



World Pathology Foundation

MINUTES TRUSTEES MEETING OF THE WORLD PATHOLOGY FOUNDATION 19 April 2018 at 1000 (US Eastern Daylight Time) Via SKYPE

1. Call to Order

The meeting was called to order by President Roberto Verna.

2. Determination of a Quorum

Attending were Drs. Verna, Alallon, Looi, Ruiz-Arenas, and Travers. A quorum was declared.

3. Old Business (Dr. Travers)

a. Update on administrator contract

The changes proposed by the Trustees were forwarded to Ms. Rahm and orally agreed to. A final draft of the contract will be prepared and forwarded to the Trustees as soon as it is available.

b. Access to WPF accounts (Attachment 1)

Action: The Trustees approved the Corporate Resolution incorporated here as Attachment 1 and authorized the Secretary-Treasurer to certify on behalf of the Board.

c. Fraud/illegal Acts Insurance and Directors Insurance

The Trustees reviewed the proposals from the Marsh & McLennan Agency.

Action: The board selected the Travelers Company, option 2 (Attachment 2) and authorized the Secretary-Treasurer to purchase the insurance to be effective 1 July 2018.

d. Update on Schwab investment account

The Schwab investment and MoneyLink accounts are now active. Dr. Travers has engaged Schwab to do a portfolio review and manage the portfolio for 9 months extending to 31 December 2018. The initial review is complete and investment actions based on that review will be part of the 2nd quarter Secretary-Treasurer's report. Investment guidelines continue to include preservation of capital and income. Nonetheless, in four years with Wells Fargo, the portfolio experienced no real growth. In order to correct this, the Foundation can take advantage of growth opportunities within the capital preservation and income goals by rebalancing its portfolio.

4. New Business (Dr. Travers)

a. 1st Quarter Secretary-treasurer's Report (Attachment 3)

President

ROBERTO VERNA, ITALY

First Vice President

LAI-MENG LOOI, MALAYSIA

Second Vice President

ROBERTO RUIZ-ARENAS, MEXICO

Secretary-Treasurer

HENRY TRAVERS, UNITED STATES

Trustees

FRANCESCO CURCIO, ITALY

WALTER ALALLON, URUGUAY

CATHERINE HAYWARD, CANADA

US ADMINISTRATIVE OFFICE:

2607 S MINNESOTA AVE, STE 105-175

SIOUX FALLS SD 57105 USA

EMAIL: WPFINFO@MIDCO.NET



The report was presented for information. There were no questions.

b. Secretary-treasurer duties document (Attachment 4)

The list of duties was presented for information. It may be useful in recruiting a new Secretary-Treasurer for election in October 2018.

c. Financial guidance document (Attachment 5)

The draft financial guidance document was presented and comments invited. A final version of the document will be circulated for approval once comments are received (30-60 days).

d. Election planning

Upcoming elections were discussed along with proposed dates for the annual meeting of the trustees. The four officer Trustees terms expire in 2018; the three WASPaLM Trustees' terms expire in 2020. Dr. Travers will provide a "nomination form" to the Trustees within 14 days from which a slate of candidates can be developed. Dr. Verna indicated his willingness to serve another term as President.

e. Bylaws revisions

Because of the change in designation from "Bureau" to "Board" in the WASPaLM bylaws, a section of the WPF bylaws must be changed. It is a wording change only.

Section 4.3. Member's Action. Action by the Member on any item referred to in Section 4.2 above shall be taken by the vote of its ~~Bureau~~ **Board** according to such procedures as the Member's ~~Bureau~~ **Board** shall determine. Such action shall be confirmed in writing signed by an officer of the Member and delivered to the President or a Vice-President of the Foundation.

Action: The Trustees unanimously adopted the amendment to the Bylaws as provided in Article 14.

5. Other Business

None

6. Adjournment

The meeting was adjourned at 1050 US Eastern Daylight time by President Verna.

A handwritten signature in black ink that reads "Henry Travers MD".

Henry Travers, MD

Secretary-treasurer



THE WORLD PATHOLOGY FOUNDATION

RESOLUTION OF THE BOARD OF TRUSTEES OF THE WORLD PATHOLOGY FOUNDATION

By authority of the Board of Trustees of the World Pathology Foundation at its meeting on 19 April 2018, the Secretary-Treasurer of the World Pathology Foundation executes the following resolution:

RESOLVED, that the Secretary-Treasurer authorize Kristine L. Rahm, principle of VAM, Inc., to be a signatory and authorized user of Wells Fargo Bank checking account number 7964763994 in the name of the World Pathology Foundation; and be it further

RESOLVED, that Kristine L Rahm be authorized to initiate wire transfers for the payment of Foundation expenses authorized by the Secretary-treasurer from this account.



Treasurer

19 April 2018

Date





World Pathology Foundation

Directors & Officers Liability

	Hanover	<i>opt 1</i> Travelers	<i>opt 2</i> Travelers	<i>opt 3</i> Travelers
Maximum Aggregate Limit	\$1,000,000	\$1,000,000	\$1,000,000	\$1,000,000
Additional Limit for Executives	\$ 500,000	\$ -	\$ -	\$ -
Defense Expense	Within Limit	Within Limit	Within Limit	Within Limit

Employment Practices Liability

\$1,000,000

EPL Third Party Claim

\$1,000,000

Retentions

Insuring Agreement A	\$ -	\$ -	\$ -	\$ -
Insuring Agreement B	\$ 10,000	\$ -	\$ -	\$ -
Insuring Agreement C	\$ 10,000	\$ -	\$ -	\$ -

Crime

Employee Theft

Per Occurrence Limit	\$1,000,000	\$ 500,000	\$1,000,000	\$1,000,000
Forgery & Alteration		\$ 500,000	\$ 500,000	\$1,000,000
Retention	\$ 10,000	\$ 5,000	\$ 5,000	\$ 5,000
ERISA		\$ 500,000	\$ 500,000	\$ 500,000

TOTAL ANNUAL PREMIUM

\$ 1,362 \$ 1,283 \$ 1,496 \$ 1,894



HANOVER
Nonprofit Entity Advantage
Proposal

General Information

Proposed Insured Information

Named Insured: World Pathology Foundation
Address: 2607 S Minnesota Ave, Ste 105-175
Sioux Falls, SD 57105
Contact at Named Insured:

Agency Information

Agency Name: PRIMARY SOURCE INSURANCE
Agency Code: 2509730

Insurer Information

Underwriter Contact Information: Eric Host
ehost@hanover.com
952-897-3024
Date of Proposal: 04/05/2018
Expiration of Proposal: 05/05/2018
Quote Number: 315805
Writing Company: The Hanover Insurance Company
A.M. Bests Rating: A
S&P Rating: AA
Moodys Rating: AAA



HANOVER
Nonprofit Entity Advantage
Proposal

PROPOSAL SUMMARY

<u>Option</u>	<u>Coverage Part</u>	<u>Limit of Liability</u>	<u>Retention</u>	<u>Premium & Commission</u>
1	Directors & Officers	\$1,000,000	\$10,000	\$920
	Crime	\$1,000,000	\$10,000	\$442
	Total Premium			\$1,362.00

Conditions

This proposal is expressly subject to the conditions listed below. If such conditions are not met or information is not received as required, and approved by us upon such receipt, this proposal will automatically expire without further action or notice.

