

Victoria Village Hall, Abersychan

Investment Policy

1. Introduction

This Investment Policy sets out the principles and framework for managing the funds of Victoria Village Hall, Abersychan (hereafter “the Hall”). It ensures that financial resources are invested responsibly to support the long-term sustainability of the Hall and its community objectives.

2. Purpose

The purpose of this policy is to:

- Protect the Hall’s financial assets
- Generate a modest return to support operations and development
- Ensure funds are invested ethically and prudently
- Maintain sufficient liquidity for operational needs

3. Scope

This policy applies to all surplus funds held by the Hall that are not immediately required for day-to-day operations. It includes any reserves, donations, or grants not yet allocated to specific projects.

4. Investment Objectives

The key objectives of this policy are:

- Capital Preservation: To safeguard the principal amount of investments

- Liquidity: To ensure funds are readily available to meet short- and medium-term obligations
- Return on Investment: To earn a reasonable return consistent with the Hall's risk profile
- Ethical Considerations: To avoid investments that conflict with the values or mission of the Hall

5. Risk Tolerance

The Hall adopts a low-risk investment approach. Investments should prioritise security and stability over high returns. The Hall will not engage in speculative or high-risk investments.

6. Permitted Investments

The Hall may invest in the following instruments:

- Interest-bearing savings or deposit accounts held with UK-regulated banks or building societies
- Low-risk money market funds
- UK government bonds (gilts)
- Other investments deemed low-risk and approved by the Hall's management committee

7. Prohibited Investments

The following are not permitted:

- Direct investment in individual stocks or shares
- Investments in companies or funds involved in alcohol, tobacco, gambling, fossil fuels, weapons, or other industries deemed inconsistent with the Hall's values
- Derivatives or other complex financial instruments

8. Governance and Oversight

- The management committee is responsible for overseeing investments and ensuring compliance with this policy

- Investment decisions must be documented and agreed upon at committee meetings
- The Treasurer will provide regular updates on investment performance, at least quarterly
- An annual review of the Investment Policy will be carried out to ensure it remains appropriate

9. Review and Amendments

This policy will be reviewed annually, or sooner if required by significant changes in financial circumstances or market conditions. Any amendments must be approved by the management committee.

Adopted by the Victoria Village Hall Committee on: [Insert Date]

Signed:

Chairperson: _____

Treasurer: _____

Secretary: _____