

SAINT PETER'S CHURCH

Trust for Permanent Endowment Funds

Investment Guidelines
as of July 23, 2013



1. The Trust portfolio may not be invested in less than 25% or more than 80% in equities.
2. At the time of investment a purchased security except for the two detailed exclusions in a. and b. below may not exceed 5% of the market value of the Trust:
 - a. Securities issued or guaranteed by the United States government are exempt from this limitation.
 - b. Corporate bonds are limited to 30% of the Trust market value at the time of investment.
3. Short Term paper must be rated A1 or P1 by Standard and Poor's or Moody's.
4. The Trust may invest in Exchange Traded Funds ("ETF'S") and American Depository Receipts ("ADR'S") subject to the provisions of these Investment Guidelines.
5. The Trust will not invest in equity securities on margin, invest directly in foreign securities, sell securities short, trade in commodity or financial index futures, put or call options or other contracts on derivative instruments subject to the proviso in the next sentence. ETF'S may invest up to 10% of their assets in the investment vehicles listed in the preceding sentence of this paragraph 5.
6. The portfolio will be diversified broadly by industry and include foreign exposure through securities and/or mutual funds when the investment manager deems appropriate.
7. The Trust may invest in fixed income securities including U. S. Government and agency obligations, marketable corporate bonds and debentures, commercial paper, certificates of deposit and short-term investment funds. When appropriate, investment in other short term fixed income instruments will be considered.
8. The Trust will invest only in straight bonds if the quality is predominately better than "BAA" or equivalent by Standard and Poor's or Moody's. High yield bond funds or high yield securities rated "B" by the rating agencies and judged acceptable risks by the investment manager are permitted.
9. The portfolio must be invested in a socially responsible manner. Investments are not permitted in companies involved directly and in a material manner in the business or service of alcoholic beverages, gambling, tobacco, pornography, assault weapons and weapons of mass destruction. Companies known for unfair or discriminatory employment practices, predatory lending or whose activities damage the environment to an excessive degree are to be avoided.