

LETTER OF UNDERSTANDING:

Michael El-Far Memorial Scholarship

1. In consideration of gifts totaling \$25,000 or more from friends and alumni of Sigma Delta Chapter at Rutgers, the Sigma Alpha Mu Foundation (hereafter known as the Foundation) will establish a permanent fund to be known as the **Michael El-Far Memorial Scholarship**, in honor of Michael El-Far, Rutgers University (Sigma Delta) Class of 2019 (hereafter known as the Fund).
2. The Fund will be held and administered by the Foundation as part of its endowment funds. The Fund will not be wholly expendable by the Foundation on a current basis but will be invested according to the policies established by the Foundation's Board of Directors. The investments may be made independently of, or in common with, other funds of similar character provided that the individual identity of the Fund is preserved at all times.
3. A portion of the earnings and/or market value of the Fund, as determined by policies established and periodically review by the Foundation's Board of Directors will be expended by the Foundation on a current basis to provide funding for one or more scholarships under the following provisions:

Naming

Michael El-Far Memorial Scholarship

Eligibility

Any undergraduate members of Sigma Delta chapter of Sigma Alpha Mu Fraternity who are in good standing with the University and the Sigma Delta chapter are eligible for the scholarship. Applicants must be full-time students working toward a degree.

Should there be no qualified applicants for from the Sigma Delta chapter or should the chapter be dormant, the scholarship may be awarded at the discretion of the Foundation to any undergraduate member of Sigma Alpha Mu in good standing who demonstrates financial need and leadership.

Criteria

Preference will be given to applications from undergraduate members of Sigma Delta Chapter with documented financial need, demonstrated leadership, and academic performance.

Selection

The selection of the scholarship will follow the policies of the Foundation and the criteria established above. The chapter advisory board or other alumni may provide input to assist the Foundation selection process.

4. The fund will exist in perpetuity and the first priority of fund usage will be to produce revenues annually toward the annual funding of scholarships as indicated above. For every \$25,000 of endowment the Foundation will award a scholarship consistent with the Foundation's spending policies. The Foundation may assess the fund for costs of administering the scholarship program; however, such assessments may only occur if there are sufficient earnings above funds needed to award the scholarship. At no time will an award be made that might jeopardize the Foundation's charitable status.
5. Additional gifts may be added to the Fund by anyone at any time in the future by means of annual gifts, bequests, or other types of gifts as long as the donor agrees with the intent of the Fund as established by this Letter of Understanding.
6. In the event that \$25,000 in contributions are not received within five(5) years of the date of this agreement the Foundation may terminate the Fund and any contributions/earnings may become part of the Foundation's unrestricted funds. In this case, consideration may be given to utilizing the fund for Chapter specific purposes.

ON BEHALF OF THE
SIGMA ALPHA MU FOUNDATION

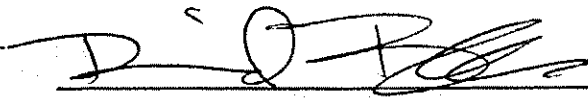


Signature

Name (Print): J. Ryan Robertson

Date: 3/26/21

ON BEHALF OF SIGMA DELTA ALUMNI BOARD



Signature

Name (Print): David Brooks

Date: 03/26/2021