

Subcommittee on Investments

Committee Report
September 2013

Committee Charges for 2013-2014:

- To review the investment reports, monitor investment performance against stated benchmarks and report to the Committee on Finance and SNMMI Board of Directors.
- To meet with the administrators of the SNMMI's investments to ensure that the investment portfolio conforms to the investment policy statement.
- To review the investment policy statement with the administrators to determine if any changes are needed.
- To make recommendations to the Committee on Finance regarding any changes to the investment policy statement or administrators before recommendation to the SNMMI Board of Directors.

Current Working Objectives/Goals:

- In June 2013, the subcommittee met with the investment administrators via conference call to review the investment portfolio's performance and to review whether or not any changes should be made to the investment policy statement.
- As of June 30, 2013, the SNMMI Capital Fund's (the Fund) fair market value was approximately \$4,800,000. Since June 30, 2012, the Fund's value increased approximately \$473,000 or 10.9%. As of June 30, 2013, the Fund's quarter through three-year end performance has been in the range between the blended and static benchmarks. The Fund's performance for the five-year period has exceeded both the blended and static benchmarks.
- As of June 30, 2013, the Fund's total value is allocated between the SNMMI and SNMMI-TS in the amounts approximately of \$3,825,000 and \$975,000, respectively.

Progress of Charge/Objectives/Goals to Date:

- Reviewed investment results in June 2012, January 2013, and June 2013.

Additional Goals/Objectives Added for 2013-2014:

- The subcommittee will ask the investment administrator to provide a proposal showing an alternative investing strategy, the current strategy and the strategy in place before the current strategy was implemented. The proposal will include a comparison of the three strategies and the costs of each.