1. Required Prior to Bind: Hanover Incorporated Application
2. Required Prior to Bind: Quote is assuming no prior D&O coverage
3. Required Prior to Bind: Receipt, review and acceptance of confirmation of Loss Free Claims History
4. Required Prior to Bind: Terms based upon the Insured having no subsidiaries

Additional Information

None

This quotation is valid for 30 days from this letter or the effective date quoted whichever is sooner. If between the date of this quotation and the effective date of the policy, there is a significant change in the condition of the applicant or an occurrence of an event which could substantially change the underwriting evaluation of the applicant, then, at the sole discretion of the Hanover Insurance Company this quotation may be withdrawn or modified. In the event of any conflict or ambiguity between the proposed Policy and any statements made concerning this coverage, the proposed Policy shall control.

This proposal does not apply to the extent that trade or economic sanctions laws or other laws or regulations prohibit us from offering or providing insurance. To the extent that any such prohibitions apply, this proposal is void ab initio.

www.hanover.com
The Hanover Insurance Company | 440 Lincoln Street, Worcester, MA 01653



HANOVER

Nonprofit Entity Advantage

Proposal

PROPOSAL DETAILS

Option 1

Policy Period: Inception Date: 05/01/2018 Expiration Date: 05/01/2019

Combined Policy Aggregate Limit: ☐ YES ☒ NO

If "Yes" is checked above the Combined Policy Aggregate Limit of Liability for all **Claims** under all **Liability Coverage Parts** is N/A

Coverage Parts:	<u>Yes</u>	<u>No</u>
Directors & Officers and Entity Liability Coverage Part	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Employment Practices Liability Coverage Part	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Fiduciary Liability Coverage Part	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Cyber Privacy & Security Coverage Part	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Crime Coverage Part	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Kidnap & Ransom Coverage Part	<input type="checkbox"/>	<input checked="" type="checkbox"/>

Premium and Tax:

Premium:	\$1,362.00
Surcharges/Taxes:	N/A
Total:	\$1,362.00

Forms and Endorsements Applicable to Common Terms and Conditions:

<u>Form No.</u>	<u>Ed. Date</u>	<u>Title</u>
904-1002BNP	01/15	Nonprofit Entity Advantage Policy Declarations
904-1001NP	01/15	Common Policy Terms and Conditions
904-7100 PHN	01/14	U.S. Treasury Department's Office Of Foreign Assets Control ("OFAC")
904-7107 PHN	12/14	Advisory Notice To Policyholders
904-1025	01/14	Privacy Policy and Producer Compensation Practices Disclosures-Privacy Disclosure
904-6034	01/14	Schedule of Forms
		South Dakota State Amendatory Endorsement

Directors & Officers and Liability Coverage Part

Limits of Liability

Maximum Aggregate Limit of Liability:	\$1,000,000
Additional Limit of Liability for Executives:	\$500,000
Excess Benefit Transactions:	\$25,000

Defense Expense Outside the Limit of Liability: ☐ YES ☒ NO



HANOVER

Nonprofit Entity Advantage

Proposal

Retentions

Insuring Agreement I. A.	\$0
Insuring Agreement I. B.	\$10,000 each Claim
Insuring Agreement I. C.	\$10,000 each Claim

Prior & Pending Proceeding Dates

Insuring Agreement I. A. and I. B.	TBD
Insuring Agreement I. C.	TBD

Extended Reporting Period

Percentage of Annualized Premium:	100%
Additional Period:	12 Months

Forms and Endorsements Applicable to Directors & Officers and Entity Liability Coverage Part

<u>Form No.</u>	<u>Ed. Date</u>	<u>Title</u>
905-1002BNP	01/15	Directors & Officers and Entity Liability Coverage Part Declarations
905-1001NP	01/15	Directors & Officers and Entity Liability Coverage Part
905-7201 PHN	01/14	Notice to Policyholder - Terrorism Coverage Acceptance
905-7203 PHN	01/14	Disclosure of Premium Amount Acceptance of Terrorism Coverage
905-7205 PHN	01/15	Policyholder Disclosure Notice Pursuant to the Terrorism Risk Insurance ACT
905-1102	01/14	Crisis Management Expense Coverage
905-1109	01/14	Workplace Violence Counseling Supplemental Coverage
905-4056	01/14	Past Acts Exclusion
905-4077NP	04/17	Network Security, Information Distribution and Privacy Exclusion
905-4118NP	01/15	Professional Services Exclusion Management Supervision Carve-back
905-5002	10/15	Waiver of Retention for no Liability
905-5076	01/15	Cap on Losses from Certified Acts of Terrorism Endorsement
905-6034	01/14	South Dakota State Amendatory Endorsement

<u>Premium for Directors & Officers Liability Coverage Part:</u>	\$920.00
	(Does not include Taxes/Surcharges, if any)

Crime Insurance Coverage Part

Insuring Agreements/Limits of Liability/Retentions



HANOVER

Nonprofit Entity Advantage

Proposal

<u>Insuring Agreement</u>	<u>Limits of Liability</u>	<u>Retentions</u>
A. Fidelity		
1. Employee Theft	\$1,000,000	\$10,000
2. ERISA Fidelity	N/A	N/A
3. Client Property	N/A	N/A
B. Forgery or Alteration	N/A	N/A
C. Premises Coverage	N/A	N/A
D. Transit Coverage	N/A	N/A
E. Computer Crime		
1. Computer Fraud	N/A	N/A
2. Restoration Expense	N/A	N/A
F. Funds Transfer Fraud	N/A	N/A
G. Credit, Debit or Charge Card Fraud	N/A	N/A
H. Money Orders and Counterfeit Money	N/A	N/A
I. Personal Accounts Protection		
1. Forgery or Alteration	N/A	N/A
2. Identity Fraud Reimbursement	N/A	N/A
J. Investigative Expense	N/A	N/A

Forms and Endorsements Applicable to Crime Insurance Coverage Part

<u>Form No.</u>	<u>Ed. Date</u>	<u>Title</u>
908-1002	01/14	Crime Coverage Part Declarations
908-1001	10/15	Crime Coverage Part

Premium for Crime Insurance Coverage Part: \$442.00
(Does not include Taxes/Surcharges, if any)

Titles and headings in this proposal are solely for convenience and form no part of the terms and conditions of coverage. Please read all forms and endorsements carefully.



Wrap⁺
for Non-Profit Organizations

Michael P Strand
385 Washington St
SAINT PAUL, MN 55102
Phone: (651) 310-5963
Email: MPSTRAND@travelers.com

April 5, 2018

KAREN JERGENSON
MARSH & MCLENNAN AGCY
PO BOX 5113
SIOUX FALLS, SD 57117-5113

RE: **Insured Name:** WORLD PATHOLOGY FOUNDATION
 2607 S. MINNESOTA AVENUE, SUITE 105-175
 SIOUX FALLS, SD 57105

Expiring Policy Number: N/A

Policy Period: July 1, 2018 to July 1, 2019

Dear KAREN JERGENSON:

On behalf of **Travelers Casualty and Surety Company of America** we are pleased to provide the attached proposal of insurance for your review.

The quotes contained in this document are valid for 30 days, and are subject to the provision of, and Travelers' review and acceptance of, the required underwriting information noted in the Contingencies section. Travelers reserves the right to change the quotes in this document, or to refuse to bind coverage entirely, based on review of the required underwriting information or based on adverse change in the risk(s) to be insured prior to the quote expiration date noted in this document.

Travelers is pleased to offer Risk Management PLUS+ Online[®], the industry's most comprehensive program for mitigating your management liability exposures, which is available to you at no additional cost. Please visit www.rmplusonline.com to view the services that are available. If you have additional questions about the site please contact your Underwriter.

Travelers Casualty and Surety Company of America, a subsidiary of The Travelers Companies, Inc., has consistently earned high ratings for financial strength and claims-paying ability from independent rating services, including a current A.M. Best rating of A++*. Founded in 1853, The Travelers Companies, Inc. is a Fortune 500 company, a component of the Dow Jones Industrial Average, and a leading provider of property casualty insurance for businesses.

