



HAWAIKI TOWER

POLICY RESOLUTION

ENHANCED CASH MANAGEMENT OF INSURANCE PREMIUMS

WHEREAS, the Association of Apartment Owners of Hawaiki Tower, Inc. is empowered with the custody and control of all funds of the Association pursuant to Article V. ADMINISTRATION, Section I. Management (I), of the Bylaws of Hawaiki Tower,

WHEREAS, the insurance premium is a large and predictable expenditure and the efficient management of the funds needed to pay the premium could result in material savings to the Association,

WHEREAS, this policy shall be applicable to the investment of funds for the purpose of funding the insurance premiums until such time as this resolution is rescinded, modified, or amended by the Board of Directors,

NOW THEREFORE, BE IT RESOLVED THAT the Board of Directors adopts the following policy regarding the investment of funds to pay for insurance premiums:

The Board of Directors of Hawaiki Tower, Inc. agrees to ratably accumulate the annual insurance premium in Certificates of Deposits (CDs) of maturation less than one year, rather than in the Bank of Hawaii operating account. The Treasurer and the managing agent will coordinate and agree on the amount and timing of these investments utilizing the current investment agent. The Treasurer will include any such investments in the monthly Treasurer's Report to the Board.

CERTIFICATE OF OFFICERS

We, Patricia Kawakami and Alies Mohan, officers and directors of the Association of Apartment Owners of Hawaiki Tower, Inc., hereby certify that the foregoing Resolution was duly and regularly adopted by the Board on September 29, 2003 and passed by a unanimous vote of said Board.

IN WITNESS THEREOF, we hereto set our hand and corporate seal this 28th day of June 2004.

Officer: _____

Officer: _____