

CFM Model Choice Form – 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).

1) Do you have any constraints on this investment account or any anticipated Deposits or Withdrawals over the next one year period? _____

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.



■ Stocks 100% ■ Bonds 0%

Semi-Aggressive: 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.



■ Stocks 80% ■ Bonds 20%

Moderate: 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.



■ Stocks 60% ■ Bonds 40%

Conservative: An investor with a 3 - 5 year investment time horizon. A person who may be retiring in the next few years, or has a near term need for their investment principal. The investor wants more emphasis on the income that bonds provide, and desires modest profits with equities.



■ Stocks 40% ■ Bonds 60%

Preservation: An investor with a 1 - 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 the investor desires to grow with caution, having around 20% in equities.



■ Stocks 20% ■ Bonds 80%

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)

3) Signature Confirmation: This Investment Policy Statement should be reviewed at least annually. By signing this form, 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 your desired level of risk so we can make a change to your Model Portfolio selection. This form does not make or imply any guarantee to the attainment of your investment objective. If you have any custom holdings that are not a part of a CFM Model portfolio it can skew the overall level of risk in the investment account.

Client Signature: _____

Date: _____

Client Signature: _____

Date: _____

Advisor Signature: _____

Date: _____