Thank you for considering Travelers for your client's insurance coverages. We look forward to discussing this opportunity with you.

Sincerely,

Michael P Strand
Travelers Bond & Specialty Insurance

*A.M. Best's rating of A++ applies to Travelers Casualty and Surety Company of America as well as to certain insurance subsidiaries of Travelers that are members of the Travelers Insurance Companies pool; other subsidiaries are included in another rating pool or are separately rated. For a listing of companies rated by A.M. Best and other rating services visit www.travelers.com. Ratings listed herein are as of May 2014, are used with permission, and are subject to changes by the rating services. For the latest rating, access www.ambest.com.

Travelers Casualty and Surety Company of America
QUOTE OPTION #1

LIABILITY COVERAGES:

Coverage	Limit	Additional Defense Limit	Retention	Continuity Date	Prior & Pending Proceeding Date
Non-Profit D&O	\$1,000,000	N/A	\$0 (A) \$0 (B) \$0 (C)	Inception	Inception

CRIME COVERAGES:

Crime Insuring Agreements	Single Loss Limit of Insurance	Single Loss Retention	Crime Insuring Agreements	Single Loss Limit of Insurance	Single Loss Retention
A - Fidelity 1. Employee Theft 2. ERISA Fidelity 3. Employee Theft of Client Property	\$500,000 \$500,000 Not Covered	\$5,000 \$0	F - Computer Crime 1. Computer Fraud 2. Computer Program and Electronic Data Restoration Expense	\$500,000 Not Covered	\$5,000
B - Forgery or Alteration	\$500,000	\$5,000	G - Funds Transfer Fraud	\$500,000	\$5,000
C - On Premises	\$500,000	\$5,000	H - Personal Accounts Protection 1. Personal Accounts Forgery or Alteration 2. Identity Fraud Expense Reimbursement	Not Covered Not Covered	
D - In Transit	\$500,000	\$5,000	I - Claim Expense	\$5,000	\$0
E - Money Orders and Counterfeit Money	\$500,000	\$5,000			

Insured's Premises Covered: Worldwide, except Not Applicable

TOTAL ANNUAL PREMIUM - \$1,283.00

(Other term options listed below, if available)

COVERAGE DETAILS:

Supplemental Personal Indemnification Coverage: N/A

for all Non-Profit Organization Directors and Officers Liability Claims

LIMIT DETAIL:

Shared Additional Defense Limit of Liability: N/A

Crime Policy Aggregate Limit of Insurance: N/A

EXTENDED REPORTING PERIOD AND RUN-OFF:

Extended Reporting Period for Liability Coverages:

Additional Premium Percentage: 75%

Additional Months: 12

Run-Off Extended Reporting Period for Liability Coverages:

Additional Premium Percentage: N/A

Additional Months: N/A

CLAIM DEFENSE FOR ASSOCIATION MANAGEMENT LIABILITY COVERAGE, LIABILITY COVERAGES AND/OR CYBER COVERAGE:

Duty to Defend

ANNUAL REINSTATEMENT:

Liability Coverage Limit of Liability:

N/A

PREMIUM DETAIL:

Term	Payment Type	Premium	Taxes	Surcharges	Total Premium	Total Term Premium
1 Year	Prepaid	\$1,283.00	\$0.00	\$0.00	\$1,283.00	\$1,283.00

POLICY FORMS APPLICABLE TO QUOTE OPTION # 1:

ACF-2001-0716 Modular Declarations Page
 CRI-3001-0109 Crime Policy Form
 NDO-3001-0109 Non Profit Organization Directors and Officers Liability Policy

ENDORSEMENTS APPLICABLE TO QUOTE OPTION # 1:

ACF-7006-0511 Removal of Short-Rate Cancellation Endorsement
 ACF-7007-0811 Cross-Coverage Notice Endorsement
 AFE-19004-0115 Cap on Losses From Certified Acts of Terrorism Endorsement
 AFE-19008-0115 Federal Terrorism Risk Insurance Act Disclosure
 CRI-19060-0713 Replace General Agreement E - Change of Control - Notice Requirements Endorsement
 CRI-19072-0315 Global Coverage Compliance Endorsement – Adding Financial Interest Coverage and Sanctions Condition and Amending Territory Condition
 CRI-19085-0516 Social Engineering Fraud Insuring Agreement Endorsement
 CRI-19097-0517 Replace Exclusion BB. Endorsement
 CRI-19101-1117 Amendatory Endorsement for Certain ERISA Considerations
 CRI-4027-0109 South Dakota Changes Endorsement
 CRI-5042-0613 South Dakota Cancellation or Termination Endorsement
 LIA-19097-0315 Global Coverage Compliance Endorsement
 LIA-3001-0109 Liability Coverage Terms and Conditions
 LIA-4027-0912 South Dakota Changes Endorsement
 LIA-5039-0208 South Dakota Cancellation and Nonrenewal Endorsement
 LIA-7014-0109 Peer Review, Credentialing or Disciplinary Activity Exclusion Endorsement
 LIA-7115-0911 Amend Definition of Subsidiary Endorsement
 NDO-7009-0109 Addition of Medical, Psychological, and Counseling Professional Service Exclusion Endorsement
 NDO-7018-0109 Delete Coverage for Employment Related Wrongful Acts Endorsement

CONTINGENCIES APPLICABLE TO QUOTE OPTION # 1:

This quote is contingent on the acceptable underwriting review of the following information prior to the quote expiration date.

None

Travelers Casualty and Surety Company of America
QUOTE OPTION #2

LIABILITY COVERAGES:

Coverage	Limit	Additional Defense Limit	Retention	Continuity Date	Prior & Pending Proceeding Date
Non-Profit D&O	\$1,000,000	N/A	\$0 (A) \$0 (B) \$0 (C)	Inception	Inception

CRIME COVERAGES:

Crime Insuring Agreements	Single Loss Limit of Insurance	Single Loss Retention	Crime Insuring Agreements	Single Loss Limit of Insurance	Single Loss Retention
A - Fidelity 1. Employee Theft 2. ERISA Fidelity 3. Employee Theft of Client Property	\$1,000,000 \$500,000 Not Covered	\$5,000 \$0	F - Computer Crime 1. Computer Fraud 2. Computer Program and Electronic Data Restoration Expense	\$1,000,000 Not Covered	\$5,000
B - Forgery or Alteration	\$1,000,000	\$5,000	G - Funds Transfer Fraud	\$1,000,000	\$5,000
C - On Premises	\$1,000,000	\$5,000	H - Personal Accounts Protection 1. Personal Accounts Forgery or Alteration 2. Identity Fraud Expense Reimbursement	Not Covered Not Covered	
D - In Transit	\$1,000,000	\$5,000	I - Claim Expense	\$5,000	\$0
E - Money Orders and Counterfeit Money	\$1,000,000	\$5,000			

Insured's Premises Covered: Worldwide, except Not Applicable

TOTAL ANNUAL PREMIUM - \$1,496.00

(Other term options listed below, if available)

COVERAGE DETAILS:

Supplemental Personal Indemnification Coverage: N/A

for all Non-Profit Organization Directors and Officers Liability Claims

LIMIT DETAIL:

Shared Additional Defense Limit of Liability: N/A

Crime Policy Aggregate Limit of Insurance: N/A

EXTENDED REPORTING PERIOD AND RUN-OFF:

Extended Reporting Period for Liability Coverages:

Additional Premium Percentage: 75%
Additional Months: 12

Run-Off Extended Reporting Period for Liability Coverages:

