

CONTINENTAL VIEW ESTATES HOMEOWNER'S ASSOCIATION
Policy
INVESTMENT OF RESERVE

Effective Date: May 15, 2006

The Board of Directors "Board" hereby adopts the following Policy for Investment of Reserve.

Purpose of the Reserve Fund. The purpose of the Reserve Fund shall be to responsibly fund and finance the projected repair and replacement of those portions of the Community that the Association is responsible for and for such other funding as the Board of Directors may determine. The portions of the community that the Association is responsible for typically have limited but reasonably predictable useful lives.

Investment of Reserves. The Board of Directors of the Association shall invest funds held in the Reserve Funds accounts to generate revenue that will accrue to the Reserve Funds accounts balance. The Reserve Funds shall be deposited from time to time to the Association in such banks, trust companies, or other depositories as the Board of Directors may select.

Limitation on Investments. Unless otherwise approved by the Board, all investments will be FDIC (Federal Deposit Insurance Corporation) insured and/or guaranteed by the United States Government.