

# **SECURITIES INVESTOR PROTECTION CORPORATION**

## **INVESTMENT COMMITTEE CHARTER**

### Section 1. Establishment of Committee

The Investment Committee (“Committee”) of the Board of Directors (“Board”) of the Securities Investor Protection Corporation (“SIPC”) is a committee established by action of the SIPC Chairman and the Board pursuant to Article 3, Section 1, of the SIPC Bylaws.

### Section 2. Purposes

The purposes of the Committee are to assist the Board in (i) formulating investment policies appropriate for the financial requirements of SIPC; and (ii) overseeing management of the SIPC Fund in accordance with section 78ddd(a) of Title 15 of the United States Code.

### Section 3. Composition

As set forth in SIPC Bylaw Article 3, Section 1, the Committee shall be composed of three directors, one from each of the three classes of director. One member shall be designated by the Chairman of the Board to serve as the Committee chairman.

### Section 4. Meetings

The Committee shall meet as needed to fulfill its responsibilities but no less than once per year. A majority of the incumbent Committee members shall constitute a quorum for the transaction of business.

### Section 5. Authority and Responsibilities

The Committee shall have the following authority and responsibilities:

1. To inquire into any matter it considers appropriate to carry out its purposes and responsibilities, with access to all books, records, facilities, and personnel of SIPC;
2. Subject to Board approval, to retain experts, advisors, and consultants, as appropriate, to assist the Committee in carrying out its duties regarding investment policies and management of the SIPC Fund;
3. To make recommendations to the Board with respect to the establishment and implementation of investment policies;
4. To formulate, for Board consideration and approval, policies and procedures to manage, to the extent possible, market, liquidity, credit, and other investment and asset management risks;

5. To oversee SIPC compliance with section 78ddd(a)(2)(B) of Title 15 of the United States Code by ensuring that investments are made only in United States Government or agency securities;
6. To periodically review overall investment performance, asset allocation, and associated expenses;
7. To regularly report on investment performance and changes in investments to the Board; and
8. To periodically review the Committee's responsibilities as set forth in this Charter and recommend any changes to the Board for consideration.