

UNIVERSITY
OF
CALIFORNIA

ANNUAL ENDOWMENT REPORT

FISCAL YEAR ENDED JUNE 30, 2021



UC Regents' General Endowment Pool

UC Berkeley Foundation

UC Davis Foundation

UC Irvine Foundation

UC Los Angeles Foundation

UC Merced Foundation

UC Riverside Foundation

UC San Diego Foundation

UC San Francisco Foundation

UC Santa Barbara Foundation

UC Santa Cruz Foundation

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1 Purpose

The purpose of this report is to provide the Regents' Committee on Investments with an overview of the investment portfolios of the University of California campus Foundations, as well as the Regents' General Endowment Pool (GEP) in which some of the campuses invest. Each campus Foundation publishes its own detailed investment report; however, this report is intended to provide key information for all the portfolios on a consolidated basis.

The report is prepared by an independent investment consulting firm hired by UC Investments, formerly known as the Office of the Chief Investment Officer (OCIO), on behalf of the Regents' Committee on Investments. This particular report was prepared by Mercer Investments, LLC.

The sources of information in this report are:

- Each respective campus Foundation
- UC Investments (for GEP and the campus Foundations which are 100% invested in GEP)
- Mercer Investments, LLC
- State Street Bank

2 Consolidated GEP/Campus Foundation Review

The following section contains a summary of the consolidated endowment review.

Information is provided on the total investment assets, total portfolio performance, asset allocation, and spending policies for each campus Foundation.

All of the information is sourced and reconciled by each respective campus Foundation and UC Investments.

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2.1 Total University Assets

This table outlines the University's total assets by designation to the Regents for the benefit of the campus, to investments in the General Endowment Pool as part of the campus Foundation allocation or to the campus Foundation.

Overall, total endowment assets increased by 35.2% over the last fiscal year. These changes incorporate new gifts accepted during the fiscal year, funds functioning as endowment created, and the return on total endowed assets. The General Endowment Pool assets on the table below reflect annual distributions that have been transferred out of the account at the end of the fiscal year, but are still showing as pending payout in the General Endowment Pool custodial accounts.

UC Investments also manages systemwide program assets of about \$2.2 billion for the benefit of education and research, support services and general administration.

Total University Endowment Assets by Designation to Regents and Foundations (Market Values \$ Thousands)

Campus	June 30, 2021					June 30, 2020				
	Regents ^{1,3}	Foundation Investments in GEP ³	Foundation Investments in STIP ⁴	Foundation ²	Total Endowment Assets	Regents ^{1,3}	Foundation Investments in GEP ^{3,4}	Foundation Investments in STIP ⁴	Foundation ²	Total Endowment Assets
Berkeley	3,850,484	-	22,235	2,901,867	6,774,585	2,768,897	-	14,523	2,102,783	4,886,203
Davis	1,608,735	283,567	16,936	342,357	2,251,596	1,203,674	93,807	12,000	378,134	1,687,615
Irvine ⁵	554,434	365,708	8,484	387,916	1,316,543	504,412	223,523	878	307,603	1,036,416
Los Angeles ⁶	3,527,131	9,285	85,787	3,797,605	7,419,808	2,661,428	6,987	154,280	2,718,958	5,541,653
Merced	63,257	27,604	-	-	90,861	47,807	14,189	99	-	62,095
Riverside	125,441	254,449	1,678	2,498	384,066	85,747	177,486	1,238	16,867	281,338
San Diego ⁷	1,334,139	845,802	4,688	401,835	2,586,464	1,017,805	615,550	29,835	248,184	1,911,374
San Francisco	3,114,074	-	16,078	2,849,657	5,979,809	2,236,755	-	15,435	2,087,679	4,339,869
Santa Barbara	214,551	366,255	3,566	6,379	590,752	163,136	263,730	5,095	6,176	438,137
Santa Cruz	137,785	156,284	-	-	294,069	105,704	115,781	-	-	221,485
Total Campus Endowments	14,530,031	2,308,954	159,452	10,690,116	27,688,553	10,795,365	1,511,053	233,383	7,866,384	20,406,185
Systemwide Programs	2,155,451	21,162	-	-	2,176,613	1,660,134	16,839	-	-	1,676,973
Total Endowment Assets	16,685,482	2,330,116	159,452	10,690,116	29,865,166	12,455,499	1,527,892	233,383	7,866,384	22,083,158

¹ Assets managed by Regents in GEP for the benefit of the campuses excluding investment allocations to the GEP by the campus Foundations. Values provided by UC Investments.

² Assets managed by the campus Foundations excluding investment allocations to the GEP and STIP. Values provided by the campus Foundations.

³ University endowment assets by designation are sourced from Endowment and Investment Accounting participant data. As such, GEP participant data may differ from the total GEP assets presented elsewhere in the report. These differences are due to timing of the annual distributions transferred out of GEP participant accounts at year end but less any payout from the custodial accounts.

⁴ Foundation endowment assets invested in STIP. Values provided by campus Foundations.

⁵ Irvine updates private equity market values with calls and distributions on monthly while their third-party consultants report these values on a lagged basis. The 2021 and 2020 Foundation values, presented here, will be different from the total Foundation value represented elsewhere in the report due to this timing effect. Irvine 2021 Regents' value includes \$584,843 invested in STIP. Irvine 2020 Regents' value includes \$578,412 invested in STIP.

⁶ Los Angeles 2021 and 2020 investment in GEP excludes \$7,609,533 and \$5,726,058, respectively, belonging to the UCLA Johnson Cancer Center Foundation. As such, GEP participant data totals, presented here, will be different from the total GEP custodied assets presented elsewhere in the report.

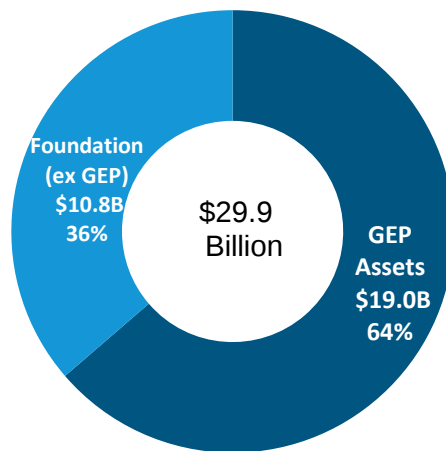
⁷ San Diego 2021 and 2020 investment in GEP excludes \$73,066,149 and \$46,093,361, respectively. San Diego considers these amounts, invested in GEP, to be current use funds. The San Diego 2021 Regents' value includes other endowment assets invested with the Regents that are not part of the General Endowment Pool. As such, GEP participant data totals, presented here, will be different from the total GEP custodied assets presented elsewhere in the report.

2.2 GEP and Campus Foundation Assets Under Management

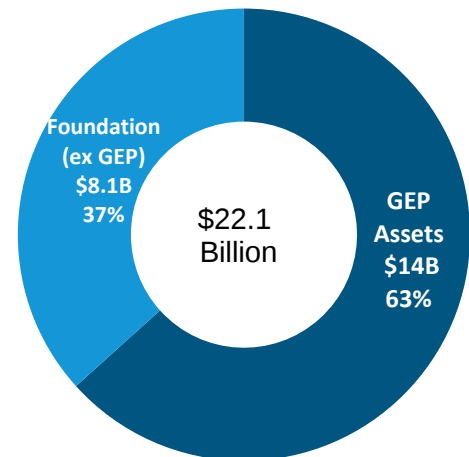
This section of the report focuses on the managed endowment assets held by the Regents' General Endowment Pool (GEP) and the campus Foundations. The assets in the Regents' GEP, which some of the campuses invest in, are managed by UC Investments. The campuses' assets are managed by internal and/or external managers.

The chart below shows the General Endowment Pool and campus Foundations (excluding GEP) managed endowment assets for fiscal years 2021 and 2020.

Total Endowment Assets



June 30, 2021



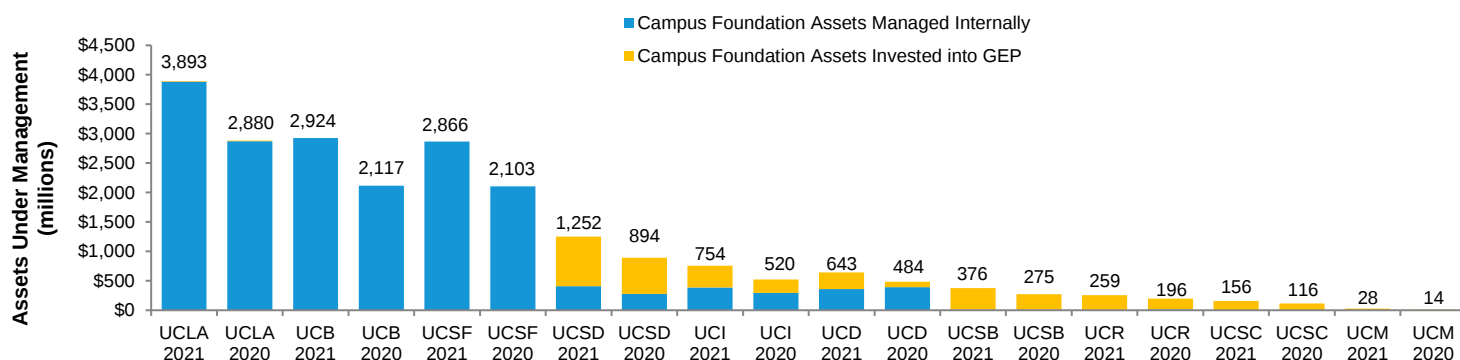
June 30, 2020

Source: Foundations and UC Investments

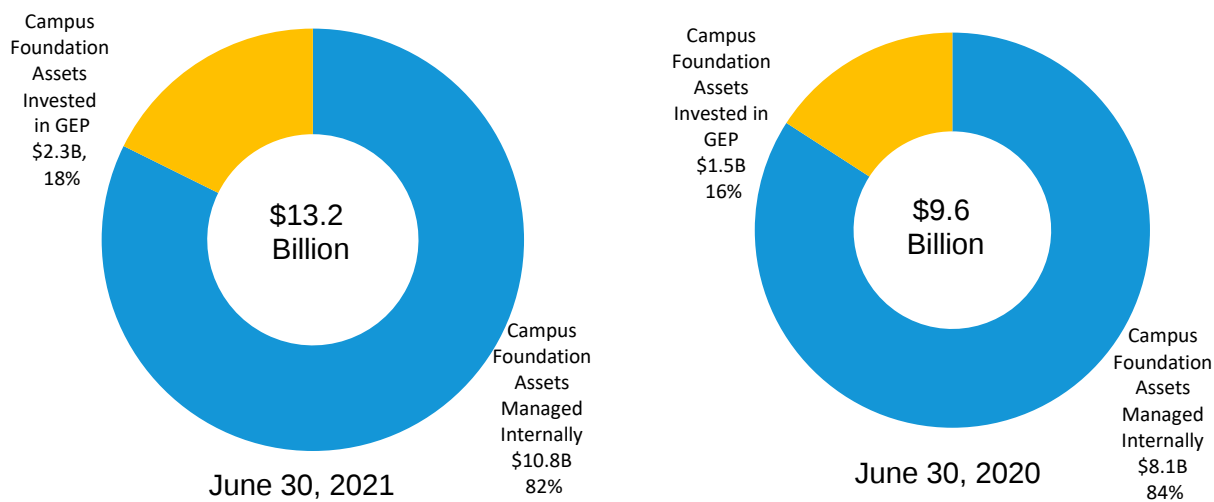
Total endowment assets were \$29.9 billion as of June 30, 2021. Endowment assets increased by 35.3% over the last fiscal year. These changes incorporate cash flows and investment performance.

The two charts below show the total investment portfolio assets under management by each campus Foundation and in aggregate for fiscal years 2021 and 2020.

Campus Foundation Assets Year-Over-Year



Total Campus Foundation Endowment Assets



Source: Foundations and UC Investments

Total campus Foundation assets were \$13.2 billion as of June 30, 2021. Foundation assets increased by 37.5% over the last fiscal year. These changes incorporate cash flows and investment performance.

2.3 Asset Allocation of Managed Endowment Funds

Asset allocation is the primary driver of a portfolio's total return over the long run, while sector and individual security selection typically drive short-term performance. Therefore, portfolio performance should be viewed in the context of the underlying asset allocation.

The table below shows the asset allocation for each campus Foundation and GEP as of June 30, 2021. Campus investments in GEP are included in the specific sub asset classes. The table includes the overall weighted average asset allocation of all foundation assets, as well as the net one-year total returns¹ and volatility by campus.

Asset Allocation of Managed Endowment Funds
As of June 30, 2021

Campus	U.S. Equity	Non-U.S. Equity	Global Equity	U.S. Fixed Income	Non-U.S. Fixed Income	Absolute Return	Real Assets	Real Estate	Private Equity	Private Credit	Other	Cash	Total	Fiscal Year 2021 Return	Fiscal Year 2021 Volatility
Regents' GEP	23.5%	8.6%	14.5%	7.5%	0.0%	13.2%	2.9%	5.6%	21.6%	1.8%	0.0%	0.8%	100%	33.7%	7.0%
Berkeley ¹	11.6%	22.1%	18.6%	3.5%	0.0%	13.4%	3.7%	1.8%	15.5%	0.0%	4.5%	5.3%	100%	37.9%	8.4%
Davis	17.1%	20.9%	0.0%	7.9%	0.0%	18.8%	4.3%	7.8%	21.6%	1.3%	0.0%	0.2%	100%	32.5%	7.7%
Irvine	28.1%	13.1%	11.0%	9.6%	0.0%	12.9%	4.2%	0.0%	17.3%	2.3%	0.0%	1.5%	100%	34.8%	5.6%
Los Angeles ²	0.0%	0.0%	49.4%	4.0%	0.0%	19.9%	7.4%	3.6%	15.5%	0.0%	0.2%	0.1%	100%	34.3%	7.6%
Merced ³	23.5%	8.6%	14.5%	7.5%	0.0%	13.2%	2.9%	5.6%	21.6%	1.8%	0.0%	0.8%	100%	33.7%	7.0%
Riverside ³	23.1%	8.5%	14.3%	7.3%	0.0%	13.0%	2.8%	5.5%	22.2%	1.8%	0.0%	1.4%	100%	33.1%	6.7%
San Diego	50.1%	12.8%	0.0%	5.1%	0.0%	10.1%	0.0%	6.5%	14.6%	0.0%	0.0%	0.8%	100%	34.9%	8.7%
San Francisco ⁴	0.0%	0.0%	32.0%	0.0%	0.0%	22.2%	0.0%	3.2%	31.4%	4.7%	0.0%	6.5%	100%	33.2%	7.7%
Santa Barbara ³	22.9%	8.4%	14.1%	7.3%	0.0%	12.9%	2.8%	5.4%	22.5%	1.8%	0.0%	1.8%	100%	33.2%	6.9%
Santa Cruz ³	23.5%	8.6%	14.5%	7.5%	0.0%	13.2%	2.9%	5.6%	21.6%	1.8%	0.0%	0.8%	100%	33.7%	7.0%
Weighted Avg.⁵	11.2%	8.4%	27.3%	3.8%	0.0%	17.1%	3.6%	3.5%	19.7%	1.3%	1.1%	2.9%	100%	34.1%	7.3%

Returns are net of all fees. For Berkeley, Los Angeles, and San Francisco, returns are net of external investment management fees, but not internal fees incurred to manage the Foundation.

¹ Berkeley's Opportunistic assets are included in the Other category.

² Los Angeles' Portfolio Insurance assets are included in the Other category. The Public Equity Exposure is 45.3% after excluding the notional exposure of the derivatives position. The Cash balance is 8.1% when including collateral for the derivatives position.

³ Foundation endowment assets invested primarily in The Regents' GEP and/or STIP funds.

⁴ San Francisco's Cash Equivalents include investments in US Treasuries and STIP.

⁵ The weighted average asset allocation excludes the GEP assets. Fiscal Year return shown above includes The Regents' GEP return in the calculation.

¹ For Berkeley, Los Angeles and San Francisco, returns are net of external investment management fees, but not internal fees incurred to manage the Foundation. For fiscal year 2021, Berkeley's estimated internal investment management company cost was **0.22%**, Los Angeles' estimated internal investment management company cost was **0.159%**, and San Francisco's estimated internal investment management company cost was **0.28%**.

2.4 Investment Performance

Investment performance for campus Foundations and GEP is presented net of all fees, including internal investment management company fees, with the exception of UCLA, UCSF, and UC Berkeley^{1,2,3}. This table displays total returns for each campus Foundation and GEP and the median returns of a broad Endowments & Foundations (E&F) peer group (i.e. the Investor Metrics – All Endowments & Foundations⁴) for comparison. The percentile ranks reflect performance relative to the E&F peer group (1st percentile is the best, 100th percentile is the worst). The table also includes the simple weighted average returns for GEP and all campus Foundation assets.

