



September 26, 2012

To : Members of the Board of Directors

Subject: Investment Policy

I have prepared an Investment Policy, which I would ask you to read, inviting any comments you may have before presenting it to the Executive Committee and to the Board for consideration and approval.

As we foresee having to manage our finances very closely over the foreseeable future, a risk averse posture is of utmost importance.

Best wishes to all.

Nick Di Tomaso
Chairman, Board of Directors

cc - Silvana
- Michelle



Lakeshore General Hospital Foundation – Investment Policy

Policy Statement

Given the relatively limited funds historically under our stewardship, it should be mandated by the Board of Directors that the Foundation adopt a virtually zero risk precondition on its investments.

The purpose of the Foundation is to meet its financial obligations related to its annual spending requirements and to provide the Lakeshore General Hospital financial assistance towards acquiring quality of care enhancing resources in accordance with its mission statement.

Funds shall be invested consistent with fiduciary standards and managed in accordance with the Income Tax Act (Canada) and any other applicable legislation.

Roles and Responsibilities

The Board may:

- Amend the statement on investments outlined above.
- Select an Investment Committee from time to time.
- Monitor investment results according to the investment objectives defined above.
- Consider alternate investments recommended by the Investment Committee.

The Investment Committee

- Exercises full investment discretion within the scope of this Investment Policy.
- Notifies the Foundation of any issue which may materially or adversely impact the value of the Foundation's assets.
- Provides quarterly reports and presentations to the Foundation regarding the return on its investments and if appropriate recommends alternate investment strategies to the Board.
- Provides the Board with an annual compliance report.
- Maintains records and account statements on all investments.
- Performs reconciliations on investments as required.

Permitted Investments

- Guaranteed investment contracts or equivalent fixed income financial instruments issued by major Canadian chartered banks, trust companies and highly rated insurance firms or money market securities issued by Governments.
- Term deposits or similar instruments of banks or trust companies issued for terms compatible with the Foundation's cash flow needs.

Investment Guidelines

The Foundation will authorize the Investment Committee to use discretion regarding the investment of its funds within the scope of these stated guidelines and restrictions. Foundation assets are to be invested at all times in a prudent manner towards maximizing returns available from virtually zero risk sources.

The minimum credit rating of issuers selected by the Investment Committee should be "AA" without prior approval of the Board of Directors which is responsible for determining the risk tolerance policy of its funds.

Conflict of Interest

The Foundation, the Investment Committee and related parties are fiduciaries of the funds and are subject to guidelines pertaining to both actual and perceived conflicts of interest.

Any persons involved in the investment or in the administration of the funds must not permit personal interests to conflict with the exercise of duties and authorities with respect to the said funds.

Any conflicts of interest, actual or perceived, must be disclosed in writing to the Foundation.

The Investment Committee must disclose any material interest in any investment or proposed transaction.

Transactions on behalf of the funds must not be entered into with a related party unless the transactions are required for the operation or administration of the funds and the terms and conditions of the transaction are not less favourable than the market terms and conditions at the time concerned.

A related party is a person who is an administrator of the funds including any officer, director or employee or any person who is a member of the Board including a spouse or child of the persons herein.



Nick Di Tomaso
Chairman of the Board

September 25, 2012



MISSION STATEMENT

The purpose of our Foundation is to contribute towards elevating the quality of care at the Lakeshore General Hospital.

Our mission is to fund the acquisition of state-of-the-art medical equipment not provided by Government, to support major upgrading of hospital facilities and on a selective basis assist on specialized programs and training for the professional staff as determined and recommended by the hospital administration.