



INVESTMENT POLICY STATEMENT OF THE URANTIA BOOK FELLOWSHIP

Purpose

The purpose of the Investment Policy Statement is to define the Urantia Book Fellowship's investment objectives, strategy and goals. This statement is to clarify risk factors, expectations and establish guidelines for the investment of our assets, consistent with the Urantia Book Fellowship's Constitution, Article XII (Finances). The purpose is to generate income for use consistent with the Urantia Book Fellowship's Constitution in helping to fund administration and various Fellowship projects.

Responsibilities

The Fellowship's Constitution charges the Executive Committee through the Treasurer with the consultation and advice of the Finance Committee to invest the funds according to Article XII, Section 12.8.

Delegation of Authority

The Executive Committee of the Urantia Book Fellowship is responsible for directing and monitoring the investment management of Fund assets. As such, the Executive Committee is authorized to delegate supervision of these investment policies, objectives and guidelines to the Treasurer and authorizes the Treasurer to create an Investment Committee. Further, the Executive Committee is authorized to delegate certain responsibilities to professional experts in various fields.

Objectives

The primary investment objective of The Fellowship is to earn a total return appropriate to the time horizon, with consideration to liquidity needs and risk tolerance and to preserve and protect its assets. This policy sets the roles and responsibilities of various parties, including the Executive Committee, the Treasurer, an Investment Committee and any investment manager who may be contracted to invest any funds.

Main Purpose of Funds

The main purpose of the funds is to generate income for use by The Urantia Book Fellowship in helping to fund administration and the Fellowship's various projects.

Investment Objectives

The investment objective is to maintain a balanced portfolio reflecting a low to moderate risk level overall and have no more than 10% of The Urantia Book Fellowship's capital invested in aggressive investments.

Liquidity Needs

To reduce the possibility of a loss occasioned by the sale of a security forced by the need to meet a required payment, the Executive Committee will periodically provide Investment Committee with an estimate of expected net cash flow. The Executive Committee will notify the Investment Consultant in a timely manner to allow sufficient time to build up necessary liquid reserves. In order to maintain the ability to deal with unplanned cash requirements that may arise, the Executive Committee requires that a portion of the Fund's assets be maintained in cash or cash equivalents, set by the Executive Committee at its quarterly meetings.

Definition of Risk

The Executive Committee realizes that there are many ways to define risk. The Investment Committee defines risk as:

- The probability of losing money over the Fund's investment time horizon.
- The probability of not maintaining purchasing power.
- The probability of not meeting the Fund's return objective.
- High volatility (fluctuation) of investment returns.

The Investment Committee supports an investment strategy that reduces the probability of losses greater than those stated below. However, it realizes that the Fund's return objective is its primary concern. There is, of course, no guarantee that the Fund will not sustain losses greater than those stated herein.

General guidelines for overall volatility are described as:

A maximum total fund loss of more than 10% below the previous year period will trigger an automatic review of the investments.

Risk Tolerance

In establishing the risk tolerance of the Fund, the ability to withstand short and intermediate-term volatility was considered. The Urantia Book Fellowship

Fund's risk tolerance can best be described as:

- Low Moderate

Performance Expectations

The performance goal will be established based on the Fund's expectations, needs and risk tolerance.

Over the investment time horizon, the return goals of the aggregate Fund have been established at:

- An absolute rate of return of 6 %

Asset Allocation Parameters

The following approximate broad asset allocation parameters have been identified as appropriate in order to meet the long-term investment goal of the Fund:

	Target
Equity	60 _____ %
Cash	10 _____ %
Fixed Income	30 _____ %

Portfolio Restrictions

Any Investment Manager selected must adhere to the portfolio restrictions established in this statement of investment policy. The following securities and transactions are not authorized unless receiving prior approval:

Prohibited Assets

Prohibited investments include, but are not limited to the following:

- Unregistered securities
- Commodities
- Futures Contracts
- Derivatives
- Private placements

Prohibited Transactions

- Margin Transactions
- Short selling
- Selling uncovered put or call options

Investment Policy Review

To assure continued relevance of the guidelines, objectives, financial status and capital markets expectations as established in this statement of investment policy, the Executive Committee plans to review the Investment Policy Statement at least annually with reports from the Treasurer and Investment Committee.

Adopted by the EC on April 8, 2006