3/1/2018

Treasurer General: John T. Young

Date: March 1, 2018

Investment Committee Chair: D. W. Snodgrass

Date: 1 March 2018