

explains the characteristics of new asset classes or investment instruments and how they may assist

indicated, the Manager is expected to exercise prudence and follow internal policy norms as set from time to time.

CASH AND CASH EQUIVALENTS (INCLUDES MONEY MARKET FUND INVESTMENTS)

Minimum credit rating at time of purchase for any single security	R-1 low or A1 low or equivalent
Maximum term to maturity of any single security	1 year
Maximum term to maturity for Floating Rate Notes (FRN) having coupon reset of no less than once per year	2 years
Maximum exposure to FRN	20%
Maximum exposure to Government of Canada	100%
Maximum exposure to corporates:	50%
Maximum exposure to a single Corporate issuer:	10%
Maximum aggregate exposure to foreign corporations and foreign issuers issuers in Canadian dollars:	30%

BONDS

Minimum exposure to federal and provincial government and government guaranteed bonds (including strips & residuals)	50%
Minimum average credit rating for the Fund (market value weighted)	"AA"
Minimum credit rating at time of purchase for any government security	"A"
Minimum credit rating at time of purchase for any corporate security	"AA low"
Maximum exposure to Government of Canada	100%
Maximum exposure to Provincial	50%
Maximum exposure to corporates	50%
Maximum exposure to foreign corporates	30%
Maximum exposure to municipalities	20%
Mortgage-Backed Securities (NHA- insured, government guaranteed) (with a minimum pool size of \$25 million for liquidity)	25%
Maximum deviation in duration:	Liabilities \pm 0.25 year
Maximum term to maturity on any single security	dependent on cash outflow years
Maximum exposure to a single Provincial issuer:	30%
Maximum exposure to a single Corporate issuer:	10%
Maximum exposure to securities in group of related companies:	5%
Maximum exposure to common or preferred equity securities:	0%

All debt ratings refer to the ratings of the Dominion Bond Rating Service, Standard & Poor's Ratings Services, or a recognized rating agency. If the credit rating of a security falls below the minimum rating after the time of purchase, the Manager will divest the security within 30 days.

No part of this portfolio will be invested in options, futures or derivative products. Investment in "pooled funds" or mutual-type investments is permitted only if the underlying investments qualify (u) - (u) - 9.95f1 0 0 1 102>101C>201

INVESTMENT OBJECTIVE

The performance objective of the Fund will be to outperform the 91 day- Canada T-Bill Index by 25 bps over a moving three-year period.

The objectives may be modified at any time by the Museum and accordingly, will be periodically reviewed and monitored based on prevalent market conditions and cash flow requirements.

The Manager shall provide the Museum with monthly reporting of investment holdings and will meet with the Museum's Audit committee annually to review Fund performance, provide advice regarding the investment outlook and strategy, and to receive guidance from the Museum. Also, the Manager will meet periodically with the Museum management to discuss operational portfolio issues.

Any person involved in the investment or in the administration of the Fund may not permit personal interests to conflict with the exercise of duties and powers with respect to the Fund. Such conflicts of interest, actual or perceived, must be disclosed in writing to the Museum immediately.

The Manager must disclose any material interest in any investment or proposed transaction. All investment activities of the Manager and employees of the Manager shall be conducted in accordance with the Code of Ethics and the Standards of Professional Conduct of the CFA Institute, as applicable.

This Policy shall be reviewed by the Museum at least once every year.

Acknowledgement by Officer:

Chief Executive Officer

Date: _____