

**THE REED INSTITUTE
DBA REED COLLEGE
INVESTMENT POLICY STATEMENT FOR THE
ENDOWMENT FUND**

I. PURPOSE

The purpose of The Reed College Investment Policy Statement is to establish the objectives and procedures for the overall management, investment strategies and governance of the Reed College Endowment (hereinafter, the “Endowment”). This policy is intended to permit sufficient flexibility to capture investment opportunities, yet provide parameters that ensure prudence and care in the execution of the investment program.

This policy is issued for the guidance of the college’s Board of Trustees (hereinafter, the “Trustees”), investment committee members, investment staff, and investment consultants for oversight of the Endowment. It also states the standards and disciplines adopted so that the Trustees and the investment committee may effectively evaluate the performance and operations of the Endowment.

II. FIDUCIARY STANDARDS

The Trustees, the investment committee, the Reed College Vice President/Treasurer, the investment staff of the college, investment managers and consultants shall exercise their responsibilities with respect to the Endowment in compliance with the requirements of, and subject to future amendments to, the Oregon Uniform Prudent Management of Institutional Funds Act (the “UPMIFA”), signed into law on June 22, 2007 and effective as of January 1, 2008, which regulates the investment of endowment funds held by charitable institutions. (Appendix A)

III. DUTIES AND RESPONSIBILITIES

A. Board of Trustees. Consistent with the Bylaws of Reed College, the Trustees exercise

D. Investment Staff. The college's investment staff shall report to the Vice President/Treasurer and assist the Vice President/Treasurer in his/her duties related to the Endowment.

E. Investment Managers.

VI.

VII. INVESTMENT MANAGER SEARCHES

Investment managers shall be selected on the basis of a systematic and disciplined search process. This may include, but is not limited to, the review of manager questionnaires, offering memoranda, limited partnership agreements, or other governing instruments. These materials may also be reviewed by consultants, outside counsel,

committee, investment staff or consultant will meet with the Endowment's investment managers on an annual basis where practicable. Investment manager performance shall be tracked on a monthly