

ENDOWED CHAIR AND ENDOWED PROFESSORSHIP PROGRAMS
Statement of Investment Policy and Objectives

Frequently Asked Questions:

1. **Q:** Is the amount allowed for each new class of investments (Multi-Strategy Hedge Fund of Funds and Publicly Traded Real Estate Investment Trusts) 10% of the 60% equity, which would total 6% for each class or 10% of the total portfolio?

A: The amount allowed for each new class of investments (Multi-Strategy Hedge Fund of Funds and Publicly Traded Real Estate Investment Trusts) is 10% of the total portfolio. However, the 20% that is allowed for the new classes of investment must be included in the 60% equity fund. For instance, if an institution invested the maximum amount allowed in the new classes of investments, and the maximum amount were invested in equities, the portfolio composition would look as follows:

Program Asset Investments	Percentage
Fixed Income (any combination of allowable investments)	40%
REITS	10%
HFOF	10%
Other Allowable Equities	40%

2. **Q:** In regards to H2 in the investment policy, does the Board of Regents require a separate engagement for the independent auditor to comply with this requirement?

A: No, the Board of Regents does not require a separate engagement for the independent auditor to comply with this requirement. As long as the independent auditor makes the listed representations and certifications as listed in H2 (a)-(f) regarding the program, they are free to include this as part of the institutions' annual audit or as a separate engagement, whichever is more feasible.