Additional Premium Percentage: N/A
Additional Months: N/A

CLAIM DEFENSE FOR ASSOCIATION MANAGEMENT LIABILITY COVERAGE, LIABILITY COVERAGES AND/OR CYBER COVERAGE:

Duty to Defend

ANNUAL REINSTATEMENT:

Liability Coverage Limit of Liability: N/A

PREMIUM DETAIL:

Term	Payment Type	Premium	Taxes	Surcharges	Total Premium	Total Term Premium
1 Year	Prepaid	\$1,496.00	\$0.00	\$0.00	\$1,496.00	\$1,496.00

POLICY FORMS APPLICABLE TO QUOTE OPTION # 2:

ACF-2001-0716 Modular Declarations Page
 CRI-3001-0109 Crime Policy Form
 NDO-3001-0109 Non Profit Organization Directors and Officers Liability Policy

ENDORSEMENTS APPLICABLE TO QUOTE OPTION # 2:

ACF-7006-0511 Removal of Short-Rate Cancellation Endorsement
 ACF-7007-0811 Cross-Coverage Notice Endorsement
 AFE-19004-0115 Cap on Losses From Certified Acts of Terrorism Endorsement
 AFE-19008-0115 Federal Terrorism Risk Insurance Act Disclosure
 CRI-19060-0713 Replace General Agreement E - Change of Control - Notice Requirements Endorsement
 CRI-19072-0315 Global Coverage Compliance Endorsement – Adding Financial Interest Coverage and Sanctions Condition and Amending Territory Condition
 CRI-19085-0516 Social Engineering Fraud Insuring Agreement Endorsement
 CRI-19097-0517 Replace Exclusion BB. Endorsement
 CRI-19101-1117 Amendatory Endorsement for Certain ERISA Considerations
 CRI-4027-0109 South Dakota Changes Endorsement
 CRI-5042-0613 South Dakota Cancellation or Termination Endorsement
 LIA-19097-0315 Global Coverage Compliance Endorsement
 LIA-3001-0109 Liability Coverage Terms and Conditions
 LIA-4027-0912 South Dakota Changes Endorsement
 LIA-5039-0208 South Dakota Cancellation and Nonrenewal Endorsement
 LIA-7014-0109 Peer Review, Credentialing or Disciplinary Activity Exclusion Endorsement
 LIA-7115-0911 Amend Definition of Subsidiary Endorsement
 NDO-7009-0109 Addition of Medical, Psychological, and Counseling Professional Service Exclusion Endorsement
 NDO-7018-0109 Delete Coverage for Employment Related Wrongful Acts Endorsement

CONTINGENCIES APPLICABLE TO QUOTE OPTION # 2:

This quote is contingent on the acceptable underwriting review of the following information prior to the quote expiration date.

None

Travelers Casualty and Surety Company of America
QUOTE OPTION #3

LIABILITY COVERAGES:

Coverage	Limit	Additional Defense Limit	Retention	Continuity Date	Prior & Pending Proceeding Date
Non-Profit D&O	\$1,000,000	N/A	\$0 (A) \$0 (B) \$0 (C)	Inception	Inception
EPL	\$1,000,000	N/A	\$0 (A)	Inception	Inception
EPL - Third Party Claim Coverage (Part of EPL Limit)	\$1,000,000	N/A	\$0 (B)	Inception	Inception

CRIME COVERAGES:

Crime Insuring Agreements	Single Loss Limit of Insurance	Single Loss Retention	Crime Insuring Agreements	Single Loss Limit of Insurance	Single Loss Retention
A - Fidelity 1. Employee Theft 2. ERISA Fidelity 3. Employee Theft of Client Property	\$1,000,000 \$500,000 Not Covered	\$5,000 \$0	F - Computer Crime 1. Computer Fraud 2. Computer Program and Electronic Data Restoration Expense	\$1,000,000 Not Covered	\$5,000
B - Forgery or Alteration	\$1,000,000	\$5,000	G - Funds Transfer Fraud	\$1,000,000	\$5,000
C - On Premises	\$1,000,000	\$5,000	H - Personal Accounts Protection 1. Personal Accounts Forgery or Alteration 2. Identity Fraud Expense Reimbursement	Not Covered Not Covered	
D - In Transit	\$1,000,000	\$5,000	I - Claim Expense	\$5,000	\$0
E - Money Orders and Counterfeit Money	\$1,000,000	\$5,000			

Insured's Premises Covered: Worldwide, except Not Applicable

TOTAL ANNUAL PREMIUM - \$1,894.00

(Other term options listed below, if available)

COVERAGE DETAILS:

Supplemental Personal Indemnification Coverage: N/A

for all Non-Profit Organization Directors and Officers Liability Claims

LIMIT DETAIL:

Shared Additional Defense Limit of Liability: N/A

Crime Policy Aggregate Limit of Insurance: N/A

LIABILITY COVERAGE SHARED LIMIT OF LIABILITY FOR LIABILITY COVERAGES (subject to LIA-3001):

\$1,000,000 for all Claims under the following Liability Coverages that are (subject to the Terms & Conditions in LIA-3001)

Non-Profit Organization Directors and Officers Liability
Employment Practices Liability

If any of the **Liability Coverages** (subject to LIA-3001) selected within the **Liability Coverage Shared Limit of Liability** section are also listed within the **Shared Limit of Liability/Limit of Insurance for Scheduled Coverages** section, then the **Liability Coverage Shared Limit of Liability** is part of, and not in addition to, the **Shared Limit of Liability/Limit of Insurance for Scheduled Coverages**.

SHARED LIMIT OF LIABILITY/LIMIT OF INSURANCE FOR SCHEDULED COVERAGES:

N/A for all **Claims** and limits of insurance under the following **Scheduled Coverages**:

N/A

The Company's maximum liability for the **Policy Period** for all **Claims** and limits of insurance under the **Scheduled Coverages** listed within the **Shared Limit of Liability/Limit of Insurance Scheduled Coverages** section, will not exceed the amount of the **Shared Limit of Liability/Limit of Insurance for Scheduled Coverages**. Any Additional Defense Limit of Liability, Supplemental Personal Indemnification Limit of Liability, or Identity Fraud Expense Reimbursement Limit of Insurance is in addition to, and not part of, the **Shared Limit of Liability/Limit of Insurance for Scheduled Coverages**.

EXTENDED REPORTING PERIOD AND RUN-OFF:

Extended Reporting Period for Liability Coverages:

Additional Premium Percentage:	75%
Additional Months:	12

Run-Off Extended Reporting Period for Liability Coverages:

Additional Premium Percentage:	N/A
Additional Months:	N/A

CLAIM DEFENSE FOR ASSOCIATION MANAGEMENT LIABILITY COVERAGE, LIABILITY COVERAGES AND/OR CYBER COVERAGE:

Duty to Defend

ANNUAL REINSTATEMENT:

Liability Coverage Limit of Liability: N/A

PREMIUM DETAIL:

Term	Payment Type	Premium	Taxes	Surcharges	Total Premium	Total Term Premium
1 Year	Prepaid	\$1,894.00	\$0.00	\$0.00	\$1,894.00	\$1,894.00

POLICY FORMS APPLICABLE TO QUOTE OPTION # 3:

ACF-2001-0716	Modular Declarations Page
CRI-3001-0109	Crime Policy Form
EPL-3001-0109	Employment Practices Liability Policy
NDO-3001-0109	Non Profit Organization Directors and Officers Liability Policy

ENDORSEMENTS APPLICABLE TO QUOTE OPTION # 3:

