



Financial Policies and Procedures

Title: Investments

Prepared by:	Finance Directorate	Issued Date:
Reviewed by:	Finance & Planning Committee	Effective Date:
Approved by:	Syndicate	Last Reviewed Date:

Scope:

This policy governs all investable funds generated through internal or external sources and funds not immediately required to meet the liquidity and transactional needs of University.

Objective:

To manages investments prudently to protect university's funds and earn an acceptable return at an appropriate level of risk based on the fund's spending obligations, objectives, and liquidity requirements.

Total funds shall be comprised of:

- University's Reserves and all operating Bank Accounts
- HEC Research/Projects funds
- Endowment /Scholarship funds
- Employees Funds
- Donations

Policy:

The total University's funds shall be invested with the commercial banks and Government securities as per the following limits:

Investment Type	Threshold % of total available funds
Government Securities	No Limit
<u>With any commercial bank</u> For Short-Term investment having rating of A1+ For long term investment having rating of AA+	Not exceeding 33.33% with one commercial bank. (Excluding LC deposit limit)