Net Performance Summary for Year Ending June 30, 2021

Periods over 1 Year are Annualized

% Invested in GEP		10- Year Return (%)	10-year Universe Percentile Rank	7- Year Return (%)	7-year Universe Percentile Rank	5- Year Return (%)	5-year Universe Percentile Rank	3- Year Return (%)	3-year Universe Percentile Rank	1- Year Return (%)	1-year Universe Percentile Rank
100%	Regents' GEP	9.9	4	10.0	3	13.7	2	14.9	2	33.7	6
100%	Merced	9.9	4	10.0	3	13.7	2	14.9	2	33.7	6
100%	Santa Cruz	9.9	4	10.0	3	13.7	2	14.9	2	33.7	6
98%	Riverside ¹	8.4	33	8.3	22	12.9	5	12.4	17	33.1	8
97%	Santa Barbara ²	8.4	28	8.3	5	12.9	3	12.4	3	33.2	8
68%	San Diego	9.6	6	9.6	4	13.2	4	14.9	2	34.9	4
48%	Irvine ³	9.3	10	9.2	7	12.5	9	13.0	11	34.8	4
44%	Davis	9.0	18	8.6	16	11.8	17	12.1	22	32.5	10
0%	Los Angeles ⁴	9.0	16	9.0	9	12.4	10	11.9	26	34.3	5
	Berkeley	9.0	17	9.1	9	12.7	9	13.9	5	37.9	2
	San Francisco	8.5	31	8.6	18	12.8	7	13.6	6	33.2	8
	Weighted Average ⁵	8.4		9.6		13.3		14.2		34.1	
	E&F Peer Group Median	7.9		7.4		10.5		10.9		27.0	

Dark Blue: Outperformed the Policy Benchmark

Light Blue: Underperformed the Policy Benchmark

Black: Equaled the Policy Benchmark

¹ Riverside's total performance includes the GEP Unit Value, Private Equity, and Cash Accounts.

² Santa Barbara's total performance includes the GEP Unit Value, Private Equity, Hedge Fund, and General Cash Accounts.

³ Irvine Foundation and equity asset class performance prior to June 2019 are reported gross of fees. Net of fee performance is used thereafter. Fixed Income performance prior to January 2013 are reported gross of fee. Net of fees is used thereafter.

⁴ Los Angeles' allocation to GEP was 0.2%.

⁵ The weighted average returns include The Regents' GEP returns in the calculation. The weighted average 1-, 3-, 5-, 7-, 10-year returns are the same for net of fees and net of all fees.

Note: Details for the E&F Peer Group can be found on page 57 under "Performance Comparisons"

Performance for all of the trailing periods was solid as long-term returns have benefited from strong equity markets. Additionally, performance for the trailing 1-year periods was notably strong for all of the campus Foundations due to rebound in market performance during the fiscal year following the effects of the COVID-19 pandemic on the capital markets in the first half of 2020.

For all time periods, all of the campus Foundations exceeded tracked the universe median return while most campus Foundations ranked in the top quartile of the universe over all of the time periods.

¹ For Berkeley, Los Angeles and San Francisco, returns are net of external investment management fees, but not internal fees incurred to manage the Foundation. For fiscal year 2021, Berkeley's estimated internal investment management company cost was **0.22%**, Los Angeles' estimated internal investment management company cost was **0.159%**, and San Francisco's estimated internal investment management company cost was **0.28%**.

² Regents' GEP return are net of all actual fees and expenses for the periods presented.

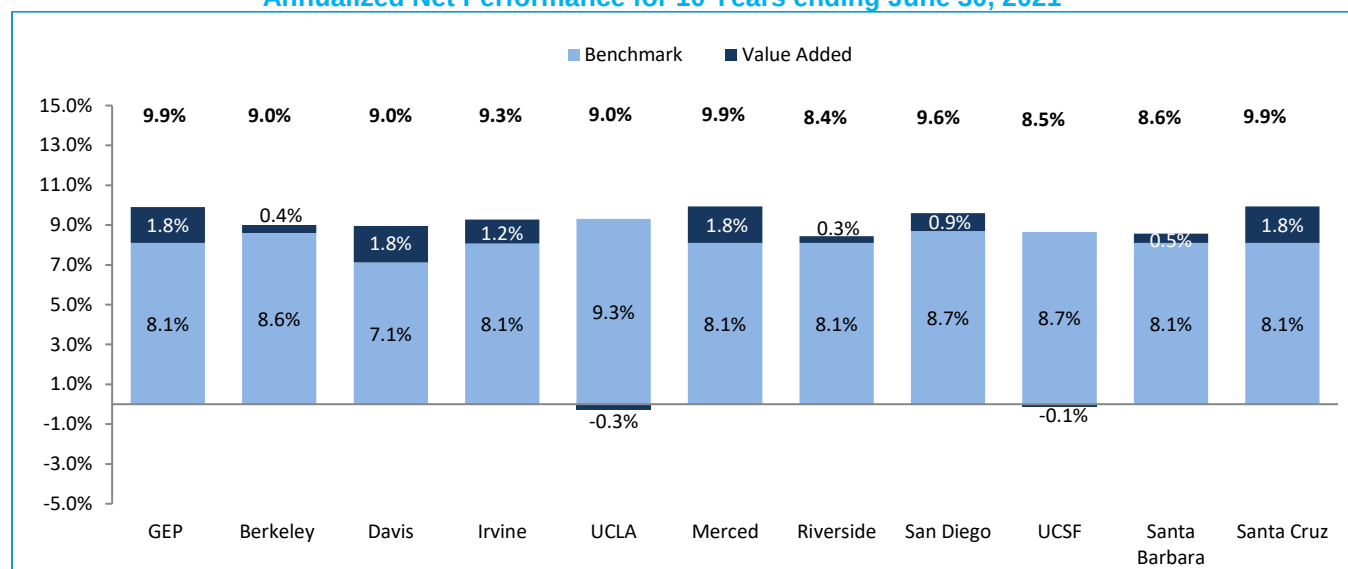
³ Irvine performance prior to June 2019 is reported gross of fees. Net of all fees performance is used thereafter.

⁴ The Investor Metrics all endowments and foundations peer group ("E&F Peer Group") is comprised of approximately 600 observations from a substantial endowment and foundation client base which includes information submitted by industry-leading consulting and trust/custody organizations as compiled by Investor Metrics. The E&F Peer Group returns are net of fees.

The graphs below show the absolute returns net of all fees of the campus Foundations^{1,3} and GEP, and the value added (excess returns) versus their respective policy benchmarks for the 10-, 5-, 3- and 1-year periods ending June 30, 2021⁵.

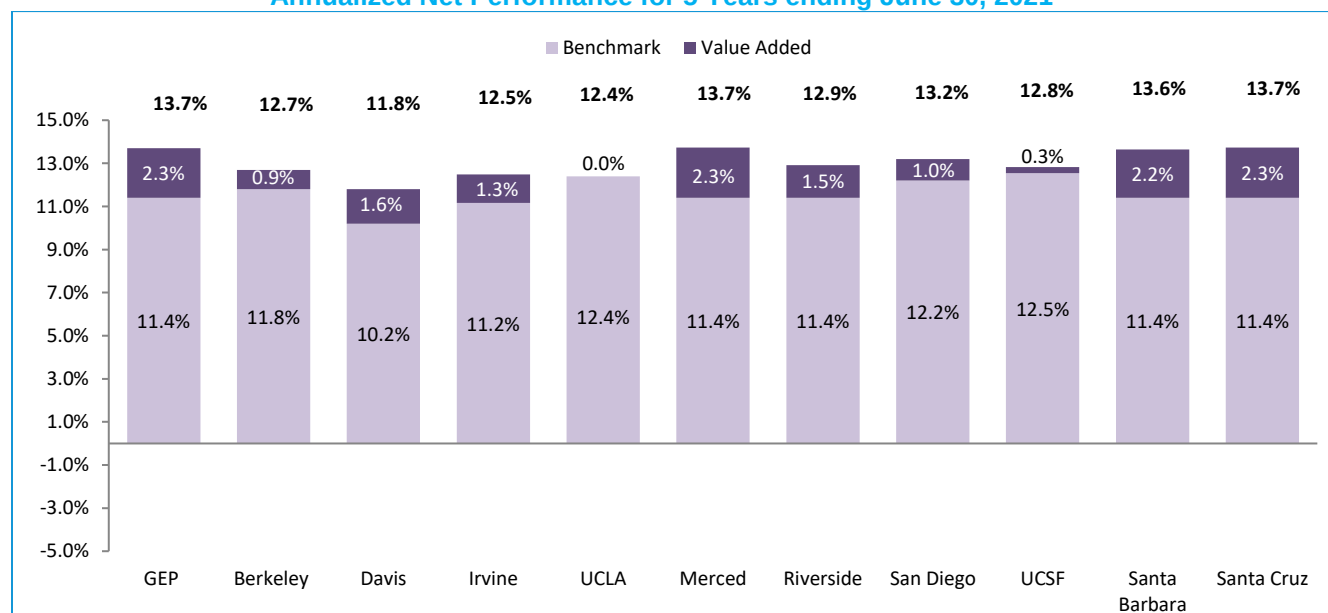
Relative returns for the 10-year, 3-year, and 1-year period were mostly positive, as eight of the 10 Foundations outperformed or matched their respective policy benchmarks. For the 7-year period, nine of the ten Foundations added value over their benchmarks, while all of the ten foundations either matched their benchmark or posted positive excess returns for the 5-year period.

Annualized Net Performance for 10 Years ending June 30, 2021



Bold values represent absolute return of campus Foundation and GEP.

Annualized Net Performance for 5 Years ending June 30, 2021



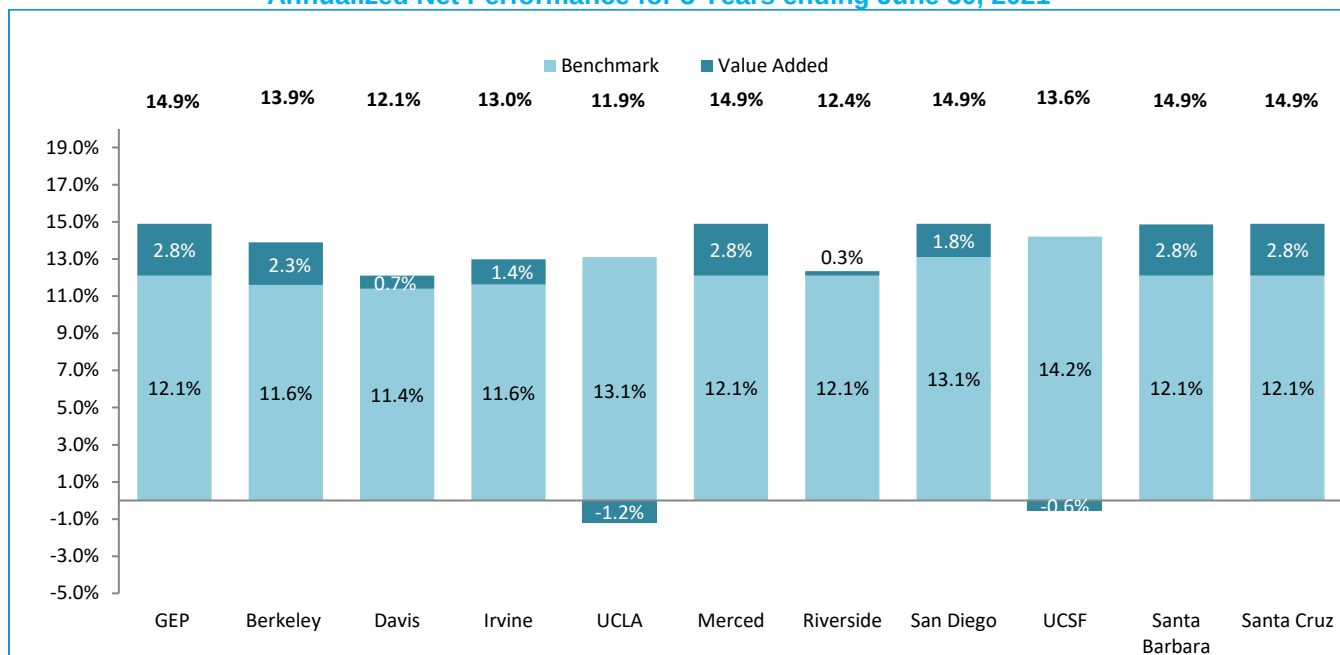
Bold values represent absolute return of campus Foundation and GEP.

¹ For Berkeley, Los Angeles and San Francisco, returns are net of external investment management fees, but not internal fees incurred to manage the Foundation. For fiscal year 2021, Berkeley's estimated internal investment management company cost was **0.22%**, Los Angeles' estimated internal investment management company cost was **0.159%**, and San Francisco's estimated internal investment management company cost was **0.28%**.

³ Irvine performance prior to June 2019 is reported gross of fees. Net of all fees performance is used thereafter.

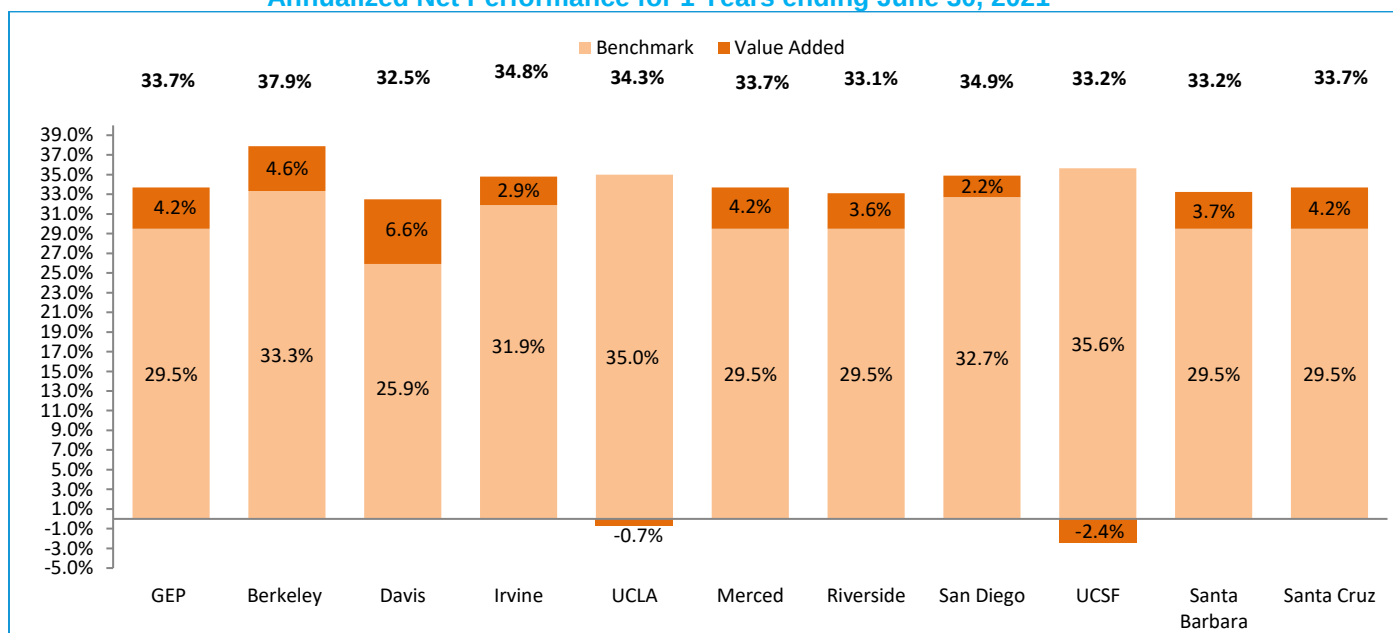
⁵ Benchmark and excess return may not equal absolute return due to rounding.

Annualized Net Performance for 3 Years ending June 30, 2021



Bold values represent absolute return of campus Foundation and GEP.

Annualized Net Performance for 1 Years ending June 30, 2021



Bold values represent absolute return of campus Foundation and GEP.

