

THE AMERICAN CLUB SINGAPORE

EXTRAORDINARY GENERAL MEETING - JUNE 3, 2015

RESOLUTION SUMMARY

2b. Resolution as recommended by Eligible Members

Mr. James Ellis, Mr. Jeremy Smith

Rationale

The Investment Funds/Capital Funds are to be managed and accounted for on a fiscal stewardship basis for a "non profit"(a quasi-endowment fund---see bylaws) organized to comply with all Singapore Financial Reporting Standards and MAS laws and regulations of the Republic of Singapore. This audit for end June 2015 financial statements should be completed for the 2015 AGM. This resolution will protect the financial interests of the Club for future members as well as current Associate and Ordinary Members. Auditors since 2006 have confirmed that they have not audited Investment Reserves. See footnotes to previously audited Financial Statements re Risks and Accounting for Hedging and Derivatives. The Club's Auditors have verbally advised when questioned in the 2013 and the 2014 AGM's that they have not audited the Capital or Investment Reserves Accounts.

Notes to Resolution follow:

See Current Club Bylaws Chapter 26 Investment Policy

Statement of Investment Policy

Investment Subcommittee. . .establishes goals and objectives, selects Investment Advisors and Managers, and monitors performance. . ."The Club's Investment Advisor(s) must provide execution, monitoring, and reporting functions."

The Bylaws define Capital Fund as "a quasi-endowment fund". . .moderate risk tolerance. . .capital growth focus and a time horizon of five years. . .losses in one year should not happen more than once every four years. . .risks to be managed via standard deviation of portfolio volatility. . . with managers to use efficient frontier analysis(EFA) + Modern Portfolio Theory. . .VAR(Value at Risk),Sharpe, Monte Carlo simulations, and other Volatility Shortfall Analysis

Measures/instructions to Advisor/Manager. . ."no direct investments into a single Hedge Fund. . .currency hedges should not be more than 30% in non Singapore dollars. . .measured by MSCI World Total Return Net Index. . .Hedge Fund Research Inc. . .Barclays Global Aggregate 1-10 years Ex Japan Index. . .Fee Structure: custodial, trustee, audit charges, commissions, all sources of remuneration you will derive from managing this portfolio + provide list of services offered. . ."