

Fakeeh College for Medical Sciences	Policy Number: INR-37	
Policy Title: Sustainable Investing Policy	<input checked="" type="checkbox"/> New	<input type="checkbox"/> Revised
	Version-1 is Prepared on: 24-12-2025	
Applicable to: FCMS	Version-2 is Approved on: 01-01-2026	
	To be Reviewed on: 01-01-2031	

1. Statement of the Purpose:

- 1.1** To establish a structured framework for sustainable, responsible, and ethical investment practices at Fakeeh College for Medical Sciences (FCMS).
- 1.2** To ensure that all institutional investments align with Environmental, Social, and Governance (ESG) principles, national sustainability priorities, and international best practices, while safeguarding long-term financial sustainability.

2. Definition:

- 2.1 Sustainable Investing:** An investment approach that integrates Environmental, Social, and Governance (ESG) considerations into financial decision-making to generate long-term value while contributing positively to environmental protection, social well-being, and ethical governance.
- 2.2 Divestment:** The planned and responsible reduction or withdrawal of investments from sectors, companies, or activities that are environmentally harmful, socially irresponsible, or inconsistent with the ethical values and sustainability commitments of FCMS.
- 2.3 Investment Committee:** A formally constituted committee responsible for overseeing investment strategy, reviewing investment proposals, ensuring ESG compliance, and monitoring the implementation of this policy at FCMS.

3. Policy:

- 3.1** FCMS is committed to integrating sustainability and ethical considerations into its investment decision-making processes. The College shall:

- Avoid investments that conflict with environmental protection, healthcare ethics, and social responsibility
- Gradually divest from environmentally harmful and unsustainable investments
- Prioritize investments that generate positive environmental, social, educational, and economic impact alongside prudent financial returns

3.2 This policy applies to all investments managed, influenced, or approved by FCMS, including:

- Endowment and reserve funds
- Research and innovation funds
- Capital and strategic investment portfolios
- Investments managed by external fund managers on behalf of FCMS

3.3 Environmental Responsibility-FCMS supports investments that promote environmental protection, climate resilience, energy efficiency, and sustainable healthcare practices.

3.4 Social Responsibility-FCMS promotes investments that enhance healthcare access, education, community development, workforce well-being, and social equity.

3.5 Ethical Governance-FCMS invests only in entities demonstrating transparency, regulatory compliance, accountability, and ethical leadership.

3.6 Financial Sustainability-All investments must align with prudent financial management, risk mitigation, and long-term institutional value creation.

4. Procedure:

Procedure steps	Responsibility
4.1. Investment Identification and Proposal Review:	

<p>4.1.1 Identify Investment opportunities by the college management, the Investment Unit, and the Investment Committee.</p>	<p>College management</p>
<p>4.1.2 Submit all investment proposals using a standardized Investment Proposal Form outlining financial, strategic, and ESG considerations.</p>	<p>Investment Unit</p>
<p>4.1.3 Review proposals and perform mandatory ESG screening covering environmental, social, and governance risks and impacts.</p>	<p>Investment Committee</p>
<p>4.1.4 Investments that do not meet minimum ESG standards will be rejected or sent back for revision with suggested modifications.</p>	<p>Investment Committee</p>
<p>4.1.5 Document ESG assessment outcomes and retain for audit and reporting purposes.</p>	<p>Investment Committee Investment Unit</p>
<p>4.2. Financial Evaluation and Risk Assessment:</p>	
<p>4.2.1 Proposals that meet ESG standards will be evaluated through financial analysis, which includes assessing return expectations, liquidity, and risk exposure.</p>	<p>Finance Unit</p>
<p>4.2.2 Prepare a risk treatment and mitigation plan for investments with high ESG risk exposure, or such investments should be excluded from approval.</p>	<p>Investment Unit Finance Unit</p>
<p>4.2.3 ESG risk assessments shall be updated periodically and reviewed during investment monitoring cycles.</p>	<p>Investment Committee Risk Management Committee</p>

4.3 Approval Process:	
4.3.1 Review and approve the investment proposals meeting ESG and financial criteria by the Investment Committee and College Council.	Investment Committee and College Council
4.3.2 Final approval shall be granted by the Board of Trustees.	Board of Trustees.
4.4 Monitoring and Evaluation:	
4.4.1 Execute the approved investment proposals in accordance with FCMS financial regulations.	Investment Management Team
4.4.2 Monitor and formally acknowledge compliance with this policy.	Investment Management Team
4.4.3 Monitor investment performance and ESG compliance at least annually.	Investment Committee
4.4.4 Investments found to be non-compliant shall be subject to corrective action or divestment.	Investment Committee
4.5 Reporting and Record Keeping:	
4.5.1 Submit annual report on Sustainability-related investment performance.	Investment Management Team
4.5.2 Maintain all investment proposals, ESG assessments, approvals, and monitoring reports.	Finance Unit and Investment Unit

5. Forms/Attachments:

5.1 Investment Proposal Form

6. References:

-The official initiative supporting global responsible investment practices and integration of ESG factors into investment decisions.





https://www.unpri.org/?utm_source=chatgpt.com

-The Kingdom's strategic framework promoting sustainable development, economic diversification, and institutional progress. <https://www.vision2030.gov.sa/en>

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7. Approval:

	Name	Job title	Signature	Date
Prepared by	Dr. Wesam Abduljabbar	Vice Dean for Development and Quality Management		24-12-2025
Reviewed by	Dr. Jolly Jimmichan	Executive Director-SPU		31-12-2025
Reviewed by	Dr. Enas Gouda	Executive Director of QAU		31-12-2025
Approved by	Prof. MSM Ardawi	FCMS Dean		01-01-2026