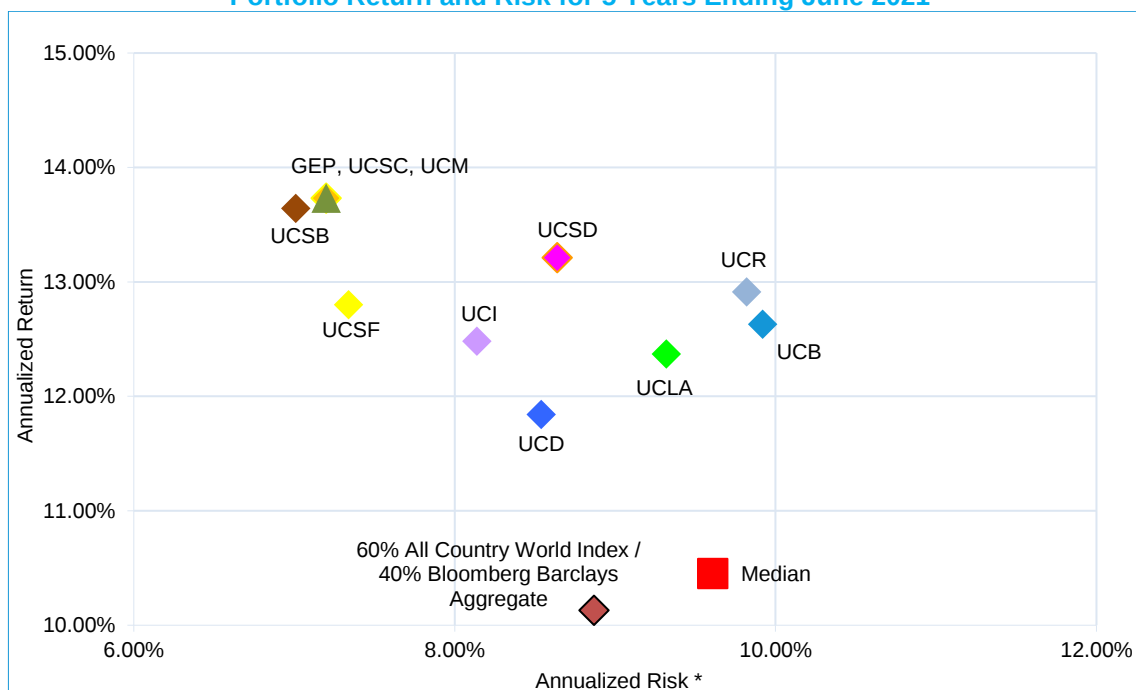
¹ For Berkeley, Los Angeles and San Francisco, returns are net of external investment management fees, but not internal fees incurred to manage the Foundation. For fiscal year 2021, Berkeley's estimated internal investment management company cost was **0.22%**, Los Angeles' estimated internal investment management company cost was **0.159%**, and San Francisco's estimated internal investment management company cost was **0.28%**.

³ Irvine performance prior to June 2019 is reported gross of fees. Net of all fees performance is used thereafter.

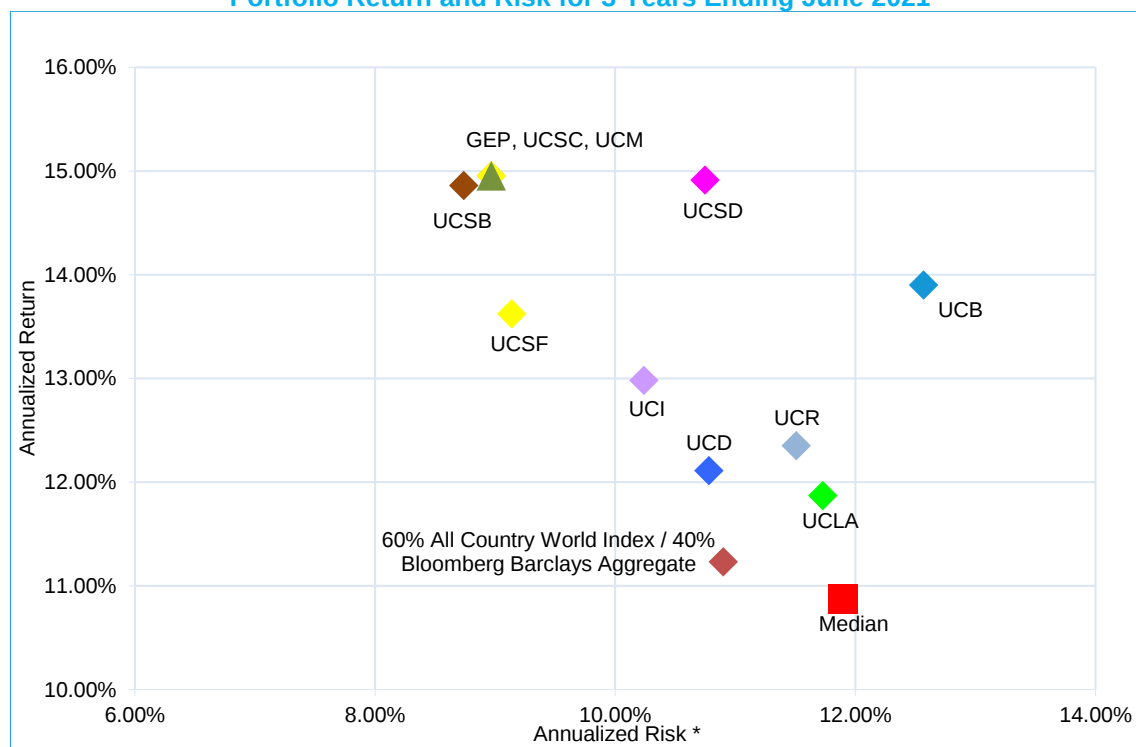
⁶ Benchmark and excess return may not equal absolute return due to rounding.

The scatter plot charts below show the annualized net returns versus standard deviation (calculated with monthly returns) for the three- and five-year periods ending June 30, 2021. Relative to the E&F peer group median (red square), most of the campus Foundations exhibited higher returns with lower volatility.

Portfolio Return and Risk for 5 Years Ending June 2021



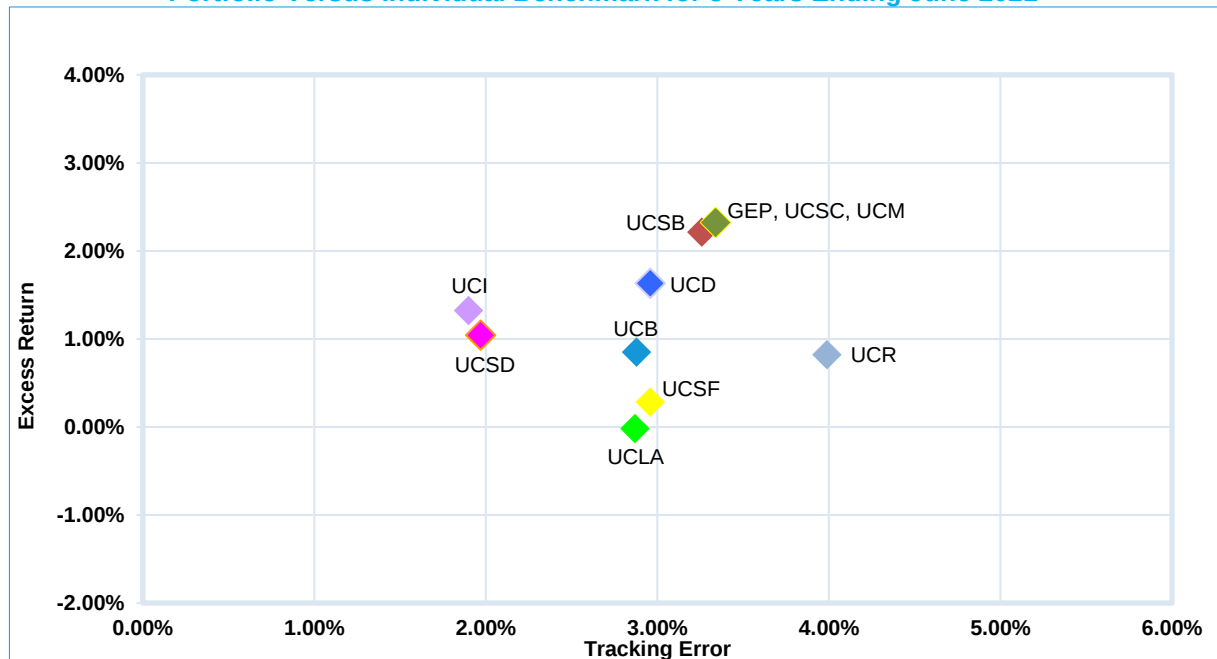
Portfolio Return and Risk for 3 Years Ending June 2021



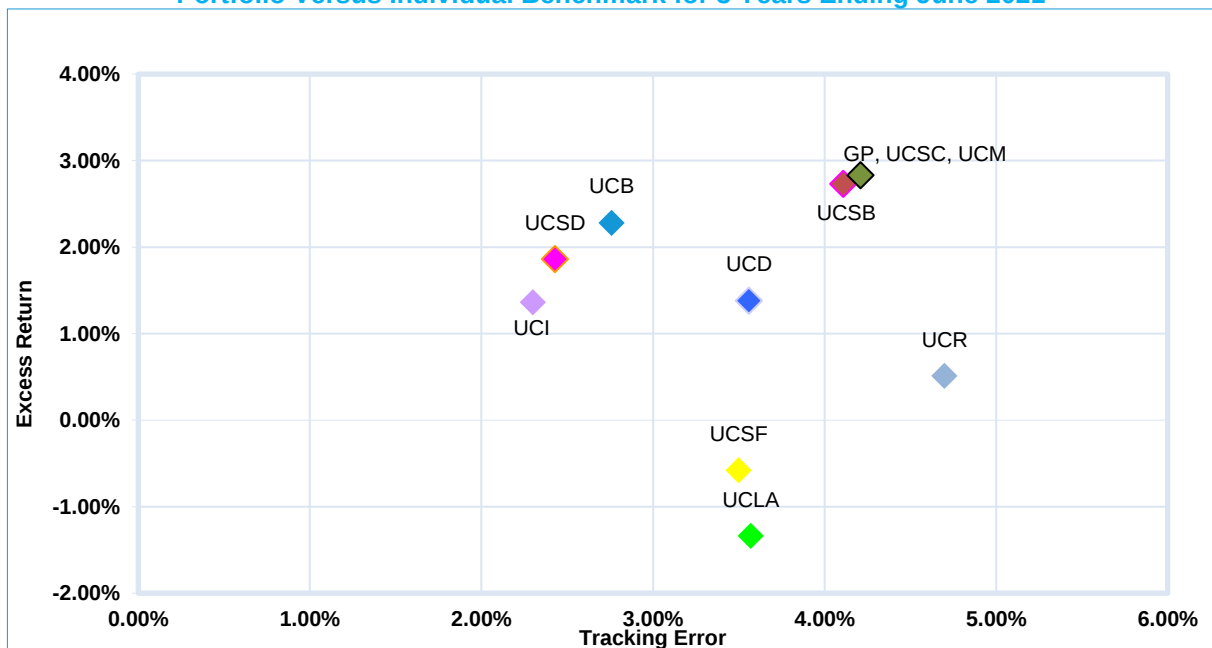
* (Annualized) Risk is defined as the annualized standard deviation calculated using monthly observations. This evaluation may understate the risk measures for non-public assets such as private equity and absolute return strategies for the following reasons: 1.) The assets are not priced daily; 2.) Returns are reported on a lagged basis. 3.) Most of the campus Foundations have significant portions of their endowments invested in non-public assets.

In addition, we evaluated the portfolios' active risk, which measures how closely the portfolios follow their specified benchmarks. The graphs below reflect excess returns versus the tracking error for the individual portfolios when compared to their respective benchmarks over 3- and 5-years ending June 30, 2021. For both periods, most campus Foundations outperformed or matched their respective benchmarks.

**Annualized Tracking Error and Excess Return
Portfolio Versus Individual Benchmark for 5 Years Ending June 2021**

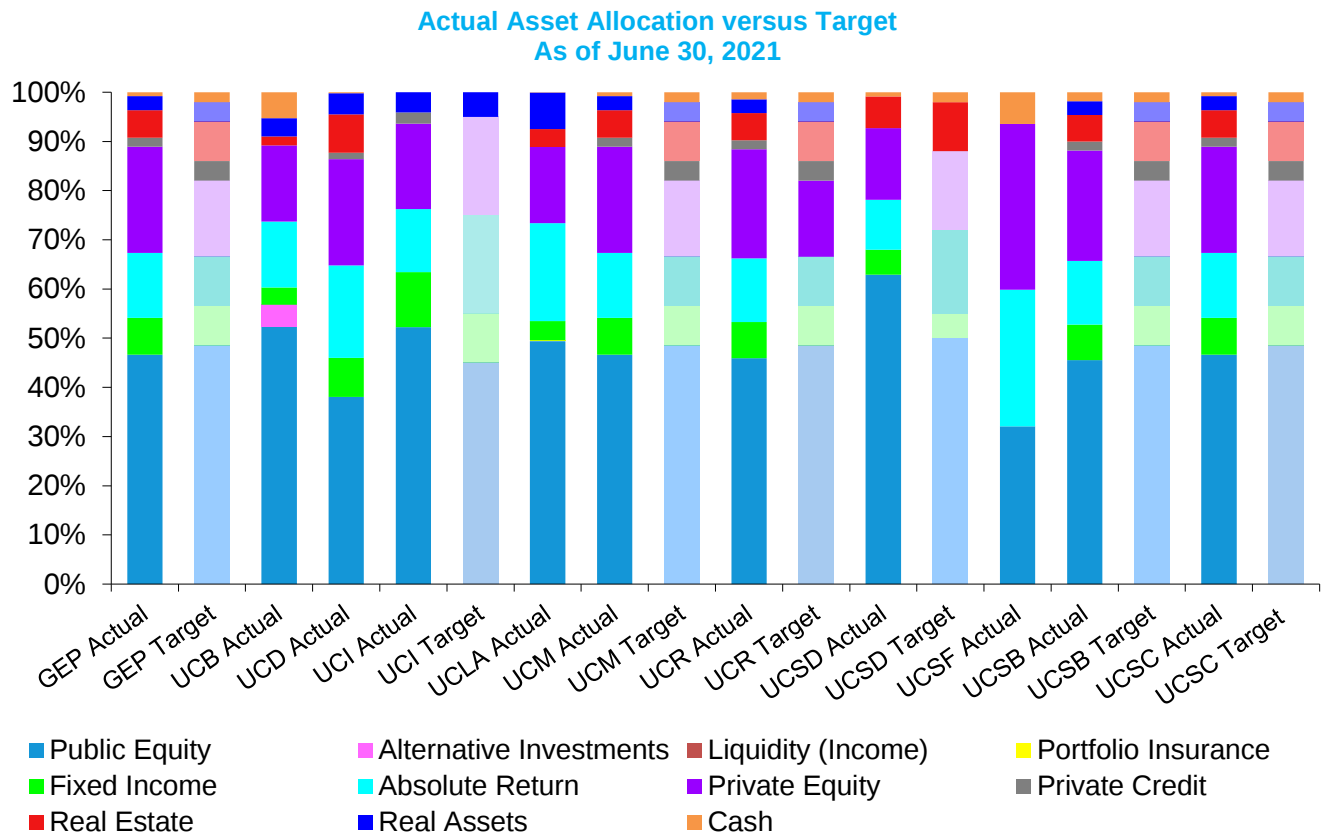


**Annualized Tracking Error and Excess Return
Portfolio Versus Individual Benchmark for 3 Years Ending June 2021**



2.5 Asset Allocation Policy Compliance

Merced (effective May 2004), Riverside (effective November 2019), Santa Barbara (effective July 2015), and Santa Cruz (effective September 1974) have adopted the GEP investment policies. The other six campus Foundations have implemented their own individual investment policies. As of June 30, 2021, Riverside, Santa Barbara, San Diego, Irvine and Davis allocated 98%, 97%, 68%, 48% and 44% respectively to GEP. An overview of the campus Foundations' actual asset allocation versus the individual targets is presented below.



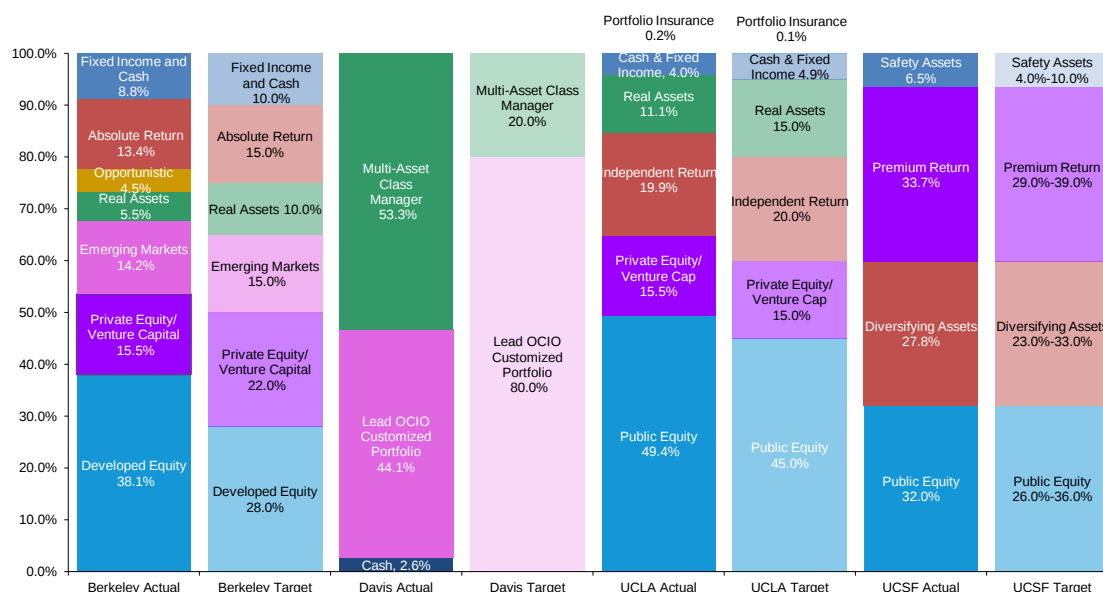
For fiscal year 2021, the Regents and some Campuses elected to rename the Liquidity (Income) category as Fixed Income and the Liquidity category as Cash. Some Campus choose to combine their fixed income and cash allocations into a single category called Liquidity (Income).

