



Investment Policy for Tabuk University

تراجع سنويا وتحديث وفقا لرؤية الإدارة القانونية

2023

Contents

Investment Policy for Tabuk University	2
Objectives:	2
Scope:.....	2
Governance:.....	2
Investment Principles:	2
Investment Strategies:.....	3
Monitoring and Evaluation:	3
Review and Revision:	3

Investment Policy for Tabuk University

Tabuk University acknowledges the importance of sound financial management, including prudent investment practices, to ensure the long-term financial sustainability and growth of the institution. This investment policy outlines the principles and guidelines governing the management of the University's investment assets.

Objectives:

- Preserve and protect the real value of the University's assets over the long term.
- Generate reasonable returns to support the University's mission, goals, and strategic priorities.
- Maintain adequate liquidity to meet operational and capital requirements.
- Diversify investment holdings to manage risk effectively.
- Comply with all relevant laws, regulations, and ethical standards.

Scope:

This policy applies to all investment assets owned, controlled, or managed by Tabuk University, including endowment funds, reserve funds, and other long-term investment portfolios.

Governance:

The Board of Trustees, or its designated investment committee, shall oversee the implementation of this policy and exercise fiduciary responsibility for investment decisions.

The Investment Office, headed by a Chief Investment Officer, shall be responsible for day-to-day investment management and execution, in accordance with the Board's directives.

Investment Principles:

- Prudence: Investments shall be made with the care, skill, prudence, and diligence that a prudent person would exercise in similar circumstances.
- Risk Management: Investments shall be diversified across asset classes, regions, and investment styles to mitigate risk and enhance long-term returns.
- Liquidity: Sufficient liquidity shall be maintained to meet operating expenses, debt service obligations, and unforeseen contingencies.
- Socially Responsible Investing: The University shall consider environmental, social, and governance (ESG) factors in investment decision-making, consistent with its values and mission.
- Transparency and Accountability: Investment performance shall be regularly monitored, evaluated, and reported to the Board of Trustees and other stakeholders.

- Compliance: All investment activities shall comply with applicable laws, regulations, and ethical standards, including those related to conflicts of interest and insider trading.

Investment Strategies:

1. Asset Allocation: The University shall adopt a diversified asset allocation strategy tailored to its risk tolerance, return objectives, and investment horizon.
2. Active Management: Investment managers may be employed to actively manage certain portions of the investment portfolio, subject to rigorous due diligence, performance evaluation, and oversight.
3. Passive Management: Passive investment strategies, such as index funds or exchange-traded funds (ETFs), may be utilized to gain exposure to broad market indices at lower costs.
4. Alternative Investments: Alternative asset classes, including private equity, real estate, and hedge funds, may be considered to enhance portfolio diversification and returns, subject to prudent risk management practices.

Monitoring and Evaluation:

- The Investment Office shall monitor investment performance, risk exposures, and compliance with this policy on an ongoing basis.
- Regular performance reviews and comprehensive investment reviews shall be conducted to assess the effectiveness of the investment program and make necessary adjustments.

Review and Revision:

This investment policy shall be reviewed periodically, at least annually, by the Board of Trustees or its designated investment committee, and may be revised as needed to reflect changes in market conditions, regulations, or University objectives.

Tabuk University is committed to managing its investment assets responsibly and prudently to fulfill its fiduciary duty and advance its mission of academic excellence, research innovation, and community engagement.