ACF-7006-0511	Removal of Short-Rate Cancellation Endorsement
ACF-7007-0811	Cross-Coverage Notice Endorsement
AFE-19004-0115	Cap on Losses From Certified Acts of Terrorism Endorsement
AFE-19008-0115	Federal Terrorism Risk Insurance Act Disclosure
CRI-19060-0713	Replace General Agreement E - Change of Control - Notice Requirements Endorsement
CRI-19072-0315	Global Coverage Compliance Endorsement – Adding Financial Interest Coverage and Sanctions Condition and Amending Territory Condition
CRI-19085-0516	Social Engineering Fraud Insuring Agreement Endorsement

CRI-19097-0517	Replace Exclusion BB. Endorsement
CRI-19101-1117	Amendatory Endorsement for Certain ERISA Considerations
CRI-4027-0109	South Dakota Changes Endorsement
CRI-5042-0613	South Dakota Cancellation or Termination Endorsement
EPL-7059-0109	Wage and Hour Law Endorsement
LIA-19097-0315	Global Coverage Compliance Endorsement
LIA-3001-0109	Liability Coverage Terms and Conditions
LIA-4027-0912	South Dakota Changes Endorsement
LIA-5039-0208	South Dakota Cancellation and Nonrenewal Endorsement
LIA-7014-0109	Peer Review, Credentialing or Disciplinary Activity Exclusion Endorsement
LIA-7115-0911	Amend Definition of Subsidiary Endorsement
NDO-7009-0109	Addition of Medical, Psychological, and Counseling Professional Service Exclusion Endorsement

CONTINGENCIES APPLICABLE TO QUOTE OPTION # 3:

This quote is contingent on the acceptable underwriting review of the following information prior to the quote expiration date.

None

QUOTE NOTES:

NOTICES:

It is the agent's or broker's responsibility to comply with any applicable laws regarding disclosure to the policyholder of commission or other compensation we pay, if any, in connection with this policy or program.

Important Notice Regarding Compensation Disclosure

For information about how Travelers compensates independent agents, brokers, or other insurance producers, please visit this website: http://www.travelers.com/w3c/legal/Producer_Compensation_Disclosure.html

If you prefer, you can call the following toll-free number: 1-866-904-8348. Or you can write to us at Travelers, Agency Compensation, One Tower Square, Hartford, CT 06183.

FEDERAL TERRORISM RISK INSURANCE ACT DISCLOSURE

The federal Terrorism Risk Insurance Act of 2002 as amended ("TRIA"), establishes a program under which the Federal Government may partially reimburse "Insured Losses" (as defined in TRIA) caused by "Acts Of Terrorism" (as defined in TRIA). Act Of Terrorism is defined in Section 102(1) of TRIA to mean any act that is certified by the Secretary of the Treasury - in consultation with the Secretary of Homeland Security and the Attorney General of the United States - to be an act of terrorism; to be a violent act or an act that is dangerous to human life, property, or infrastructure; to have resulted in damage within the United States, or outside the United States in the case of certain air carriers or vessels or the premises of a United States Mission; and to have been committed by an individual or individuals as part of an effort to coerce the civilian population of the United States or to influence the policy or affect the conduct of the United States Government by coercion.

The Federal Government's share of compensation for such Insured Losses is established by TRIA and is a percentage of the amount of such Insured Losses in excess of each Insurer's "Insurer Deductible" (as defined in TRIA), subject to the "Program Trigger" (as defined in TRIA). Through 2020, that percentage is established by TRIA as follows:

- 85% with respect to such Insured Losses occurring in calendar year 2015.
- 84% with respect to such Insured Losses occurring in calendar year 2016.
- 83% with respect to such Insured Losses occurring in calendar year 2017.
- 82% with respect to such Insured Losses occurring in calendar year 2018.
- 81% with respect to such Insured Losses occurring in calendar year 2019.
- 80% with respect to such Insured Losses occurring in calendar year 2020.

In no event, however, will the Federal Government be required to pay any portion of the amount of such Insured Losses occurring in

a calendar year that in the aggregate exceeds \$100 billion, nor will any Insurer be required to pay any portion of such amount provided that such Insurer has met its Insurer Deductible. Therefore, if such Insured Losses occurring in a calendar year exceed \$100 billion in the aggregate, the amount of any payments by the Federal Government and any coverage provided by this policy for losses caused by Acts Of Terrorism may be reduced.

For each coverage provided by this policy that applies to such Insured Losses, the charge for such Insured Losses is no more than one percent of your premium, and does not include any charge for the portion of such Insured Losses covered by the Federal Government under TRIA. Please note that no separate additional premium charge has been made for the terrorism coverage required by TRIA. The premium charge that is allocable to such coverage is inseparable from and imbedded in your overall premium.

Coverage Disclaimer:

THIS QUOTE DOES NOT AMEND, OR OTHERWISE AFFECT, THE PROVISIONS OR COVERAGE OF ANY RESULTING INSURANCE POLICY ISSUED BY TRAVELERS. IT IS NOT A REPRESENTATION THAT COVERAGE DOES OR DOES NOT EXIST FOR ANY PARTICULAR CLAIM OR LOSS UNDER ANY SUCH POLICY. COVERAGE DEPENDS ON THE APPLICABLE PROVISIONS OF THE ACTUAL POLICY ISSUED, THE FACTS AND CIRCUMSTANCES INVOLVED IN THE CLAIM OR LOSS AND ANY APPLICABLE LAW.

THE PRECEDING OUTLINES THE COVERAGE FORMS, LIMITS OF INSURANCE, POLICY ENDORSEMENTS AND OTHER TERMS AND CONDITIONS PROVIDED IN THIS QUOTE. ANY POLICY COVERAGES, LIMITS OF INSURANCE, POLICY ENDORSEMENTS, COVERAGE SPECIFICATIONS, OR OTHER TERMS AND CONDITIONS THAT YOU HAVE REQUESTED THAT ARE NOT INCLUDED IN THIS QUOTE HAVE NOT BEEN AGREED TO BY TRAVELERS. PLEASE REVIEW THIS QUOTE CAREFULLY AND IF YOU HAVE ANY QUESTIONS, PLEASE CONTACT YOUR TRAVELERS REPRESENTATIVE.

Affiliate (non-Subsidiary) Coverage Disclaimer:

Regardless of the submission of information or typical availability of coverage for any entity that is not a Subsidiary of the Named Insured, **such entity is not covered by the Policy unless an endorsement is provided that specifically schedules it.** Under the Wrap+® policy, coverage is generally afforded to the following entities (unless otherwise excluded): (1) the Named Insured and (2) its majority-owned Subsidiaries. A Subsidiary is defined in each coverage part of the Wrap+® policy and the definition can vary between coverage parts. An affiliate is not defined but generally has some ownership and/or management in common with the Named Insured or its Subsidiaries (but itself is not a Subsidiary of either one). Affiliate coverage will not be considered on a blanket basis nor will an individual entity be scheduled without proper underwriting information (please contact your underwriter to discuss specific requirements). For an actual description of coverages, terms and conditions, refer to the Policy. Sample policies can be found at <http://www.travelers.com/business-insurance/management-professional-liability/private-non-profit/index.aspx>

Insurance Proposal

World Pathology Foundation

Premium Summary

COVERAGE	PREMIUM	PREMIUM	PREMIUM
D&O	Hanover Insurance Group	\$920.00	
Crime	Hanover Insurance Group	\$442.00	
D&O	Travelers Insurance		\$1,283.00
Crime	Travelers Insurance		Included
Total Annual Premiums		\$1,362.00	\$1,283.00

Please note conditions and contingencies:

- Hanover Insurance can be Agency Bill or Direct Bill with Annual Pay
- Hanover –see additional conditions on the Quote
- Travelers Insurance is Direct Bill Annual Pay
- Travelers Insurance provides additional options so please review carefully



SECRETARY-TREASURER'S REPORT

1ST QUARTER 2018

10 APRIL 2018

HENRY TRAVERS, SECRETARY-TREASURER

Financial

The Foundation experienced no unusual expenses this quarter. The Foundation received \$1,223 as proceeds from the 2017 Silent Auction in Kyoto, Japan. The General Ledger of income and expenses is found in Appendix A. The Profit and Loss statement is found in Appendix B and the Cash Flow statement is Appendix C. The Balance Sheet is found in Appendix D.

