



TERMS OF REFERENCE

| COMMITTEE | FINANCE INVESTMENT SUBCOMMITTEE |
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| PURPOSE | <p>The role of the Investment Subcommittee is to monitor and advise the Finance Committee on:</p> <ul style="list-style-type: none"> a) matters relating to the University’s investment portfolio with particular reference to: <ul style="list-style-type: none"> i. the appropriateness of investment policies ii. the success of investment strategies iii. the sustainability of investment strategies; b) strategies for the management of University investments, including policies, mandates, asset allocations, earnings targets, spending goals, and financial risks; c) recommendations for the University’s Future Fund; and d) recommendations for major capital expenditure projects and strategic initiatives which are funded entirely from the Future Fund, including advice on the investment mandate for the Future Fund, which balances support for a broad range of core University objectives with seeking to achieve appropriate commercial returns. |
| TERMS OF REFERENCE | <p>The Subcommittee’s Terms of Reference are reflected in the <i>University of Sydney Delegations of Authority Rule 2020</i> (‘the Delegations’). The Subcommittee is authorised by Senate to:</p> <ul style="list-style-type: none"> a) in accordance with <u>Delegation 6.27.3</u>, approve the disposal of real property where the authority is not retained by Senate per the Act (in relation to student accommodation and Future Fund); b) in accordance with <u>Delegation 6.27.4</u>, approve leases and licences, whether as tenant or landlord, where the authority is not retained by Senate under the Act (in relation to student accommodation and Future Fund, excluding student residential agreements); c) in accordance with <u>Delegation 6.15.9</u>, approve business case or capital expenditure projects within approved University budget total, valued above \$10M, in respect of expenditure from the Future Fund on account of student housing projects approved by the Building and Estates Committee, after consultation with University Executive; d) in accordance with <u>Delegation 6.21.5</u>, oversee and approve strategy for management of University medium and long-term investments (includes policies, mandates, asset allocations, earnings targets, spending goals, financial risk and Future Fund), after consultation with the Vice-Principal (Operations); e) in accordance with <u>Delegation 6.21.9</u>, determine policies and mandates in relation to medium and long-term investment transactions; f) in accordance with <u>Delegation 6.21.4</u>, determine policies and mandates in relation to medium and long-term investment and redemption of University funds; and g) in accordance with <u>Delegation 6.21.2 & 6.21.3</u>, appoint and terminate appointment of investment consultants and set limits for the appointment and termination of external investment managers, and approve appointments and terminations of external managers outside of those limits. |

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| | <p>The Subcommittee is to:</p> <p>a) review the annual and three-year Internal Audit Plan to ensure audits that fall within the purview of the committee are appropriate, timely and comprehensive; and</p> <p>b) review relevant Internal Audit Reports.</p> |
| CHAIR | Appointed by Senate from the Fellows of Senate ¹ |
| MEMBERSHIP | <p>The Investment Subcommittee is comprised of the following members:</p> <p>Ex-officio members:</p> <ul style="list-style-type: none"> • Chancellor • Deputy Chancellor • Vice-Chancellor • Chair of the Finance Committee. <p>One Fellow of Senate appointed by the Nominations Committee after consultation by the Chair of the Subcommittee with the Chancellor and the Vice-Chancellor.</p> <p>Up to two external members with appropriate professional expertise and experience, appointed by the Nominations Committee on the recommendation of the Chair of the Subcommittee.</p> |
| TERM OF OFFICE | All members, including the Chair, are appointed for a term of office of two years. Terms of office are staggered where possible so that expertise and continuity can be maintained. |
| ATTENDEES | Any others as determined by the Chair when necessary. |
| QUORUM | At any meeting of the Subcommittee three members shall form a quorum. |
| SECRETARIAT | Secretary to Senate. |
| MEETINGS | The Subcommittee meets at least four times per year at the Chair's discretion. |
| REPORTING | The Subcommittee reports to Finance Committee following each meeting. The Chair of the Investment Subcommittee reports to Senate twice a year after the half- and full-year investment results are available. |
| MINUTES | Available on Diligent. |

¹ Not a staff or student Fellow