

Office of Investments

University of Missouri

INVESTMENT PERFORMANCE, Net of Fees

Net of Fees

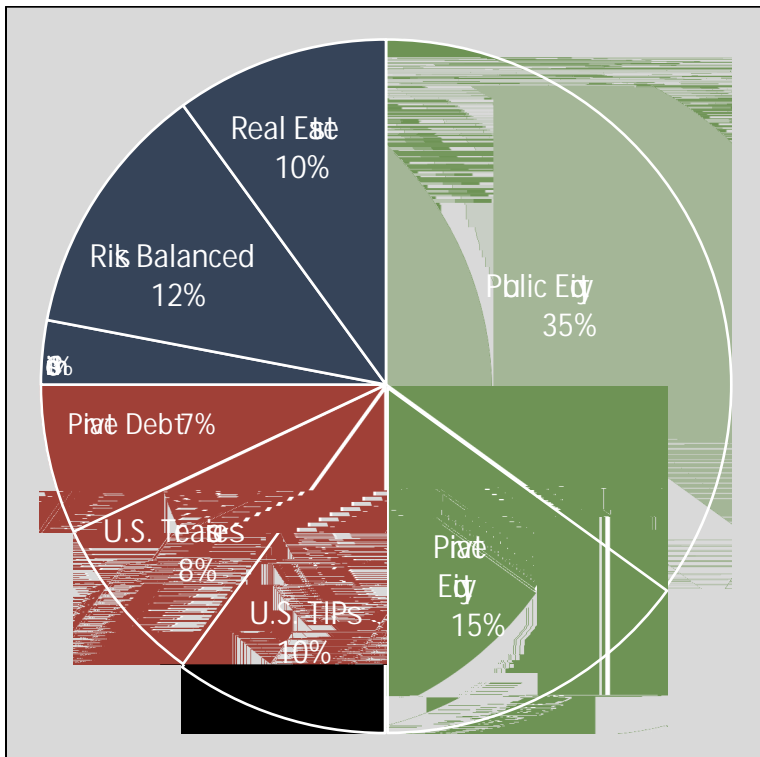
Period Ended September 30, 2024

| 1 Yr | 3 Yr | 5 Yr | 7 Yr | 10 Yr |
|-------|------|------|------|-------|
| 16.1% | 5.0% | 9.0% | 8.2% | 7.8% |

ENDOWMENT BALANCES, in Thousands

| | End | 9/30/2024 | Change | Change | Start | 9/30/2024 |
|--------------|--------------|--------------------|----------------|-------------------|-----------------|--------------------|
| | Balance | Balance | (\$) | (\$) | Balance | Balance |
| | 4,445 | \$1,551,598 | \$5,398 | (\$16,021) | \$36,099 | \$1,577,073 |
| | 679 | \$218,004 | \$50 | (\$2,417) | \$4,793 | \$220,431 |
| | 816 | \$248,585 | \$2,422 | (\$2,703) | \$5,139 | \$253,443 |
| | 582 | \$127,841 | \$1,674 | (\$2,715) | \$2,083 | \$128,882 |
| | 44 | \$265,380 | \$0 | (\$1,740) | \$9,176 | \$272,817 |
| Total | 6,566 | \$2,411,408 | \$9,544 | (\$25,596) | \$57,290 | \$2,452,646 |

INVESTMENT POLICY TARGETS



PURPOSE

| Purpose | Amount | Percentage |
|--------------|--------|------------|
| Scholarship | 3,997 | 30.3% |
| Faculty | 546 | 21.0% |
| Program Spt | 840 | 21.0% |
| Unrestricted | 78 | 4.4% |

Reseach 121 14.5% Resear#35 22 35%

| | | |
|--------------|-----|-------------|
| | 279 | 14.9% |
| Total | | 100% |

INTRODUCTION

The University's Endowment Pool contains gifts, bequests, and other funds directed to be used to support a university program in perpetuity, in conformance with donor stipulations. Most donors require such a commitment as a condition of their gift ("true endowments"). Also, funds may be assigned to function as endowments by the Board of Curators or by University administration ("quasi endowments").

ENDOWMENT POOL OBJECTIVE

The Endowment Pool must be managed to provide ongoing support of endowed programs in perpetuity, in conformance with donor stipulations. To accomplish this, investment returns, net of inflation, should be sufficient over time to cover annual spending distributions while maintaining or growing the underlying purchasing power of each endowed gift.

INVESTMENTS

In accordance with the Investment Policy approved by the Board of Curators, the Endowment Pool is invested for long-term growth, with broadly diversified investments to reduce risk. The Pool employs a total return approach, with an emphasis on growth assets. The Pool is broadly invested in equities, fixed income, hedge funds, real estate, and private equities to diversify the investment portfolio.

DISTRIBUTIONS

The University is transitioning the spending distribution rate from 4.5% to 4.0% in a methodical manner over a period not to exceed the seven years ended June 30, 2024. In no case shall the transition from 4.5% to 4.0% cause the actual spending distribution to decrease from one year to the next during the transition phase. This decrease is consistent with our mandate to maintain the purchasing power of each endowment account.

The actual formula used to determine the Endowment Pool spending distribution for each fiscal year applies the spending distribution rate to a base equal to the 28-quarter trailing average of market value as of December 31st of the prior fiscal year. Based on this annual calculation, endowment spending distributions are paid on a monthly basis throughout each fiscal year. Spending distributions for new endowment accounts will generally begin in the first full month following receipt of the gift.