The transfer of assets to Charles Schwab & Co. were completed on 27 March 2018. That account has two "authorized agents", Dr. Roberto Verna and Dr. Henry Travers. The savings in investment expenses to the WPF for the remainder of 2018 is \$5,250.

The downturn in the US stock market resulted in an unrealized loss of approximately \$14,000 from the end of the 4th quarter 2017 to the end of the 1st quarter 2018 (see Appendix E). We expect considerable volatility in asset valuation during 2018. Between April 2018 and December 2018, the investment portfolio will be reviewed may be rebalanced if approved by the Trustees.

2018 Budget

The budget for 2018 has been revised from the 4th quarter 2017 report and is shown below.

Income (estimated)	US\$32,000
Expenses	
Gordon Signy Fellowships	US\$ 11,000
Portfolio Management	US\$ 4,800
Association Management	US\$ 2,500
Operational Expenses	US\$ 1,000
Travel and Miscellaneous Expenses	<u>US\$ 2,500</u>
Total Expenses	US\$ 21,800
 Operating Profit/Loss	 US\$ \$10,200



General

The Trustees met twice via Skype during the first quarter. Trustees agreed to begin using the services of an Administrator beginning in July 2018. A contract was pending at the end of the quarter. Together with the administrator, the Trustees requested the Foundation purchase appropriate insurance safeguards against fraud and criminal activity as well as general liability for the Trustees. An application was made to a general insurance agency.

In early March, the Foundation began using its own domain (www.worldpathologyfoundation.org) as a primary platform for web maintenance with links to the WASPaLM web site so that the information on the WPF site was seamlessly available for WASPaLM visitors. This way, the WPF administrator can manage the WPF materials without the need for access to the entire WASPaLM site.

Gordon Signy Fellowships

The final report from Dr. Esperança Ussene was received and the final fellowship payment was made and a certificate produced and mailed.

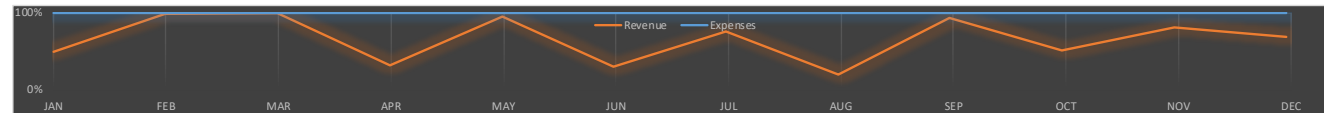
Prepared: 10 April 2018

Henry Travers, MD, FACP
Secretary-Treasurer

APPENDIX A: GENERAL LEDGER

Category/Date	Type	Source/Payee	Description	Amount	Status	Comment
Checking Account						1st Quarter 2018
1-Jan-18		Opening Balance		\$7,629.70	Reconciled	
Expenses/Transfers						
1-Jan-18	Check	Illinois Attornal General	Annual Report Fee	15.00		Check #2117
9-Jan-18	Wire	Roberto Ruiz-Arenas	Kyoto Expenses	1,223.60		Reimbursement Documents Filed
9-Jan-18	Bnk Chrg	Bank Charge	Wire Transfer	30.00		Arenas Kyoto Expenses
29-Jan-18	Check	Sidley & Austin	Legal Services	1,356.25		Merger WASPaLM and WPF #2026
5-Mar-18	Check	Webteam	Web site programming	407.50		Check # 2045
5-Mar-18	Check	Webteam	Site hosting - 13 months	300.00		Check # 2027
5-Mar-18	Check	Henry Travers, MD	Reimbursement for Ussene	500.00		Check # 2105
5-Mar-18	Check	Henry Travers, MD	Reimbursement for wire Transfer	45.00		Check # 2105
Total Expenses				\$3,877.35	Reconciled	EFT=electronic funds transfer
Deposits						
11-Mar-18	Deposit	Events Management	2017 Silent Auction Proceeds	\$1,223.15		Mobile Deposit
Total Deposits				\$1,223.15	Reconciled	
31-Mar-18		Closing Balance		\$4,975.50	Reconciled	
Savings Account						1st Quarter 2018
1-Jan-18		Opening Balance		\$3,640.95	Reconciled	
Expenses/Transfers						
Total Expenses				\$0.00	Reconciled	
Deposits						
31-Jan-18	Interest			\$0.09		
28-Feb-18	Interest			\$0.09		
31-Mar-18	Interest			\$0.09		
Total Deposits				\$0.27	Reconciled	
31-Mar-18		Closing Balance		\$3,641.22	Reconciled	

World Pathology Foundation Profit and Loss

[illegible]

APPENDIX C: CASH FLOWS

World Pathology Foundation Cash Flows



2018	JAN	FEB	MAR	APRIL	MAY	JUNE	JULY	AUG	SEPT	OCT	NOV	DEC	TOTAL	GRAPH
INFLOWS														
BEGINNING CASH ON HAND	\$43,818	\$42,865	\$44,527	\$47,920										
INVESTMENT INCOME	\$2,078	\$1,662	\$3,422	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$7,162	
CONTRIBUTIONS	\$0		\$1,223										\$1,223	
INTEREST	\$0		\$1			\$1			\$1	\$0	\$0	\$1	\$4	
OTHER	\$0						\$0						\$0	
SALE OF SECURITY	\$0												\$0	
TOTAL	\$2,078	\$1,662	\$4,646	\$0	\$0	\$1	\$0	\$0	\$1	\$0	\$0	\$1	\$8,389	
OUTFLOWS														
GORDON SIGNY FELLOWSHIP	\$0	\$0	\$500	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$500	
SUPPLIES	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
CONTRACTS	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
LEGAL	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
POSTAGE	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
SUPPLIES	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
TRAVEL/HOTEL	\$1,224	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$1,224	
ADVERTISING	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
PURCHASE OF SECURITY	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
BROKERAGE FEE	\$1,762	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$1,762	
INSURANCE	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
COMMUNICATION/PHONE	\$0	\$0	\$708	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$708	
UTILITIES	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
INSURANCE	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
TAXES	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
ANNUAL REPORT/IRS FEES	\$15	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$15	
OTHER	\$30	\$0	\$45	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$75	
TOTAL	\$3,031	\$0	\$1,253	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$4,284	
CASH POSITION	\$42,865	\$44,527	\$47,920	\$47,920	\$0	\$1	\$0	\$0	\$1	\$0	\$0	\$1	\$4,105	

APPENDIX D: BALANCE SHEET

BALANCE SHEET

Fiscal Year 2018

1st Quarter
31-Mar-18

World Pathology Foundation



Report Date: 2 April 2018

Assets

Current Assets:

Cash		\$45,985	
Accounts Receivable	\$0		
Less: Reserve for Bad Debts	<u>0</u>	0	
Investment Holdings (Market)		\$594,403	
Notes Receivable		<u>0</u>	
Total Current Assets			<u><u>\$640,388</u></u>

Fixed Assets:

