

# Investment Policy Statement

**Account Title:** \_\_\_\_\_ **Approx Value:** \$ \_\_\_\_\_ **Account Type (Taxable or IRA)** \_\_\_\_\_

This document identifies Risk Tolerance, and describes the investment strategy and asset allocation of your investment account. You have discussed your level of acceptable risk and investment time horizon with Canty Financial Management (CFM) in the financial planning process. We have collected financial data, discussed your financial goals, and completed a Risk Questionnaire. You have established an investment time horizon and considered the risk and return issues important to investing. Please complete the following 3 sections and return this form to CFM as soon as possible.

**1) Do you have any constraints on this investment account or any anticipated Deposits or Withdrawals over the next one year period?** \_\_\_\_\_ For example, do you have the need for reserves or liquidity to fund short-term goals? If yes, please summarize here or attach an explanation: \_\_\_\_\_.

**2) Please select one of the following CFM Model Portfolios that most closely meets your circumstances.**

- Aggressive:** An investor with a time horizon over 10 years, who has other savings, and sees no reason to have near term access to their investment principal. Investor has low concern for volatility. (approximately 100% Stocks / 0% Bonds)
- 
- Semi-Aggressive (Growth):** An investor with a time horizon over 10 years, who has other savings, and sees no reason to have near term access to investment principal. The investor realizes the returns may trail the stock market, the value in the account will fluctuate significantly, and there is a risk to losing investment principal.(approximately 80% Stocks / 20% Bonds)
- 
- Moderate (Growth & Income):** An investor with a 6-10 year time horizon, who may have other savings and does not see a short term need for their investment principal. The investor's goal is to take moderate investment risk, with more emphasis on stocks than bonds. (approximately 60% Stocks / 40% Bonds)
- 
- Conservative:** An investor with a 3-5 year investment time horizon. A person who may be nearing retirement, or have a near term need for their investment principal. Investor wants more emphasis on the income that bonds provide, and also desires modest profits with equities. (approximately 40% Stocks / 60% Bonds & Cash Equivalents)
- 
- Stable (Capital Preservation):** An investor with a 1 to 3 year time horizon, and who wants a portfolio dominated by bonds, and a smaller amount of stocks. Income and safety are the primary emphasis with bonds, and investor desires to grow with caution, having around 20% in equities. (approximately 20% Stocks / 80% Bonds)
- 
- Bonds and Money Market Only:** Safer investments with a short time horizon. There are no stocks contained in this portfolio, and investment risk is lower than any other model. (0% Stocks / 100% Bonds & Cash Equivalents)
- 

**Custom: This is not a CFM Model selection.** Check this box if you choose to HOLD onto investments that were transferred into your TD Ameritrade account from another brokerage account, or you would like to choose investments that are not part of a CFM Model. You understand that the level of risk will be altered if you own securities that are not included in one of the CFM Model Choices. These securities will not be rebalanced unless you provide us with a written rebalancing request. You can initiate trades directly with the custodian, or provide written instructions to CFM. You may choose a CFM model above, and also have some Custom holdings. Please indicate the specific securities here that you would like to hold as of the date you sign this document. **Excluded from Rebalancing** - Ticker Symbols: \_\_\_\_\_

**Comments:** \_\_\_\_\_ **These exclusions change imputed level of risk to:** \_\_\_\_\_

**3) Signature Confirmation:** This Investment Policy Statement should be reviewed at least annually. By signing this form at the bottom you acknowledge that we have discussed the investment time horizon and the investment risk issues with you. You are responsible for notifying CFM of any changes in desired level of risk tolerance, and must notify CFM if you want to make a change to your Model Portfolio selection. This form does not make or imply any guarantee to the attainment of your investment objective. Please make us aware of any changes in your financial circumstances. Clients with over \$500,00 of Assets Under Management will have their Tax Preparation fee waived.

**Client Signature:** \_\_\_\_\_ **Date:** \_\_\_\_\_

**Advisor Signature:** \_\_\_\_\_ **Date:** \_\_\_\_\_

You may fax this Investment Policy Statement to CFM at 518-885-2835, or e-mail it to us at [bill@cantyfinancial.com](mailto:bill@cantyfinancial.com).

If you choose to fax or email this form you must confirm that we received it by calling us at 518-885-3230.

MSOE: \_\_\_\_\_ iRebal \_\_\_\_\_ SF task: \_\_\_\_\_ Manual/Automatic Rebalance by: \_\_\_\_\_ Reviewed by: \_\_\_\_\_

(CFM form updated Dec 2016)