

MUTUAL OPERATIONS**ACCOUNTING AND FISCAL****Banking Resolution – Mutual Eight**

WHEREAS, Seal Beach Mutual Eight maintains restricted and non-restricted Demand, Money Market, and Investment banking accounts, and

WHEREAS, Withdrawals and other transactions of funds from the approved depositors shall be authorized by two Mutual Eight Officer signatures, including the President, Vice President, Secretary, or Chief Financial Officer, and

WHEREAS, The Controller of the Golden Rain Foundation may authorize the bank to perform selected investment transactions as so directed by the Board of Directors.

THEREFORE, BE IT RESOLVED, That all operating funds will be deposited with banks that are insured by the F.D.I.C. and that all operating funds deposited for earning of interest be restricted to the maximum insured amount stipulated by the F.D.I.C. or Money Market Mutual Funds that offer daily purchases and redemption and maintain a constant share price.

The following list of securities are approved for investment funds: Certificates of Deposit, CDARS, Treasury Bonds of the United States, Treasury Notes of the United States, Treasury Bills of the United States, and Investment-grade State and Local Government Securities which are deemed to be of low exposure risk of default by Golden Rain Foundation staff, investment strategy professionals, and Mutual Directors.

- a. The minimum rating for all investment assets in the liquidity portfolio and yield portfolio must be investment-grade by Moody's, Standard and Poor's, Fitch and/or Mellon Private Asset Management Fixed Income Credit Group.
- b. The minimum weighted average credit quality of the liquidity portfolio shall be "Aa" or "AA" rated or the equivalent.
- c. The minimum weighted average credit quality of the yield portfolio shall be "Aa" or "AA" rated with no more than 10% invested in instruments rated "Baa/BBB."
- d. All investment activity, including investment income and investment expenses as well as investment premiums and discounts will be credited and debited to the Mutual's Investment Cash Management Account.
- e. As needed, the Mutual Board, subject to a 4 out of 5 voting member approval may use up to 12 months of net investment income for Mutual Operations.

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MUTUAL ADOPTION AMENDMENTS

EIGHT: 10-25-92 02-18-11, 04-27-15