Equipment	0		
Less: Accumulated Depreciation	<u>0</u>	0	
Total Fixed Assets			<u><u>0</u></u>

Other Assets:

QuickBooks Financial Software		\$217	
Total Other Assets		<u></u>	<u>\$217</u>

Total Assets

\$640,605

Liabilities and Capital

Current Liabilities

Accounts Payable - GS Fellowships	GS Fellowships	\$11,500	
Administrative Services		\$2,500	
Gordon Signy Symposium		\$0	
Investment Expense		\$3,000	
		<u>\$0</u>	
Total Current Liabilities			<u><u>\$17,000</u></u>

Capital:

Net Capital		\$623,388	
Total Capital		<u></u>	<u><u>\$640,388</u></u>

APPENDIX E: INVESTMENT SUMMARY

Holdings								Summary Information			
Security	Symbol	Date Purchased	Initial Shares	Cost/Share	Total Cost	Cost Basis (Schwab)	Notes	Capital		Cash	
Alliance Bernstein High Income Fund	AGDYX	21-Aug-14	2601.475	\$9.61	\$25,000.00	\$25,202.65		Beginning Capital	\$624,000.00	Beginning Cash	\$32,547.50
Annaly Capital Management 7.5% Preferred	NLY PRD	8-Oct-15	1011	\$24.71	\$24,973.40	\$24,975.40		Invested Capital	\$624,000.00	Ending Cash	\$37,368.61
Blackrock FDS II	BIICX	21-Aug-14	4325.26	\$11.56	\$50,000.00	\$50,569.60					
Eaton Vance SPL INVT	EVPIX	21-Aug-14	4420.866	\$11.31	\$50,000.00	\$49,408.30					
Federated Income SECS	CAPSX	21-Aug-14	6718.925	\$8.93	\$60,000.00	\$60,000.00					
Federated Equity FDS	SVAIX	1-Sep-15	1798.561	\$5.56	\$10,000.00	\$48,361.60					
Federated Equity FDS	SVAIX	5-Jan-17	5765	\$5.98	\$34,475.00		In Schwab the two lots are combined (SVAIX)				
JP Morgan Trust I	JNBXS	21-Aug-14	4703.669	\$10.63	\$50,000.00	\$50,012.11					
JP Morgan 6.1% Preferred	JPM PRG	8-Oct-15	956	\$25.11	\$24,005.16	\$24,005.16					
National General 7.5% Preferred	NGHCO	8-Oct-15	999	\$25.01	\$24,987.99	\$24,987.99					
Nuveen Real Asset Income Fund	NRIX	9-Oct-14	2087.164	\$23.88	\$49,000.00	\$49,464.90					
Principle Funds Global Diversified Fund	PGDPX	21-Aug-14	4013.378	\$14.95	\$60,000.00	\$61,383.53					
Putnam Diversified Income Trust	PDVYX	21-Aug-14	9627.728	\$7.79	\$75,000.00	\$75,000.00					
Quest Corporation 6.50% PFD	CTBB	5-Jan-17	1420	\$23.94	\$33,989.65	\$33,989.65					
Thornburg Investment Income Builder	TIBIX	21-Aug-14	2259.376	\$22.13	\$50,000.00	\$50,000.00					
Cash			37,368.61	\$1.00	\$37,368.61						
					\$622,904.33	\$627,360.89					
Totals (see notes)											

Quarterly Performance and Earnings								
Security	Symbol	Current Shares	Current Share Price	Investment Value	Gain/Loss	Earnings This Period	Year To Date Earnings	Notes
Alliance Bernstein High Income Fund	AGDYX	2623.85	\$8.62	\$22,617.58	(\$2,585.07)	\$370.36		Transferred To Schwab 3/27/2018
Annaly Capital Management 7.5% Preferred	NLY PRD	1011.00	\$25.25	\$25,527.75	\$552.35	\$473.91		Transferred To Schwab 3/27/2018
Blackrock FDS II	BIICX	4377.43	\$10.80	\$47,276.25	(\$3,293.35)	\$620.57		Transferred To Schwab 3/27/2018
Eaton Vance SPL INVT	EVPIX	4423.05	\$10.76	\$47,592.00	(\$1,816.30)	\$517.50		Transferred To Schwab 3/27/2018
Federated Income SECS	CAPSX	6718.93	\$7.97	\$53,549.83	(\$6,450.17)	\$519.37		Transferred To Schwab 3/27/2018
Federated Equity FDS	SVAIX	8211.87	\$5.70	\$46,807.65	(\$1,553.95)	\$199.55		Transferred To Schwab 3/27/2018
JP Morgan Trust I	JNBXS	4712.53	\$10.53	\$49,622.92	(\$389.19)	\$478.08		Transferred To Schwab 3/27/2018
JP Morgan 6.1% Preferred	JPM PRG	956.00	\$26.39	\$25,228.84	\$1,223.68	\$364.48		Transferred To Schwab 3/27/2018
National General 7.5% Preferred	NGHCO	999.00	\$24.75	\$24,729.15	(\$259.84)	\$468.28		Transferred To Schwab 3/27/2018
Nuveen Real Asset Income Fund	NRIX	2087.16	\$23.14	\$48,296.97	(\$1,167.93)	\$714.15		Transferred To Schwab 3/27/2018
Principle Funds Global Diversified Fund	PGDPX	4107.66	\$13.87	\$56,973.30	(\$4,410.23)	\$423.91		Transferred To Schwab 3/27/2018
Putnam Diversified Income Trust	PDVYX	9627.73	\$7.01	\$67,490.37	(\$7,509.63)	\$991.65		Transferred To Schwab 3/27/2018
Quest Corporation 6.50% PFD	CTBB	1420.00	\$21.43	\$30,430.60	(\$3,559.05)	\$576.88		Transferred To Schwab 3/27/2018
Thornburg Investment Income Builder	TIBIX	2259.38	\$21.36	\$48,260.27	(\$1,739.73)	\$422.80		Transferred To Schwab 3/27/2018
Cash		37368.61	\$1.00	\$37,368.61		\$10.27		Transferred To Schwab 3/27/2018
Totals (Investments Only)				\$594,403.48	(\$32,957.41)	\$7,151.76	\$7,161.76	

Transaction Details	
Exposes Amount	\$1,762.02
Management fee, first quarter	\$0.00
Management fee, second quarter	\$0.00
Management fee, 3rd quarter	\$0.00
Management fee, 4th quarter	\$0.00
Transfer Fee	\$125.00



World Pathology Foundation

Duties and Responsibilities of the Office of Secretary-Treasurer

This document outlines the duties of the Secretary-treasurer. While it may appear to be considerable work, the actual time commitment is relatively small, amounting to a total of 4-5 8-hour days/year. For each new Secretary-treasurer, there will be some initial time commitment to (1) receive and review the records of the Foundation; (2) to become familiar with the Schwab web site and Schwab account maintenance; and (3) to establish the working relationship with the Administrator.