Berkeley's Opportunistic assets are listed under Alternative Investments. Los Angeles has an allocation to Portfolio Insurance.

San Francisco's Diversifying Assets are listed under Absolute Return, Premium Return is listed under Private Equity, and Safety Assets are listed under Liquidity. Asset Allocation targets are ranges; dynamic weighted benchmarks are shown for indicative target.

Berkeley, Davis, Los Angeles and San Francisco use a strategy-based investment structure and have implemented multi-asset class portfolios. Their actual allocation versus the different investment types or strategies is presented in the chart below.

Actual Asset Allocation versus Target As of June 30, 2021



The following benchmark allocations are implemented on total fund level:

- Berkeley
 - 28% MSCI World with USA Gross (Net) Index
 - 15% MSCI Emerging Markets (Net) Index
 - 22% Custom Cambridge Associates Benchmarks (Private Equity/Venture Capital)⁵
 - 10% Custom Cambridge Associates Benchmarks (Real Assets)⁵
 - 15% HFRI FoF Conservative Index
 - 10% 80% Bloomberg Barclays UST Index / 20% BofAML 91-Day T-Bills Index
- Davis
 - 80% GEP Benchmark*
 - 20% GEM Policy Benchmark*
- Los Angeles
 - 45% MSCI AC World Index
 - 20% HFRI Fund Weighted Composite Index
 - 15% Cambridge Associates Private Equity & Venture Capital Index
 - 7.5% Cambridge Associates Real Estate Index + 7.5% Cambridge Associates Natural Resources Index
 - 4.9% Citigroup 3-Month T-Bill
 - 0.1% 3-Month S&P 500 put options with strike prices 15% OTM (out of the money)

⁵ The Custom Cambridge Associates Benchmarks are pooled horizon IRRs weighted to reflect the vintage year asset class mix within the GEP's portfolio. PE/VC includes a blend of the Cambridge Associates Private Equity and Control-Oriented Distressed Index and Cambridge Associates Venture Capital Index. Real Assets includes a blend of the Cambridge Associates Real Estate Index and Cambridge Associates Natural Resources Index. UC Berkeley Foundation's Policy Benchmark is currently in a transitional period until the portfolio gets closer to the long-term policy targets detailed in its Asset Allocation. During this period, asset class benchmark returns are dynamically weighted using the asset classes' actual market values.

* Index composition details shown in Section 4.3 on page 54

- San Francisco⁶
 - 32% MSCI AC World Index
 - 6.5% U.S. 1-3 year Treasuries
 - 33.7% Cambridge Associates Private Equity Vintage
 - 27.8% HFRI Fund Weighted Composite

During the fiscal year, the following campus Foundations made changes to their investment policy statements:

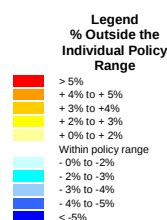
- Davis
 - January 31, 2021 - Policy benchmark, policy target and compliance ranges changes; asset liquidity requirements
- Los Angeles
 - January 1, 2021 – Policy benchmark changes to reflect new components
- Regents
 - July 1, 2020 - Policy benchmark, policy target, and compliance range changes; Consolidate the prior IPS and Asset & Risk Allocation Policy documents; Added a "Roles and Responsibilities" section to the IPS
- Riverside
 - October 17, 2019 – Policy benchmark, policy target and compliance ranges changes; Asset classes changes; update to direct policy to the GEP investment policy
- San Francisco
 - January 1, 2021 – Policy benchmark, policy target, and compliance range changes for interim portfolio
- Santa Barbara
 - October 25, 2019 – Minor grammatical changes and consolidation of exhibits

⁶ San Francisco uses a dynamic framework for setting benchmark weights that considers both actual weights and policy range limits. These weights reflect the output of that framework on June 30, 2021.

The following table reflects the difference between the actual asset allocation as of June 30, 2021, and the target policy allocation defined in the investment policy statement for each campus Foundation. Any exposure outside the individual policy ranges is shaded, and the heat map on the right side shows by the magnitude of the breadth.

**Over-/Underweight to Individual Foundation Policy Target
As of June 30, 2021**

	Public Equity	Fixed Income	Absolute Return	Private Equity	Private Credit	Real Estate	Real Assets	Cash
GEP	-1.9%	-0.5%	3.2%	6.1%	-2.2%	-2.4%	-1.1%	-1.2%
Irvine	7.3%	1.1%	-7.1%	-2.6%	2.3%	-2.4%	-0.9%	
Merced	-1.9%	-0.5%	3.2%	6.1%	-2.2%	-2.4%	-1.1%	-1.2%
Riverside	-2.6%	-0.7%	3.0%	6.7%	-2.2%	-2.5%	-1.2%	-0.6%
San Diego	12.9%	0.1%	-6.9%	-1.4%		-3.5%		-1.2%
Santa Barbara	-3.0%	-0.7%	2.9%	7.0%	-2.2%	-2.6%	-1.2%	-0.2%
Santa Cruz	-1.9%	-0.5%	3.2%	6.1%	-2.2%	-2.4%	-1.1%	-1.2%
	Developed Equity	Private Equity/ Venture Cap	Emerging Markets	Real Assets	Opportunistic	Absolute Return	Fixed Income and Cash	
Berkeley ⁵	10.1%	-6.5%	-0.8%	-4.5%	4.5%	-1.6%	-1.2%	
	Lead OCIO Customized Portfolio	Multi-Asset Class Manager	Cash					
Davis	-35.9%	33.3%	2.6%					
	Public Equity	Private Equity/ Venture Cap	Independent Return	Real Assets	Cash & Fixed Income			
Los Angeles	4.4%	0.5%	-0.1%	-3.9%	-0.9%			
	Public Equity	Diversifying Assets	Premium Return	Safety Assets				
San Francisco	0.0%	0.0%	0.0%	0.0%				



The exposures outside of the policy ranges shown on the chart above are explainable.

UC Davis updated its investment policy in FY 2021 and is currently liquidating and transferring assets among managers. Due to the length and complexity of the asset liquidation process, the portfolio is temporarily outside of the target allocation range stated. UC Davis Foundation's investment policy permits the portfolio allocation fall outside of the target ranges during the transition period.

UC Irvine's policy has a target of 0% private credit as they review the asset class and consider it for inclusion as an asset class in the policy.

The GEP, UC Merced and UC Santa Cruz have a target of 2% cash and a target range of 1%-5%. The cash allocation was modestly below the lower bound of the range given market fluctuation of the portfolio as of June 30, 2021.

UC San Diego has a target of 50% public equity and a range of 40%-60%. UC San Diego updated the policy target and ranges for FY 2022 effective July 1, 2021. The Public Equity allocation was above the FY 2021 policy range but in compliance with the new policy range.

⁵ UC Berkeley Foundation's Policy Benchmark is currently in a transitional period until the portfolio gets closer to the long-term policy targets detailed in its Asset Allocation. During this period, asset class benchmark returns are dynamically weighted using the asset classes' actual market values.

2.6 Spending Policies

The table below shows a summary of the endowment spending policies for each campus Foundation.

Endowment Spending Policies by Foundation

Regents' GEP	The total return expenditure (spending) policy for eligible assets in the General Endowment Pool is 4.75 percent of a 60-month moving average of the market value of a unit invested in the General Endowment Pool.
Berkeley	The Foundation's payout policy is 4.0% of a twenty-quarter (five year) moving average market value of the endowment pool. The Finance and Administration Committee, at its discretion, may recommend to the Executive Committee an alternative payout percentage, within a range of 3.5% to 4.5% for a specific payout year.
Davis	The primary objective of the UC Davis Foundation's endowment spending policy is to achieve a proper balance between present and future needs of endowed units at UC Davis. The approved spending rate for the September payout was 4.50% of the average of the prior 60-month-end market values of each endowment fund, for the period ending March 31.
Irvine	The endowment fund spending policy allows for allocation of income equivalent to 4.5% of the moving average market value of the endowment portfolio. This average market value is computed using the previous 36 months of portfolio activity. Income earned in excess of the spending rate may be reinvested in endowment principal. Income available for expenditure is calculated according to a predetermined formula.
Los Angeles	In 2021, The UCLA Foundation endowment spending rate was 5.00% of a 12 quarter rolling average market value, calculated quarterly. The UCLA Foundation approved endowment spending policy for fiscal year 2022 is 4.25% of a 12 quarter rolling average.
Merced	The spending policy of the UC Merced Foundation is to provide 100% of the endowment earnings up to a maximum spending payout rate of 4.75% of the 60-month average unit market value for the period ending December 31st.
Riverside	The endowment spending policy applicable to FYE 2021 was to withdraw per unit 4.5% of the average unit market value of the endowment fund calculated using the closing unit market value on the last day of each of the 60 contiguous months the last of which ended on May 31, 2021.
San Diego	Endowment spending during fiscal year 2020-21 was calculated using a predetermined formula at an amount equal to 4.75% of the 60-month average unit market value of the endowment portfolio. Spending is allocated to fund holders monthly.
San Francisco	The Foundation payout policy guideline is to distribute 4.75% of the 36 month rolling average unitized market value of the Endowment Pool. The payout will not exceed 6% nor be less than 3.5% of the ending market value on the last day of the fiscal year for which it is being calculated. The payout will be reviewed annually, which may result in modification. In determining the annual payout, the Foundation will consider factors such as stability of fund flows to operations and preservation of endowment principal, in addition to the guideline formula.
Santa Barbara	Endowment spending during fiscal year 2020-2021 was calculated using a predetermined formula at an amount equal to 4.54% of the 60-month average unit market value of the endowment portfolio as of December 31, 2019. To the extent requested by the Fund Administrator, spending was allocated to fund holders in September (40%) and March (60%).
Santa Cruz	The UC Santa Cruz Foundation endowment expenditure rate approved January 2021 is 4.75% of the three-year moving average of December 31 market values. In the event the market value of an endowment is below the amount of the original gift adjusted by the Gross Domestic Product (GDP) price index at December 31, the endowment expenditure rate approved January 2021 is 2.75% of the three-year moving average of the December 31 market value, unless specific language of the endowment agreement allows otherwise. The endowment expenditure formula is reviewed annually and adjusted accordingly with respect to prudent concern for campus needs, donor expectations, and current market conditions.

Note: Updates provided by the campus Foundations are reflected above up to the time this report was produced.

UC Los Angeles increased the spending policy to 5.0% of the 12-month average unit market value in fiscal year 2021 from 4.25% in the previous fiscal year.

UC Riverside increased the spending policy to 4.5% of the 60-month average month-end unit market value in fiscal year 2021 from 4.0% of the 84-month average month-end unit market value in the previous fiscal year.

UC Santa Barbara increased the spending policy to 4.54% of the 60-month average unit market value for fiscal year 2021 from 4.0% in the previous fiscal year.

3 Investment Profiles for Campus Foundations

The following section contains a summary for each campus Foundation and the General Endowment Pool which includes:

- Investment Objectives
- Spending Policy
- Actual vs. Policy Target Allocations and Ranges
- Investment Performance
- Asset Allocation by Asset Class
- Rolling 1-Year Excess Return

UC REGENTS' GENERAL ENDOWMENT POOL (GEP)

Regents' General Endowment Pool Investment Objective

The GEP provides a common investment vehicle, intended to generate a stable and growing income stream, for (most but not all of) the University's endowments and quasi-endowments, for which the University is both trustee and beneficiary.

The overall investment objective of the GEP is to preserve and grow the purchasing power of the future stream of endowment payout for those funds and activities supported by the endowments. GEP also seeks to maintain liquidity needed to support spending in prolonged down market environments without impairing long term growth.

Regents' General Endowment Pool Spending Policy

The total return expenditure (spending) policy for eligible assets in the General Endowment Pool is 4.75 percent of a 60-month moving average of the market value of a unit invested in the General Endowment Pool.

University of California, General Endowment Pool Asset Allocation June 30, 2021

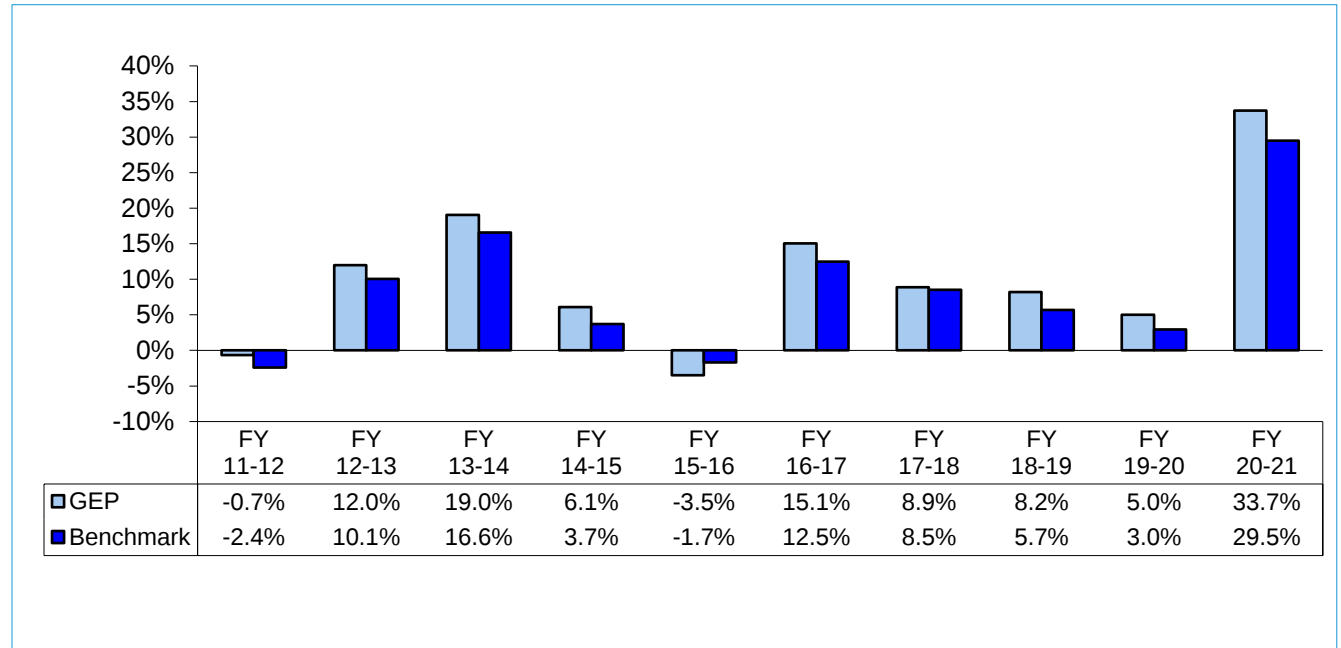
	Assets (\$M) ¹	Actual Allocation	Target Allocation ²	Over/Underweight Relative to Target	Policy Range (Lower)	Policy Range (Upper)	Policy Range Compliance (Actual Allocation)
Public Equity	\$8,878	46.7%	48.5%	-1.9%	30.0%	50.0%	Yes
Fixed Income	\$1,421	7.5%	8.0%	-0.5%	5.0%	15.0%	Yes
Private Equity	\$4,107	21.6%	15.5%	6.1%	10.0%	30.0%	Yes
Absolute Return	\$2,509	13.2%	10.0%	3.2%	5.0%	15.0%	Yes
Private Credit	\$351	1.8%	4.0%	-2.2%	0.0%	6.0%	Yes
Real Estate	\$1,064	5.6%	8.0%	-2.4%	4.0%	12.0%	Yes
Real Assets	\$546	2.9%	4.0%	-1.1%	0.0%	8.0%	Yes
Cash	\$152	0.8%	2.0%	-1.2%	1.0%	5.0%	No
Total Assets	\$19,027	100.0%	100.0%				

¹ Total Regents' General Endowment Pool managed endowment assets represent GEP custodied assets.

