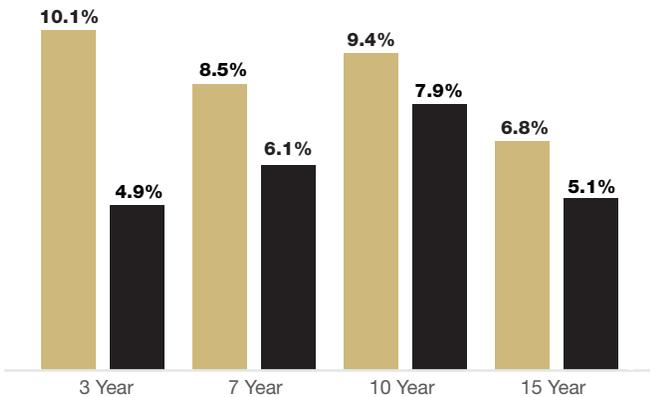




For the fiscal year ending 2022, the University of Colorado Foundation’s Long Term Investment Pool (LTIP) returned (6.3%) (net of fees), which compares to (14.6%) for our policy benchmark. The LTIP includes endowments the Foundation holds for the benefit of the University of Colorado. The LTIP’s longer-term results show a consistent track record of investment growth, in line with the Foundation’s goal of maximizing returns over an extended time period while effectively managing risk. Achieving this objective is critical given CU’s long-term educational mission. Faculty, students and programs on all four university campuses rely on consistent funding streams from the LTIP for years to come.



CU investments vs. policy benchmark

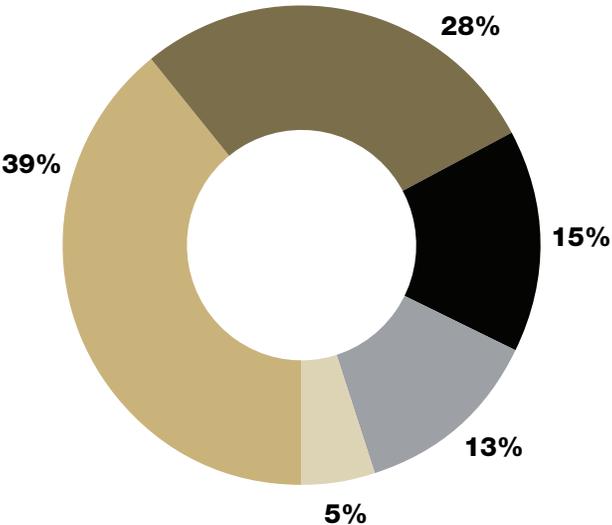
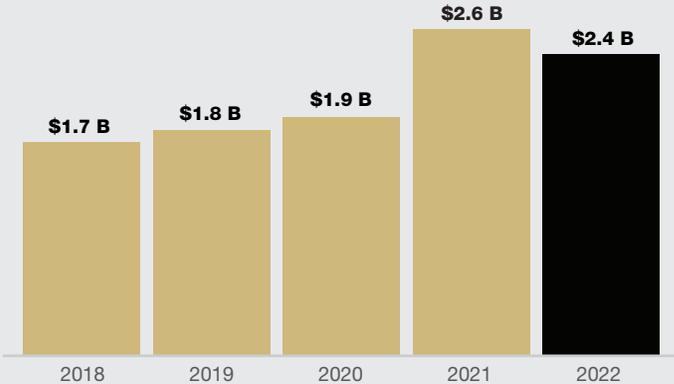
As of June 30, 2022, the LTIP’s 3-year annualized investment performance was +10.1%, its 7-year performance was +8.5%, its 10-year performance was +9.4%, and its 15-year performance was +6.8%. The 10- and 15-year returns were achieved with over 32% less risk than the policy benchmark.

● LTIP ● Policy Benchmark*

**The Policy Benchmark, effective FY 2018, is a blend of 80% MSCI ACWI (equities) and 20% Barclays US Aggregate Bond Index (fixed income). Depending on the return period presented, historical benchmarks of 40% Russell 3000, 40% MSCI EAFE and 20% Barclays US Agg (FY 2009 – 2017) and 50% Russell 3000, 30% Barclays US Agg and 20% MSCI EAFE (fund inception – FY 2008) are components of the policy benchmark as applicable.*

Current LTIP value: \$2.4 billion

As of June 30, 2022, the LTIP was valued at \$2.4 billion. The value of endowments invested for the benefit of CU is a subset of the LTIP, totaling \$2.0 billion. Note that increases/decreases of these funds over time do not precisely mirror investment performance, due to increases reflecting fundraising inflows and decreases reflecting distributions made to university programs.



LTIP asset allocation as of June 30, 2022

The LTIP’s \$2.4 billion is invested in a diverse portfolio of asset classes with a long-term strategic investment horizon. Here is the proportion of investment by asset class.

● Global public equities ● Real assets
 ● Global private capital ● Fixed income and cash
 ● Global hedge funds



The Foundation's Board of Directors and Investment Policy Committee set the parameters of the LTIP's investment strategy as documented in the Foundation's LTIP Investment Policy Statement, which committee members and directors regularly review and update. The LTIP Investment Policy Statement, which is publicly available at the Foundation's website, establishes the parameters of the asset classes in which the LTIP is invested. The LTIP's asset diversification policies are consistent with the legal requirements of the Uniform Prudent Management of Institutional Funds Act (UPMIFA) and the best practices of the largest college and university endowments. Asset diversification also means that the LTIP has achieved its outstanding investment results with a third less risk than either its policy benchmark or U.S. stock market passive index funds.

The Foundation relies on the institutional resources of Agility, the Foundation's outsourced CIO, and its highly qualified and experienced team, to manage the Foundation's investment portfolio within the parameters of the LTIP Investment Policy Statement. At the behest of the Investment Policy Committee, Agility recently engaged a diversity, equity, and inclusion survey provider to examine the gender and ethnic diversity of the LTIP's investment managers. The survey resulted in a Diversity Impact Score for the LTIP's managers in the 61st percentile (top half) when compared to the peer universe. In terms of the equity ownership of LTIP managers, the LTIP ranks in the 75th percentile (top quartile) for gender diversity ownership and in the 72nd percentile for ethnic diversity ownership when compared to the peer universe. In terms of the individuals who lead LTIP managers, the LTIP ranks in the 49th percentile for gender diversity leadership and in the 61st percentile for ethnic diversity leadership. The Investment Policy Committee and Agility will continue to work together to monitor and seek to improve the LTIP's Diversity Impact Score.

After historic growth in the prior fiscal year, the LTIP faced market headwinds and economic disruptions in the fiscal year ended June 30, 2022, suffering a (6.3%) decline in value inclusive of private investment valuations. While this is disappointing news, it is important to note that the LTIP performed significantly better than its policy benchmark and the S&P 500, which saw declines of (14.6%) and (10.6%), respectively, during the last fiscal year. As shown above, the LTIP's five- and ten-year investment performance exceeded 9%, investment results consistent with the Foundation's goal that the endowments it stewards will maintain intergenerational equity.

To learn more, contact:

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