

STATEMENT OF INVESTMENT OBJECTIVES & POLICY

Last Review and Update April 12, 2023

This is a summary of the approved Statement of Investment Objectives and Policy (“SIP”) for BC Children’s Hospital Foundation (the “Foundation”). The most current SIP was approved by the Foundation’s Board of Directors on April 18, 2023. The SIP is to be reviewed at least annually by the Finance and Investment Committee.

The Foundation’s portfolio primarily consists of funds used for Endowments and Donor Advised Funds established at the Foundation. In addition, the Foundation invests accumulated fundraising revenue whereby BC Children’s Hospital has yet to draw from.

The SIP is designed to generate a return sufficient to meet its endowment spending rate. Capital preservation from capital loss and erosion by inflation is paramount. Generating a superior rate of return and liquidity are secondary objectives after capital preservation.

ASSET ALLOCATION

The Foundation's current target asset mix along with its asset class minimum and maximum thresholds are presented below:

ASSET CLASS	MINIMUM	TARGET	MAXIMUM
Short Term Bonds	5%	5%	10%
Universe Bonds	5%	5%	10%
Cash Equivalents	0%	0%	20%
Total Fixed Income	5%	10%	20%
Mortgages	0%	10%	15%
Total Mortgages	0%	10%	15%
Canadian Equities	15%	20%	30%
Global Equities	25%	30%	40%
Total Equities	40%	50%	60%
Infrastructure	0%	10%	15%
Private Debt	0%	10%	15%
Real Estate	0%	10%	15%
Total Alternative Assets	0%	30%	35%

If you require more information related to the SIP you may contact the Director, Finance, Nancy Crema at ncrema@bcchf.ca.