² Tactical asset allocation as of 6/30/21.

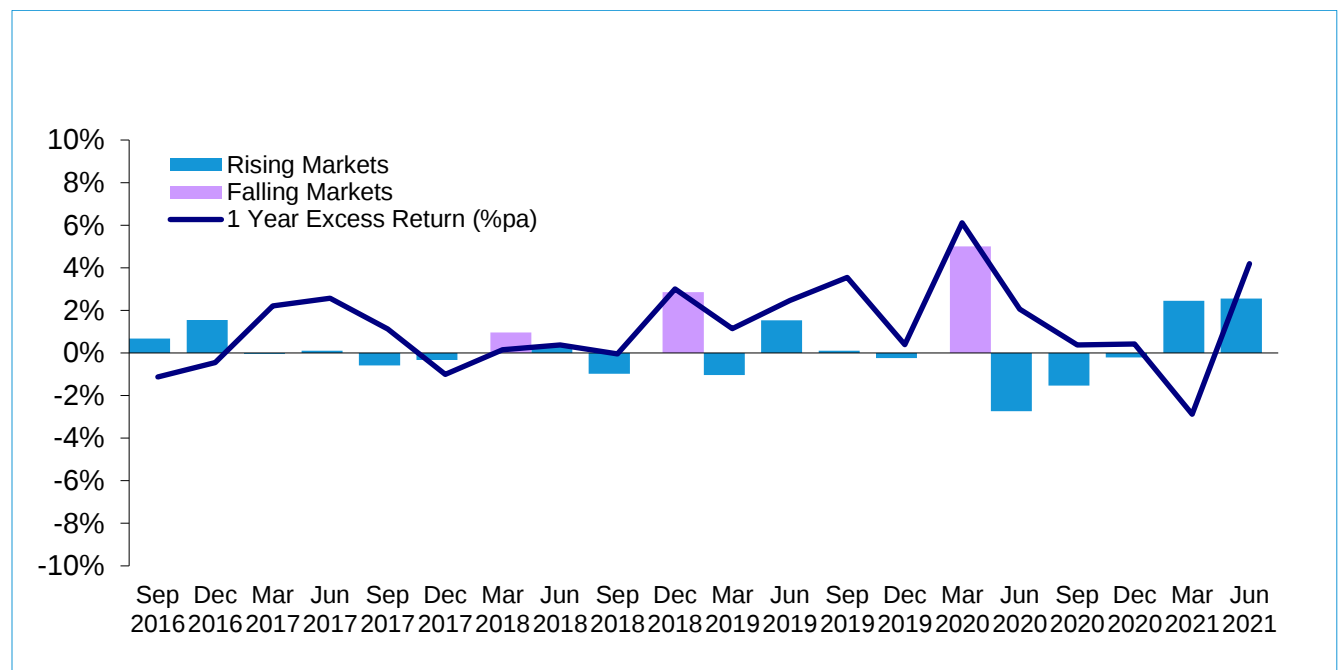
UC REGENTS' GENERAL ENDOWMENT POOL (GEP)

Annual Endowment Returns for Fiscal Years
General Endowment Pool – Portfolio and Benchmark



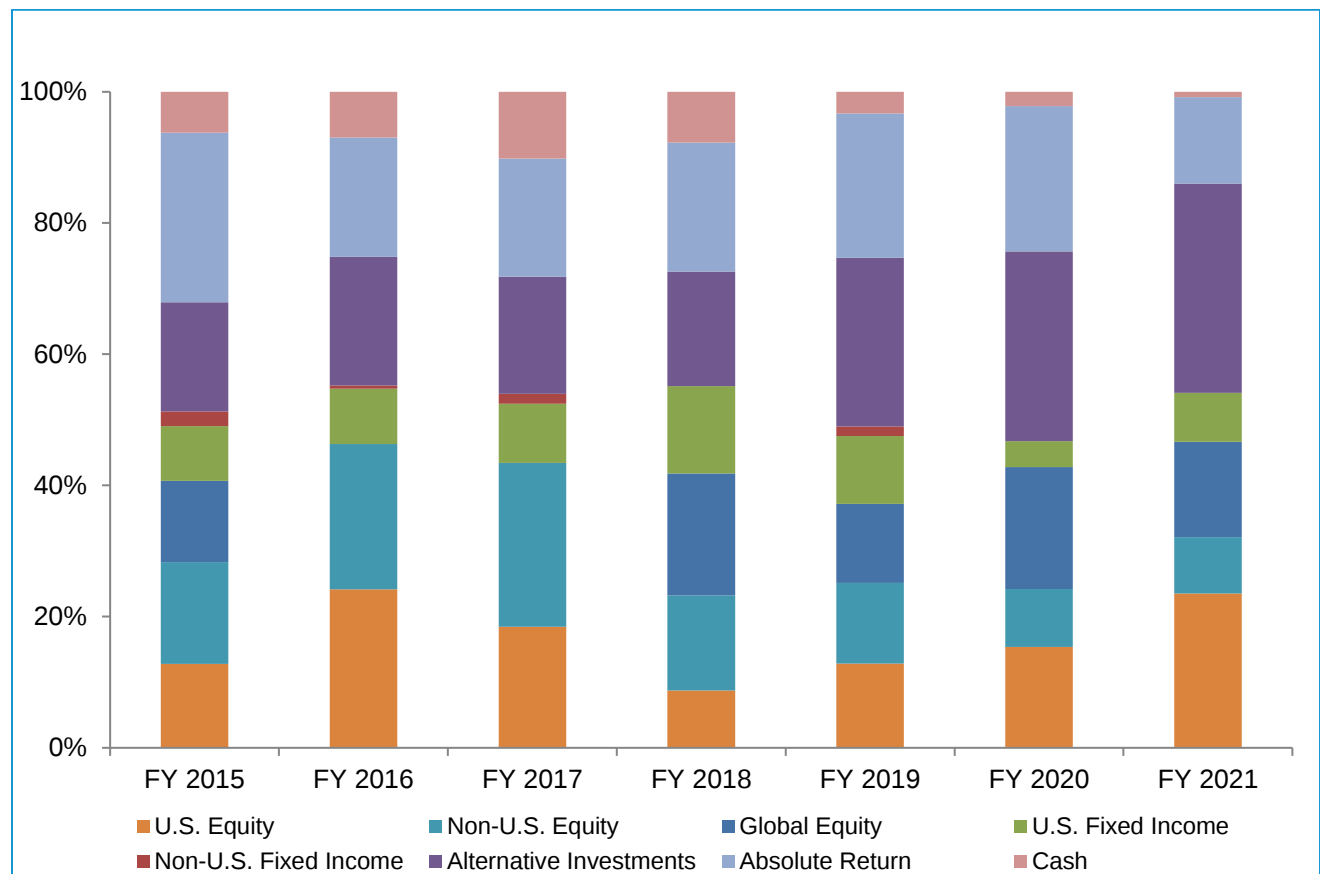
Annual benchmark performance used for external reporting is shown.

Excess Return GEP Unit Value Portfolio versus Benchmark
September 2016 to June 2021



UC REGENTS' GENERAL ENDOWMENT POOL (GEP)

GEP Managed Endowment Funds by Asset Class



Note: During fiscal year 2019, the UC Regents combined U.S. Equity and Non-U.S. Equity into the Global Equity bucket and it is UC Investments' policy to not breakdown equities or fixed income and cash on a regional basis. The regional split (US vs. non-US) shown above for these asset classes are for informational purposes.

UC BERKELEY FOUNDATION

Endowment Investment Objective

The primary objective of the UC Berkeley Foundation ("UCBF") endowment pool is to generate returns sufficient to meet UCBF's desired financial support to UC Berkeley over the long term, while maintaining real purchasing power, sufficient liquidity, and acceptable volatility. The General Endowment Pool ("GEP") also seeks to generate results after all relevant expenses that match or exceed the returns of a representative mix of investable assets, known as the Total Portfolio Benchmark, over rolling periods in excess of 10 years.

Endowment Spending Policy

The Foundation's payout policy is 4.0% of a twenty-quarter (five year) moving average market value of the endowment pool. The Finance and Administration Committee, at its discretion, may recommend to the Executive Committee an alternative payout percentage, within a range of 3.5% to 4.5% for a specific payout year.

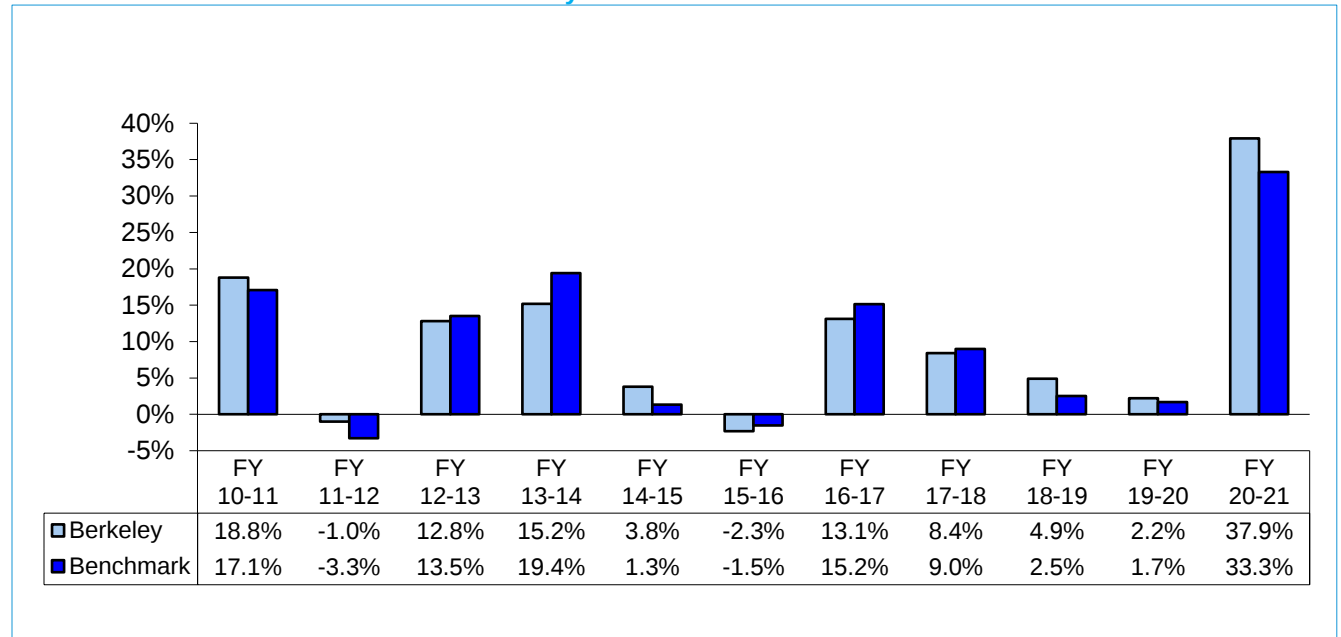
University of California, Berkeley Foundation Portfolio Asset Allocation June 30, 2021

	Assets (\$M)	Actual Allocation	Target Allocation ¹	Over/ Underweight Relative to Target	Policy Range (Lower)	Policy Range (Upper)	Policy Range Compliance (Actual Allocation)
Developed Equity	\$1,113	38.1%	28.0%	10.1%	20.0%	50.0%	Yes
Emerging Markets Equity	\$417	14.2%	15.0%	-0.8%	5.0%	20.0%	Yes
PE/VC	\$453	15.5%	22.0%	-6.5%	0.0%	30.0%	Yes
Real Assets	\$161	5.5%	10.0%	-4.5%	0.0%	15.0%	Yes
Opportunistic	\$132	4.5%	0.0%	4.5%	0.0%	15.0%	Yes
Absolute Return	\$393	13.4%	15.0%	-1.6%	5.0%	20.0%	Yes
Fixed Income and Cash	\$256	8.8%	10.0%	-1.2%	5.0%	20.0%	Yes
Total Assets	\$2,924	100.0%	100.0%				

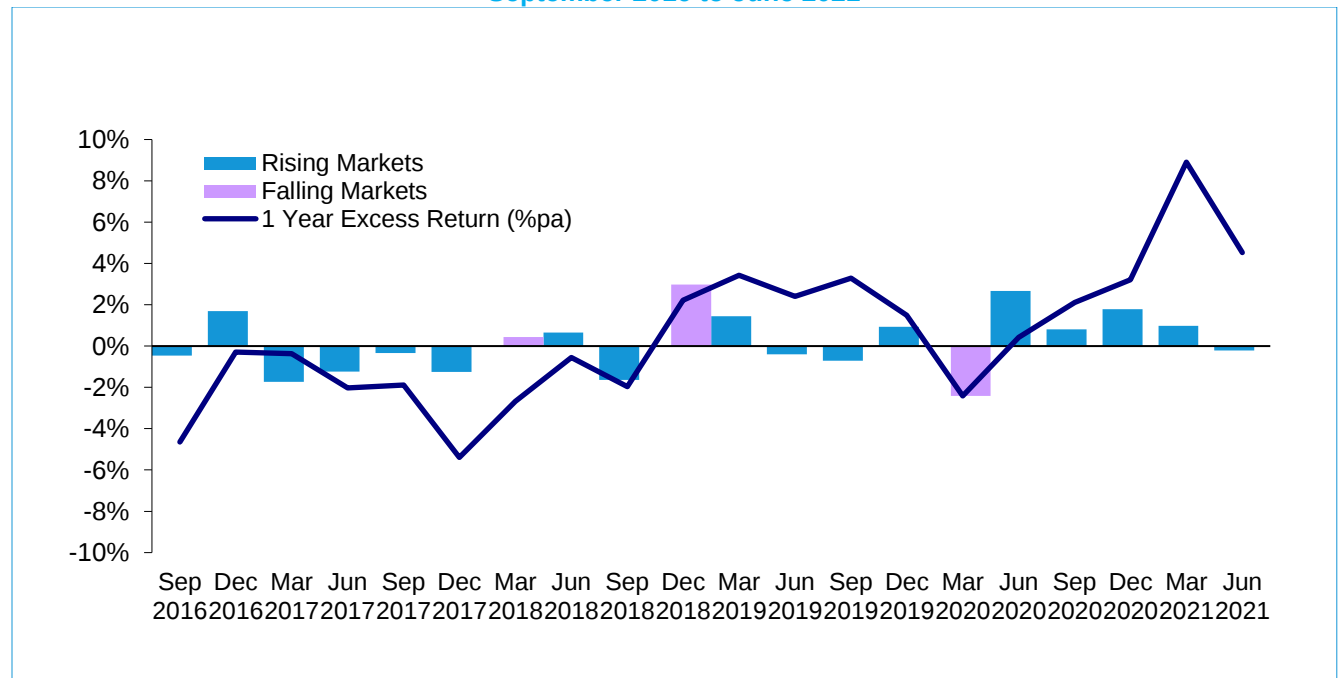
¹ UC Berkeley Foundation's Asset Allocation framework was adopted effective January 1, 2019. Target policy allocations are the long-term targets.

