

ECHO CANYON ESTATES HOMEOWNERS ASSOCIATION

POLICIES AND PROCEDURES

August 12, 2009

Revised August 1, 2011

V. Investment of Reserve Fund

The Association, acting through the Board of Directors, shall exercise business judgment in the investment of funds designated as reserve funds. The Board of Directors shall invest based on a reasonable investigation of the options available for investment of some or all the reserve funds. Emphasis will be placed on the preservation of principle.