- Maintains, in cooperation with the Administrator, copies of all of the corporate and financial records of the Foundation¹
- Working with the Administrator as either necessary or desired, corresponds with all doing business with the Foundation²
- Prepares the agenda for all meetings of the Trustees and prepares the minutes of all meetings²
- Prepares quarterly financial and operational reports for the Trustees including information provided by the Administrator³
- Receives the application files for Gordon Signy Fellowship applicants from the Administrator and, together with the Administrator, disseminates them to the Trustees⁴
- Maintains the voting totals for Fellowship selection
- Communicates with GS Fellowship applicants (at least one letter each) in cooperation with the Administrator; provides a scanned signature to the Administrator for use on Gordon Signy Certificates⁴
- Reviews the content of the WPF web site regularly and supervises the Administrator's management of the site. This includes providing content to the Administrator including meeting minutes, Gordon-Signy Fellowship news and other items coming to the attention of the Secretary-treasurer⁵
- Is an "authorized agent" on the WPF Schwab Account⁶
- Reviews and downloads the Schwab account monthly statements⁷
- Sends a copy of the Schwab monthly statements **securely** to the Administrator
- Reviews financial statements from checking accounts maintained by Administrator whenever desired or necessary⁷
- Works with financial advisors to oversee the capital investments of the Foundation
- Authorizes, with the consent of the Trustees, changes in capital investments of the Foundation
- Authorizes MoneyLink transfers from the Schwab account to the Wells Fargo checking account as requested by the Administrator⁸
- Reviews the annual reports to the Attorney General of the State of Illinois and the Secretary of State of the State of Illinois filed by the Administrator prior to filing
- Reviews, upon request to the Administrator, the Internal Revenue Service form 990, required of all charitable organizations in the United States annually.



NOTES:

1. These will be largely, if not exclusively electronic. Each Secretary-treasurer, adding to the records of the previous Secretary-treasurer, must forward (or have the Administrator forward) all records of the Foundation to the next Secretary-treasurer.
2. The Secretary-treasurer can draft text which can be sent to the Administrator for formatting on stationary or other official WPF document. The Secretary-treasurer can also receive "stationary" from the Administrator and draft and complete documents on his/her own, always being sure to send copies to the Administrator. If desired, the Secretary-treasurer can delegate the keeping of minutes to the Administrator, provided the Administrator is available at Trustees meetings.
3. The Administrator will provide financial reports and work with the Secretary-treasurer to draft a report based on the information provided. The Secretary-treasurer may add operational information for the reports.
4. The Administrator can send all the material to the Trustees, but it is the Secretary-treasurer who must receive the Trustees' responses and organize them to permit the selection of the Fellows.
5. After selection of Gordon Signy Fellows, most correspondence between the Fellow and the WPF will be through the Secretary-treasurer. This includes correspondence congratulating a pathologist selected to be a Fellow; correspondence to pathologists **not** selected; reports of Fellows submitted to fulfill their obligations to the Fellowship. See note 2.
6. This means that the Secretary-treasurer can access the WPF Schwab account via the world-wide web. For security reasons, this should be done on a trusted network. If it cannot be done on a trusted network, the use of a Virtual Private Network is strongly recommended. The Secretary-treasurer should access the account using 2-factor authentication and should become familiar with the functions of the Schwab web site, including how to transfer money from the MoneyLink account to Wells Fargo checking account. The Secretary-treasurer will need to maintain a working relationship with Schwab account executives and portfolio managers as needed.
7. The easiest way to send documents with reasonable security is to use a service such as Dropbox where files are posted for a short (e.g. 1 month) period and links to them sent to specific individuals for downloading.
8. For security purposes, only the Secretary-treasurer and the President of the WPF are authorized to make any changes to the Schwab accounts. From time to time, cash must be transferred from Schwab to Wells Fargo to pay the bills of the Foundation. The Secretary-treasurer must promptly transfer funds when properly requested.

In addition to the description of the Secretary-treasurer's duties in this document, the Secretary-treasurer must be aware of the provisions of the Foundation's by-laws related to this office. They are set forth in full below:

Section 7.9. Secretary-Treasurer. The Secretary-Treasurer shall (a) keep the minutes of meetings of the Board of Trustees and committees of the Board of Trustees in one or more books provided for that purpose or electronically; (b) see that all notices are duly given in accordance with the provisions of these By-Laws or as required by law; (c) be custodian of the corporate records and of the seal of the Foundation; (d) affix the seal of the Foundation or a



facsimile thereof, or cause it to be affixed and, when so affixed, attest the seal by his or her signature, to all documents the execution of which on behalf of the Foundation under its seal is duly authorized by the Board of Trustees or otherwise in accordance with the provisions of these By-Laws (provided, however, the Board of Trustees or the President may give general authority to any other officer to affix the seal of the Foundation and to attest the affixing by his or her signature); (e) keep a register of the post office address of each Trustee or committee member, which shall be furnished to the Secretary-Treasurer by such Trustee or committee member; (f) have charge and custody of and be responsible for all funds and securities of the Foundation; (g) receive and give receipts for moneys due and payable to the Foundation from any source whatsoever, deposit all such moneys in the name of the Foundation in such banks, trust companies or other depositories as shall be selected in accordance with these By-Laws; (h) disburse the funds of the Foundation as ordered by the Board of Trustees or as otherwise required in the conduct of the business of the Foundation and render to the President or the Board of Trustees, upon request, an account of all his or her transactions as Secretary-Treasurer and on the financial condition of the Foundation; and (i) in general perform all duties incident to the office of Secretary-Treasurer and such other duties as from time to time may be assigned to him or her by the President or the Board of Trustees.

If required by the Board of Trustees, the Secretary-Treasurer shall give a bond (which shall be renewed regularly) in such sum and with such surety or sureties as the Board of Trustees shall determine for the faithful discharge of his or her duties and for the restoration to the Foundation, in case of such Treasurer's death, resignation, retirement or removal from office, of all books, papers, vouchers, money and other property of whatever kind in such Treasurer's possession or under such Treasurer's control belonging to the Foundation.



World Pathology Foundation

Investment Guidance and Policies

The investment policies of the World Pathology Foundation outlined in this document were approved by the Board of Trustees on 30 September 2018. The guidance and policies outlined herein are new and do not replace any previous guidance or policies of the Foundation.

Goals

The primary goal of the Foundation's investment portfolio is current income. The secondary goal is capital appreciation. Related to these aims, the Foundation desires that its portfolio choices be relatively stable over a 1-5 year period such that rebalancing of the portfolio, requiring the advice of investment professionals, is infrequent.

For the period from the adoption of this Guidance and Policy document until December 31, 2020, the income goal for the portfolio, net of any investment expenses is in the range from \$27,000 to \$31,000 annually.

Risk Tolerance

The Foundation views the preservation of its capital of paramount importance. It is, nonetheless, aware that no investment is free of risk and is willing to accept some risk to achieve its investment goals. While the Foundation's risk tolerance may be generally characterized as low, choices regarding individual positions/investment vehicles are made on a cases-by-case basis and are best made with the advice of a qualified professional portfolio manager.

Investment Professionals

With the transfer of its investment portfolio to Charles Schwab & Co., Inc., the Foundation begins an 8-month process of examining its portfolio, together with a professional portfolio manager, for fitness to achieve the Foundation's investment goals. Thereafter, engagement of a portfolio manager will be decided from time to time by the Trustees.

Specific Investment Requirements

1. The Foundation places no limits on the types of investment vehicles it purchases except
 - a. Investment purchases may not deplete the Foundation's cash in the Schwab account below \$15,000
 - b. Bond or commercial paper investments may not be riskier than BBB-
 - c. The Foundation will not invest in junk bonds



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2. The Secretary-treasurer will prepare descriptions of all anticipated transactions for presentation to the Board of Trustees
 3. All changes in the Foundation's investment positions must be approved by a majority of the Trustees
 4. The Secretary-treasurer is authorized to transfer cash from Schwab to Wells Fargo to pay the expenses of the Foundation as necessary

Insurance

The Foundation will maintain insurance to cover the risks of fraudulent loss of capital by its authorized agents on each of its accounts, both investment and cash. In addition, the Foundation will maintain an insurance policy covering the Trustees from personal liability for acts of the officers acting in good faith on behalf of the Foundation.