UC BERKELEY FOUNDATION

Annual Endowment Returns for Fiscal Years UC Berkeley – Portfolio and Benchmark



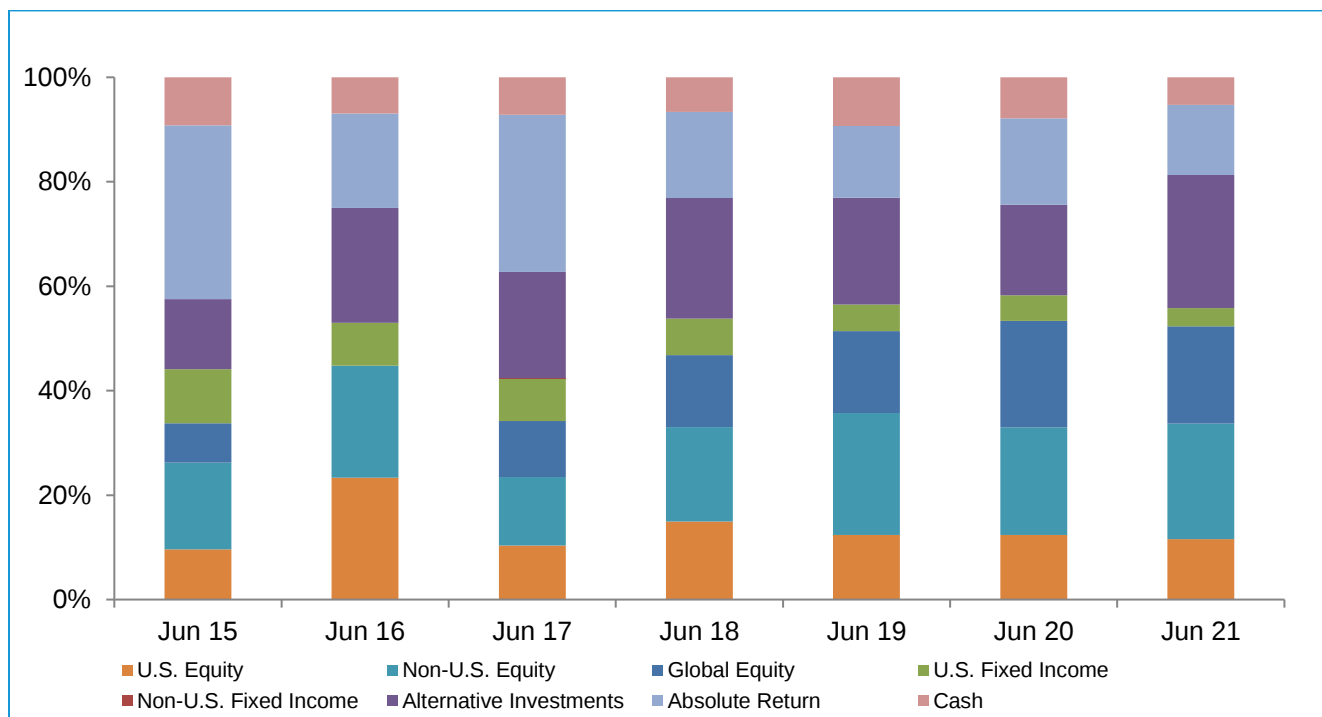
Excess Return UC Berkeley Portfolio versus Benchmark September 2016 to June 2021



Returns are fees net of external investment management fees, but not internal fees incurred to manage the Foundation. For fiscal year 2021, Berkeley's estimated internal investment management company cost was **0.22%**.

UC BERKELEY FOUNDATION

UC Berkeley Managed Endowment Funds by Asset Class



UC DAVIS FOUNDATION

Endowment Investment Objective

The Fund seeks future long-term growth of investments, at an acceptable risk level, sufficient to offset reasonable spending plus normal inflation, thereby preserving the purchasing power of the Fund for future generations.

Endowment Spending Policy

The primary objective of the UC Davis Foundation's endowment spending policy is to achieve a proper balance between present and future needs of endowed units at UC Davis. The approved spending rate for the September payout was 4.50% of the average of the prior 60-month-end market values of each endowment fund, for the period ending March 31.

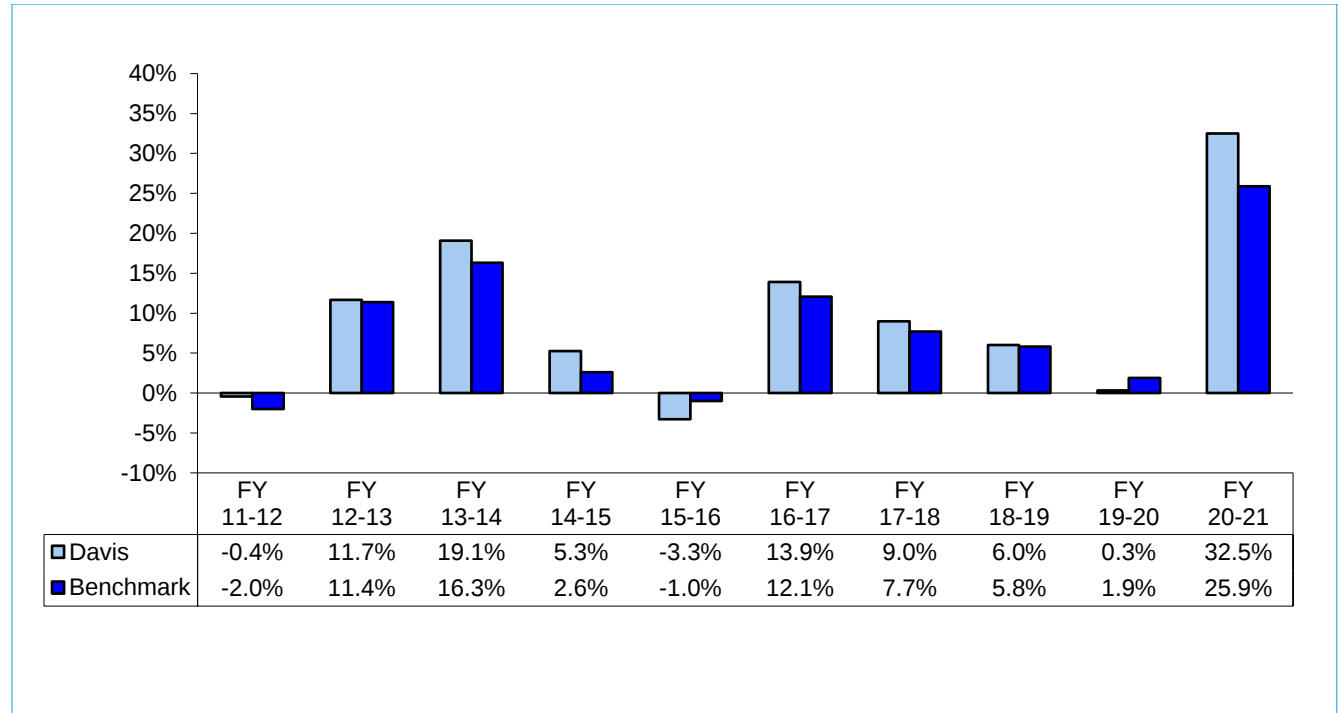
University of California, Davis Foundation Portfolio Asset Allocation June 30, 2021

	Assets (\$M)	Actual Allocation	Target Allocation	Over/ Underweight Relative to Target	Policy Range (Lower)	Policy Range (Upper)	Policy Range Compliance (Actual Allocation)
Lead OCIO Customized Portfolio	\$284	44.1%	80.0%	-35.9%	50.0%	100.0%	No
Multi-asset class managers	\$342	53.3%	20.0%	33.3%	0.0%	50.0%	No
Cash	\$17	2.6%	0.0%	2.6%	0.0%	5.0%	Yes
Total Assets	\$643	100.0%	100.0%				

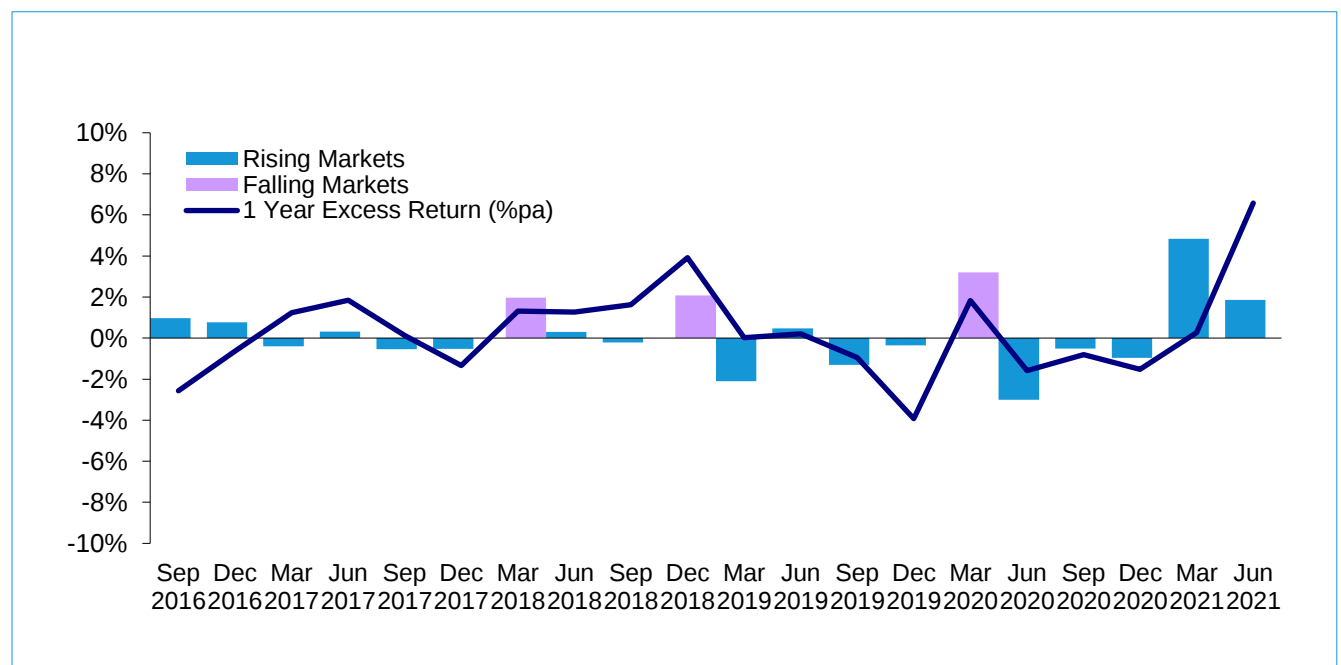
Note: UC Davis has updated its investment policy in fiscal year 2021 and is currently liquidating and transferring assets among managers according to the updated investment policy. Due to the length and complexity of the asset liquidation process, The UC Davis portfolio is temporarily outside of the target allocation range stated. UC Davis Foundation's investment policy permits the portfolio allocation fall outside of the target ranges during the transition period

UC DAVIS FOUNDATION

Annual Endowment Returns for Fiscal Years UC Davis – Portfolio and Benchmark

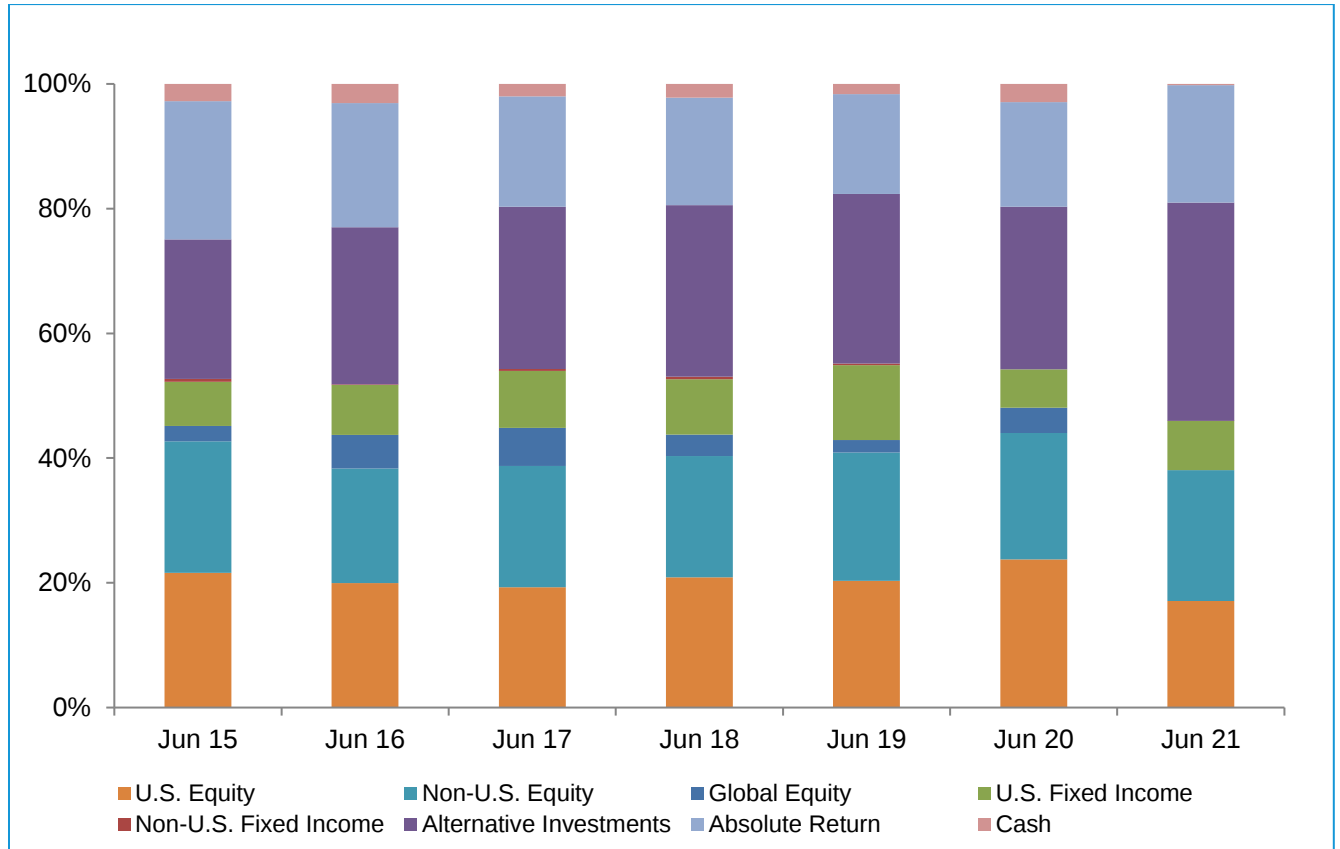


Excess Return UC Davis Portfolio versus Benchmark September 2016 to June 2021



UC DAVIS FOUNDATION

UC Davis Managed Endowment Funds by Asset Class



UC IRVINE FOUNDATION

Endowment Investment Objective

The Foundation's goals are to preserve the real value of the endowment corpus by achieving a growth rate equal to or greater than the spending rate plus inflation, to meet or exceed a custom total fund benchmark reflective of the asset allocation policy, net of fees, over a full market cycle of five to ten years. The Fund has a long-term time horizon consistent with the perpetual nature of the funds. Consistent with prudent standards for preservation of capital and maintenance of liquidity, the goal of the Fund is to earn a competitive total rate of return consistent with the Fund's tolerance for risk as determined periodically by the Committee.

Endowment Spending Policy

The endowment fund spending policy allows for allocation of income equivalent to 4.5% of the moving average market value of the endowment portfolio. This average market value is computed using the previous 36 months of portfolio activity. Income earned in excess of the spending rate may be reinvested in endowment principal. Income available for expenditure is calculated according to a predetermined formula.

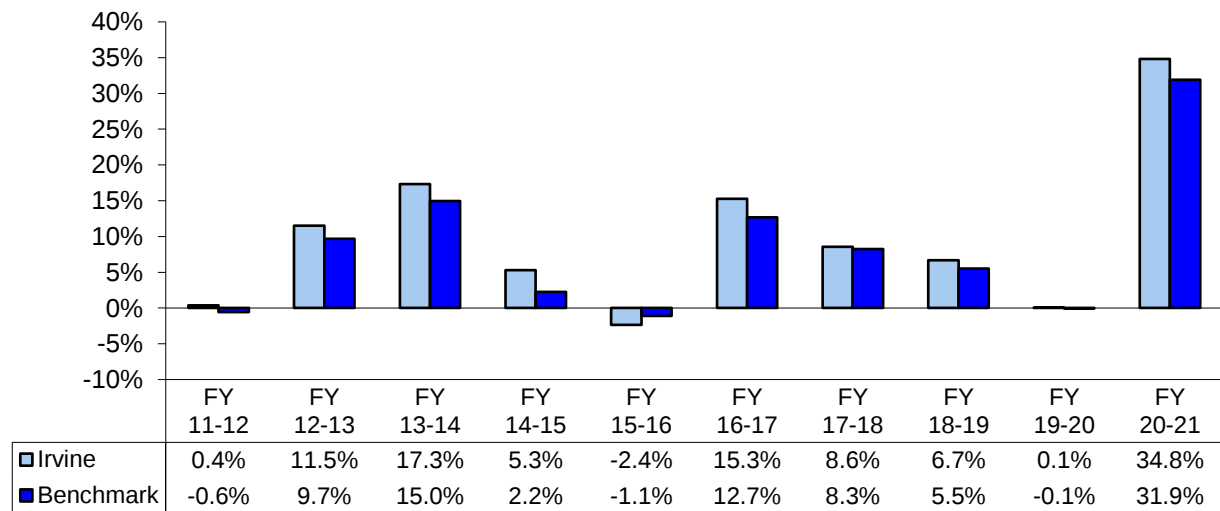
University of California, Irvine Foundation Portfolio Asset Allocation June 30, 2021

	Assets (\$M)	Actual Allocation	Target Allocation ¹	Over/Underweight Relative to Target	Policy Range (Lower)	Policy Range (Upper)	Policy Range Compliance (Actual Allocation)
Public Equity	\$394	52.2%	45.0%	7.2%	30.0%	50.0%	Yes
Liquidity (Fixed Income + Cash Equivalents)	\$84	11.1%	10.0%	1.1%	5.0%	15.0%	Yes
Absolute Return	\$97	12.9%	20.0%	-7.1%	15.0%	25.0%	Yes
Private Equities	\$131	17.3%	20.0%	-2.7%	10.0%	30.0%	Yes
Real Assets	\$31	4.2%	5.0%	-0.8%	0.0%	8.0%	Yes
Private Credit	\$17	2.3%	0.0%	2.3%	0.0%	0.0%	No
Total Assets	\$754	100.0%					

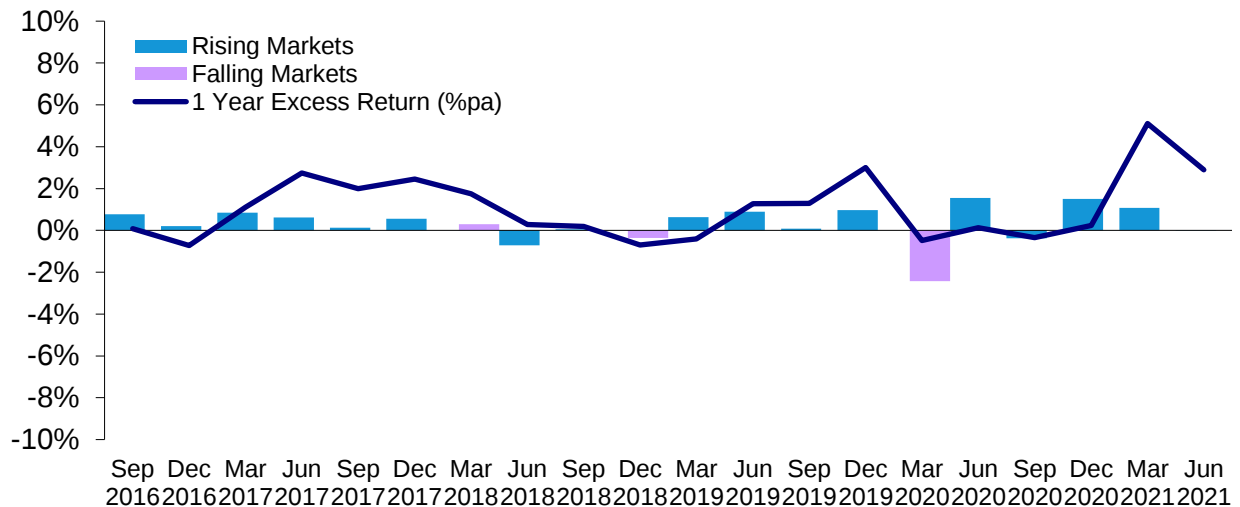
¹Liquidity bucket includes Fixed Income and Cash assets.

