World Water Safety

INTERNATIONAL LIFE SAVING FEDERATION

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ILS POLICY – POL 12

CASH RESERVE INVESTMENT POLICY

PROCEDURES

- The ILS cash reserves will always be managed with capital preservation strategies with highly reputable financial institutions.
- The ILS cash reserves that are not needed for operational cash flow management may be invested by the ILS Headquarters, on behalf of ILS, and with the ratification of the ILS Finance Committee Chairperson.
- All ILS cash reserves (general, project specific and trust) that are in current accounts and investment vehicles will be reported, reviewed and monitored at regular intervals, by the ILS Finance Committee.
- The ILS cash reserves that are not needed for operational cash flow issues in the near term (6 months) may be invested in guaranteed investment vehicles with a highly reputable financial institution(s), when there is value to the ILS to do so.
- The ILS cash reserves that are in trust for specific projects will be invested in guaranteed investment vehicles if the funds will not be needed in that near terms (6 months) when there is value to the ILS to do so. Cash reserves in trust for specific projects will be invested in a separate investment vehicles from non-trust, non-specific project funds.
- If the ILS cash reserves that are more than 100,000 Euro that will not be needed in the next 12 months can be invested in a revolving manner using guaranteed investment vehicles (a percentage in 3-month term, 6-month term, 12-month term).
- If the ILS cash reserves are more than 1,000,000 Euro, then no more than 10% of the funds can be invested in non-guaranteed, market investment vehicles that are most probably able to produce a rate of return that exceeds the guaranteed investment rates. The remaining 90% of the funds would be invested in guaranteed investment vehicles as above.
- If the ILS cash reserves are more than 5,000,000 Euro, then no more than 20% of the funds can be invested in non-guaranteed, market investment vehicles that are most probably able to produce a rate of return that exceeds the guaranteed investment rate. The remaining 80% of the funds would be invested in guaranteed investment vehicles.

Policy approved by the Board of Directors on 06/10/2010 and on 03/09/2016.