UC IRVINE FOUNDATION

**Annual Endowment Returns for Fiscal Years
UC Irvine – Portfolio and Benchmark**



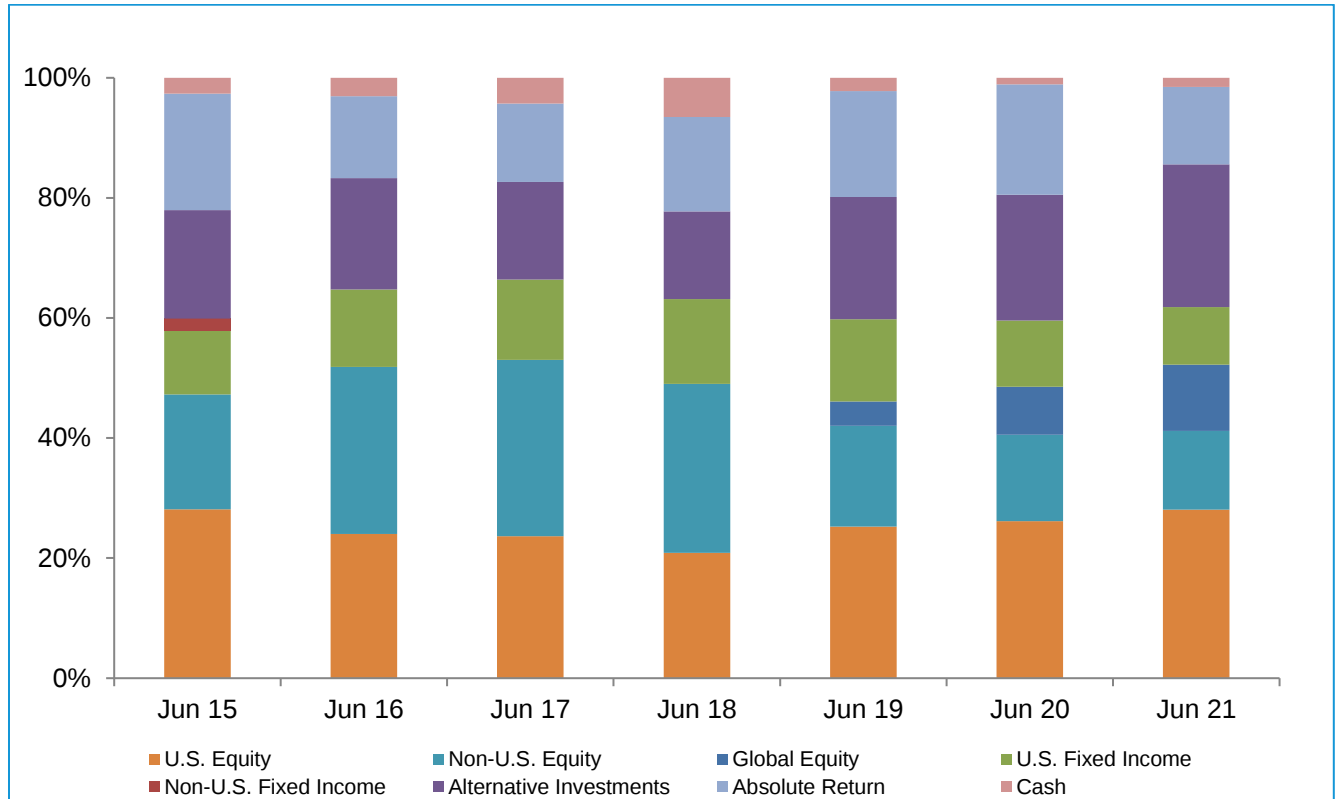
**Excess Return UC Irvine Portfolio versus Benchmark
September 2016 to June 2021**



Irvine's performance prior to FY 2018 was reported net of fees. FY 2019 and FY 2020 composite return is a blend of gross and net performance (returns for private equity, alternatives, mutual funds, GEP and Vintage year funds are net of fees).

UC IRVINE FOUNDATION

UC Irvine Managed Endowment Funds by Asset Class



UC LOS ANGELES FOUNDATION

Endowment Investment Objective

The primary investment objective of the Foundation Endowment is to earn an annualized real total return necessary to cover the spending rate adopted by the Foundation over the long term, net of cost. Attainment of this objective will enable the University to maintain the purchasing power of endowment assets in perpetuity and meet its spending policy.

A secondary investment objective of the Endowment is to outperform key benchmarks over the long-term (typically viewed as rolling five-year periods). A blended custom benchmark based on a current asset allocation policy of: 45% MSCI All Country World Index; 20% HFRI Fund Weighted Composite Index; 15% Cambridge Associates Private Equity & Venture Capital Index; 7.5% Cambridge Associates Real Estate Index + 7.5% Cambridge Associates Natural Resources Index; and 4.9% Citigroup 3 Month Treasury Bill Index. Beginning on January 1, 2021, there was one modification to the benchmark. 4.9% Citigroup 3 Month Treasury Bill Index was replaced with 4.875% Citigroup 3 Month Treasury Bill Index and 0.1% 3-Month S&P 500 put options with strike prices 15% out of the money.

Endowment Spending Policy

In 2021, The UCLA Foundation endowment spending rate was 5.00% of a 12-quarter rolling average market value, calculated quarterly. The UCLA Foundation approved endowment spending policy for fiscal year 2022 is 4.25% of a 12 quarter rolling average.

University of California, Los Angeles Foundation Portfolio Asset Allocation June 30, 2021

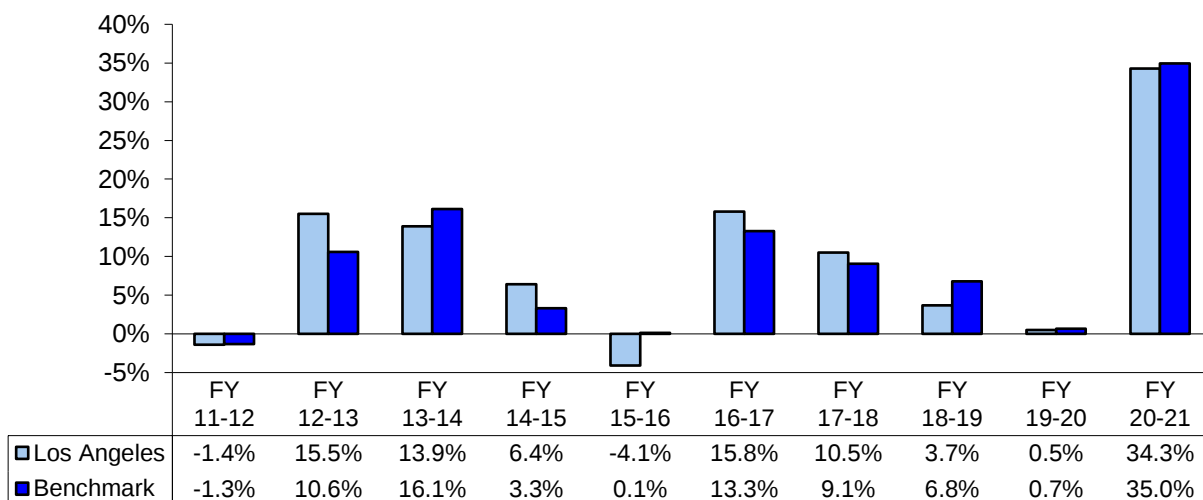
	Assets (\$M)	Actual Allocation	Target Allocation	Over/ Underweight Relative to Target	Policy Range (Lower)	Policy Range (Upper)	Policy Range Compliance (Actual Allocation)
Global Public Equity ¹	\$1,921	49.4%	45.0%	4.4%	35.0%	70.0%	Yes
Independent Return	\$774	19.9%	20.0%	-0.1%	10.0%	40.0%	Yes
Private Equity & Venture Capital	\$603	15.5%	15.0%	0.5%	10.0%	30.0%	Yes
Real Assets	\$430	11.1%	15.0%	-3.9%	5.0%	30.0%	Yes
Cash & Fixed Income ²	\$156	4.0%	4.9%	-0.9%	0.0%	10.0%	Yes
Portfolio Insurance	\$7	0.2%	0.1%	0.1%	0.0%	3.0%	Yes
Total Assets	\$3,893	100%	100%				

¹ The Public Equity Exposure is 45.3% after excluding the notional exposure of derivative positions and derivative related strategies.

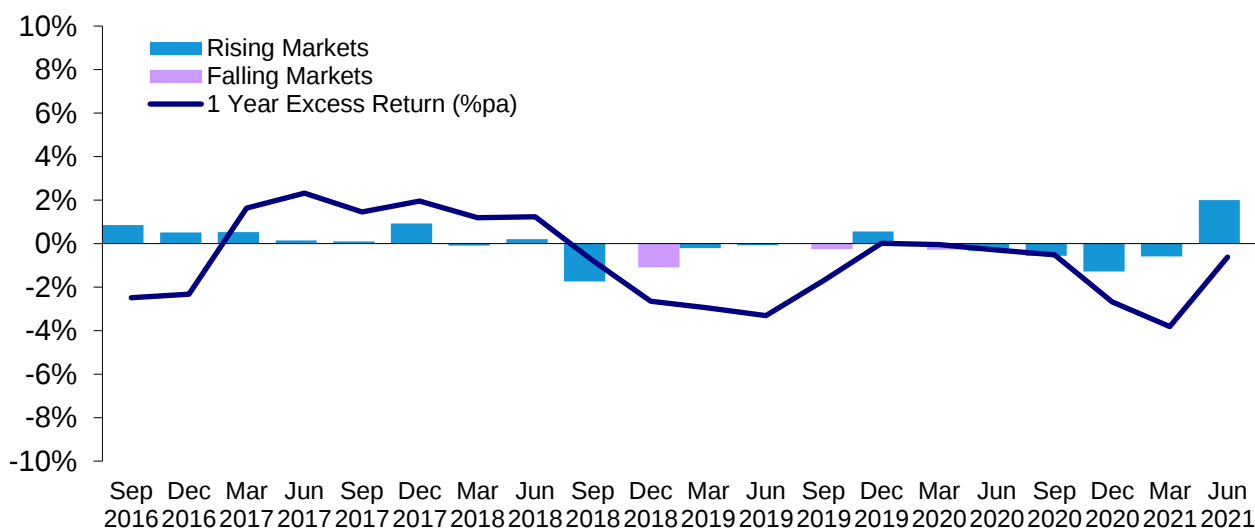
² The Cash and Fixed Income allocation is 8.1% when including the collateral of derivative positions and derivative related strategies.

UC LOS ANGELES FOUNDATION

Annual Endowment Returns for Fiscal Years UC Los Angeles – Portfolio and Benchmark



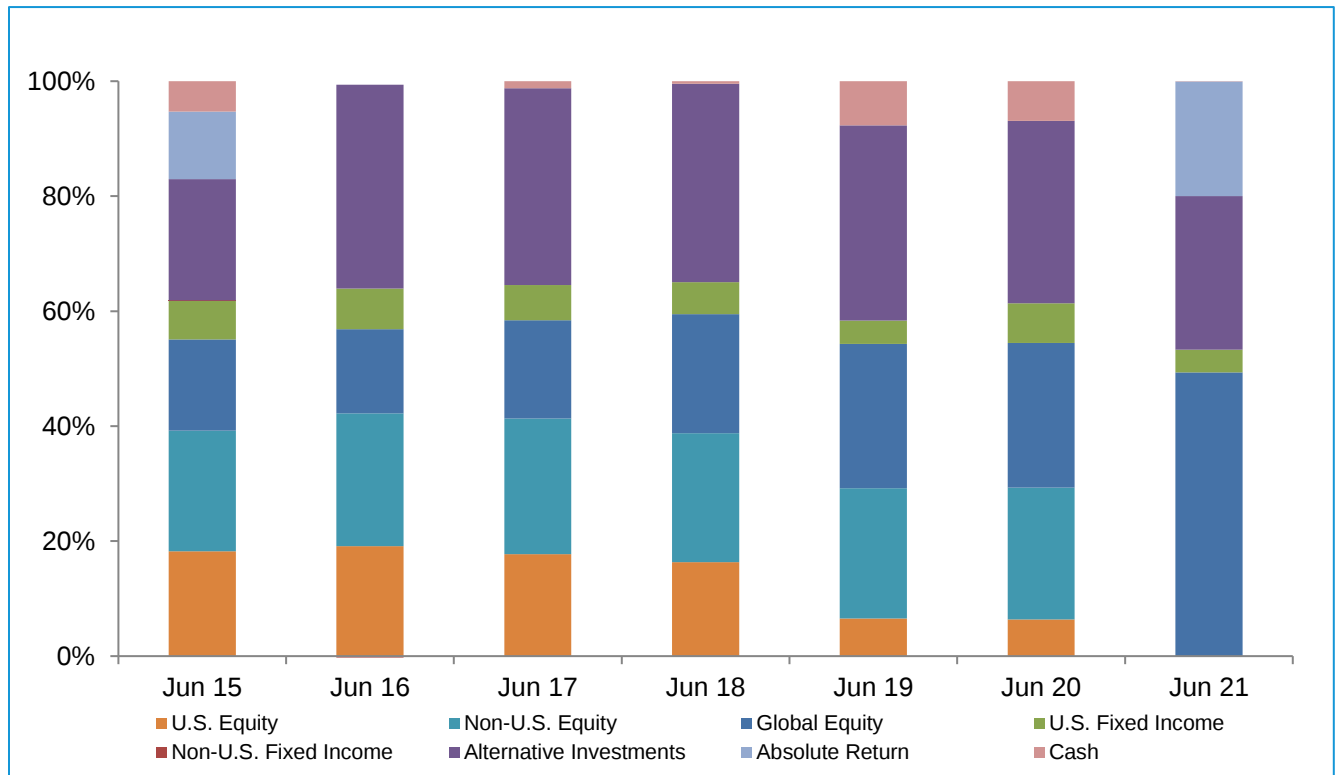
Excess Return UC Los Angeles Portfolio versus Benchmark September 2016 to June 2021



Returns are fees net of external investment management fees, but not internal fees incurred to manage the Foundation. For fiscal year 2021, Los Angeles' estimated internal investment management company cost was **0.159%**.

UC LOS ANGELES FOUNDATION

UC Los Angeles Managed Endowment Funds by Asset Class



Note: UC Los Angeles' cash allocation at June 30, 2016 was -0.6% when excluding collateral for the derivative positions.

Note: "Alternative Investments" includes real assets, real estate, private equity, commodities, and multi-strategy.

UC MERCED FOUNDATION

Endowment Investment Objective

UC Merced Foundation's investment objectives are: (1) provide investment earnings adequate to secure the benefits promised and the financial obligations created by the endowment, and (2) secure, preserve, and increase the inflation-adjusted value of the Fund.

Endowment Spending Policy

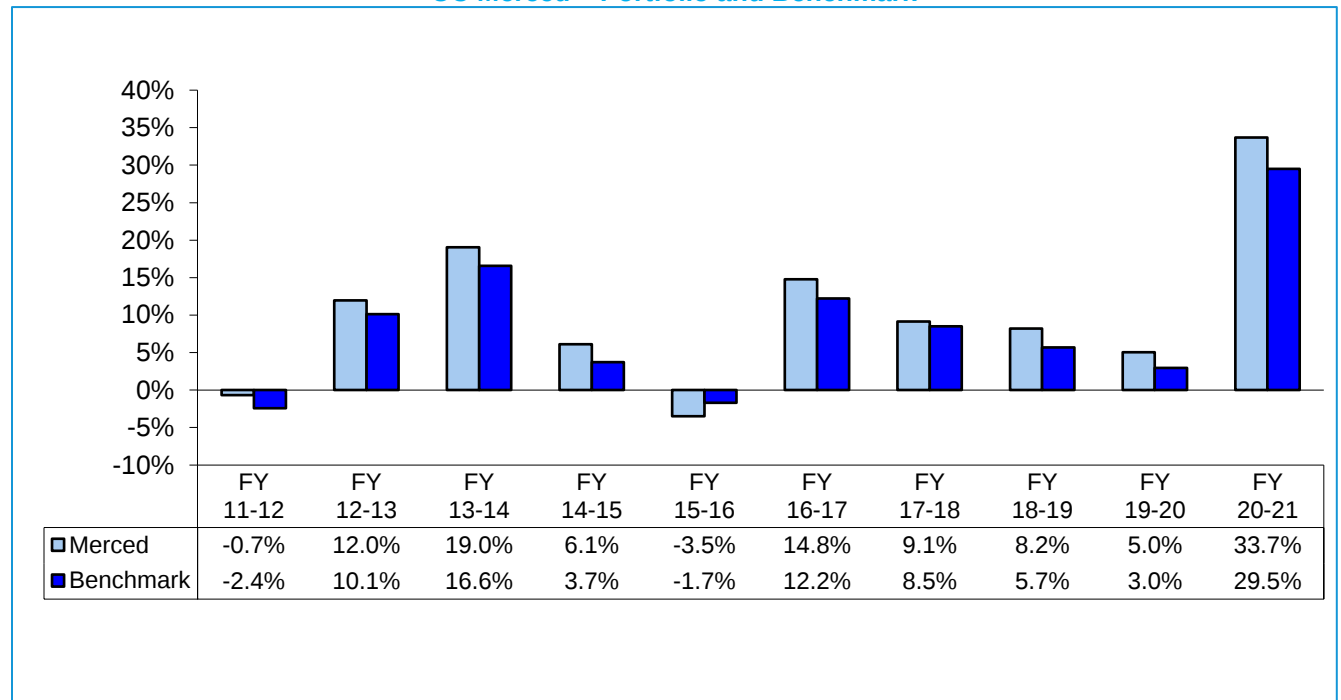
The spending policy of the UC Merced Foundation is to provide 100% of the endowment earnings up to a maximum spending payout rate of 4.75% of the 60-month average unit market value for the period ending December 31st.

University of California, Merced Foundation Portfolio Asset Allocation June 30, 2021

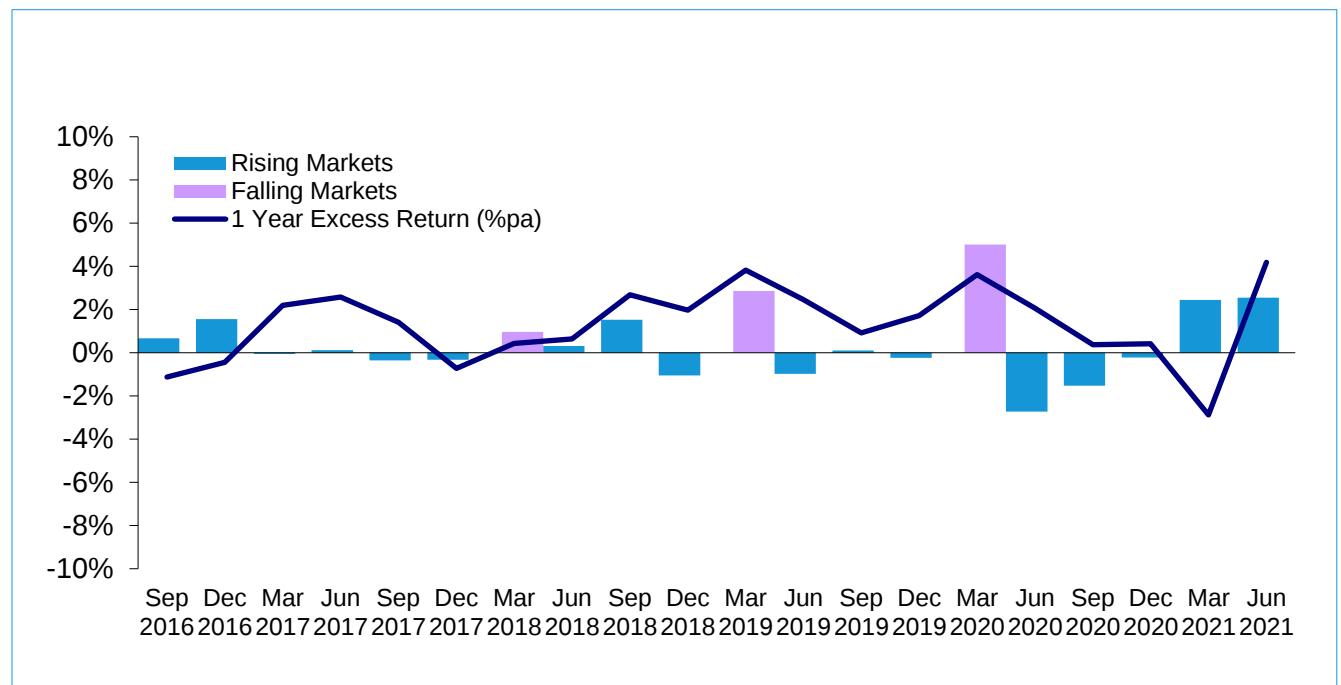
	Assets (\$M) ¹	Actual Allocation	Target Allocation ²	Over/ Underweight Relative to Target	Policy Range (Lower)	Policy Range (Upper)	Policy Range Compliance (Actual Allocation)
Public Equity	\$13	46.7%	48.5%	-1.9%	30.0%	50.0%	Yes
Fixed Income	\$2	7.5%	8.0%	-0.5%	5.0%	15.0%	Yes
Private Equity	\$6	21.6%	15.5%	6.1%	10.0%	30.0%	Yes
Absolute Return	\$4	13.2%	10.0%	3.2%	5.0%	15.0%	Yes
Private Credit	\$1	1.8%	4.0%	-2.2%	0.0%	6.0%	Yes
Real Estate	\$2	5.6%	8.0%	-2.4%	4.0%	12.0%	Yes
Real Assets	\$1	2.9%	4.0%	-1.1%	0.0%	8.0%	Yes
Cash	\$0	0.8%	2.0%	-1.2%	1.0%	5.0%	No
Total Assets	\$28	100.0%	100.0%				

UC MERCED FOUNDATION

**Annual Endowment Returns for Fiscal Years
UC Merced – Portfolio and Benchmark**

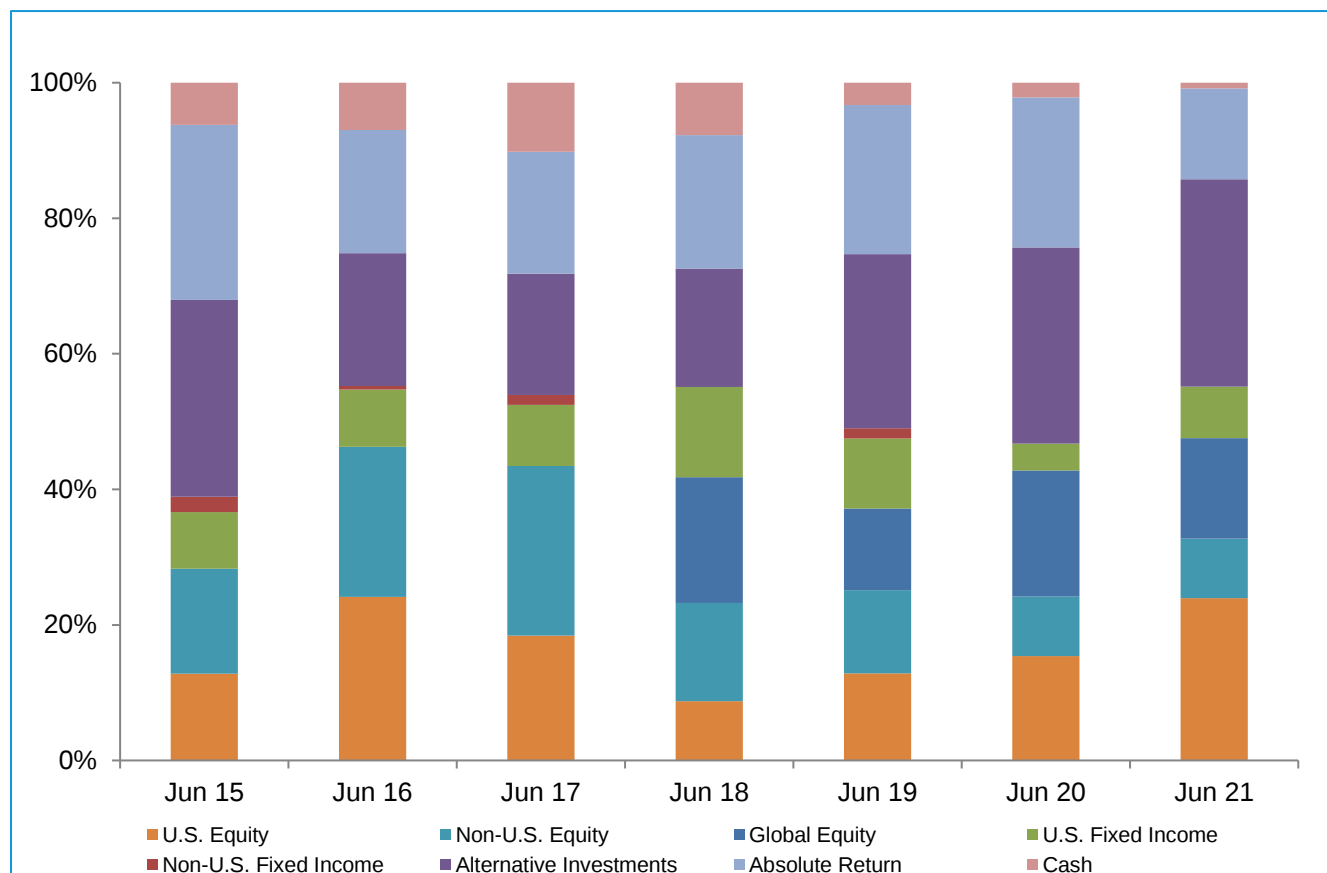


**Excess Return UC Merced Portfolio versus Benchmark
September 2016 to June 2021**



UC MERCED FOUNDATION

UC Merced Managed Endowment Funds by Asset Class



Note: The UC Merced Foundation is primarily invested in the Regents' General Endowment Pool. UC Investments' policy does not breakdown equities or fixed income and cash on a regional basis. The regional split (US vs. non-US) shown above for these asset classes are for informational purposes.

UC RIVERSIDE FOUNDATION

Endowment Investment Objective

The investment objective of the endowment fund is to earn a multi-year average rate of return on its investments that meets or exceeds annual distributions (spending) plus inflation. To do this, the Foundation seeks to maximize the investment return within a level of risk deemed appropriate taking all these objectives into account. The spending objectives of the endowment fund are to pay out amounts that are relatively predictable and stable, sustainable in real terms (i.e., on an inflation-adjusted basis), and as large as possible. To meet these objectives, both the spending per unit and the unit market value after spending must grow over time at least as fast as the general rate of inflation.

Endowment Spending Policy

The endowment spending policy applicable to FYE 2021 was to withdraw per unit 4.5% of the average unit market value of the endowment fund calculated using the closing unit market value on the last day of each of the 60 contiguous months the last of which ended on May 31, 2021.

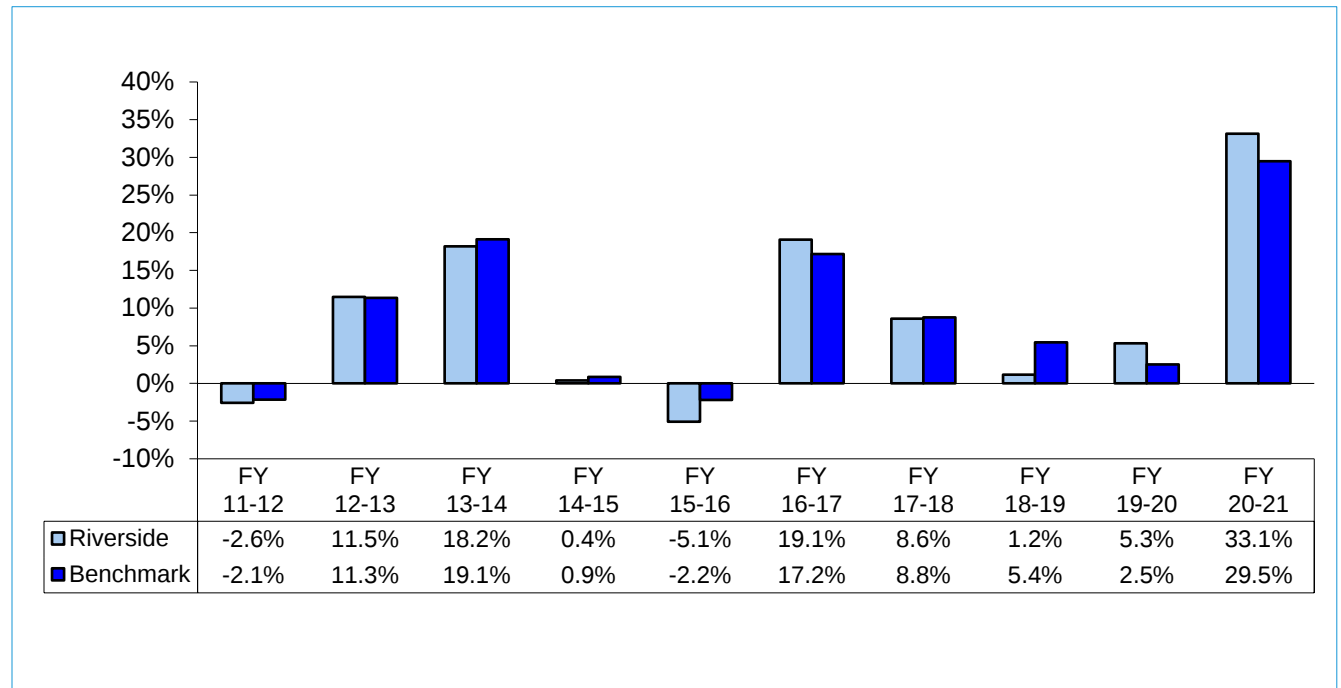
University of California, Riverside Foundation Portfolio Asset Allocation June 30, 2021

	Assets (M)	Actual Allocation	Target Allocation	Over/ Underweight Relative to Target	Policy Range (Lower)	Policy Range (Upper)	Policy Range Compliance (Actual Allocation)
Public Equity	\$119	45.9%	48.5%	-2.6%	30.0%	50.0%	Yes
Fixed Income	\$19	7.3%	8.0%	-0.7%	5.0%	15.0%	Yes
Private Equity	\$57	22.2%	15.5%	6.7%	10.0%	30.0%	Yes
Absolute Return	\$34	13.0%	10.0%	3.0%	5.0%	15.0%	Yes
Private Credit	\$5	1.8%	4.0%	-2.2%	0.0%	6.0%	Yes
Real Estate	\$14	5.5%	8.0%	-2.5%	4.0%	12.0%	Yes
Real Assets	\$7	2.8%	4.0%	-1.2%	0.0%	8.0%	Yes
Cash	\$4	1.4%	2.0%	-0.6%	1.0%	5.0%	Yes
Total Assets	\$259	100.0%	100%				

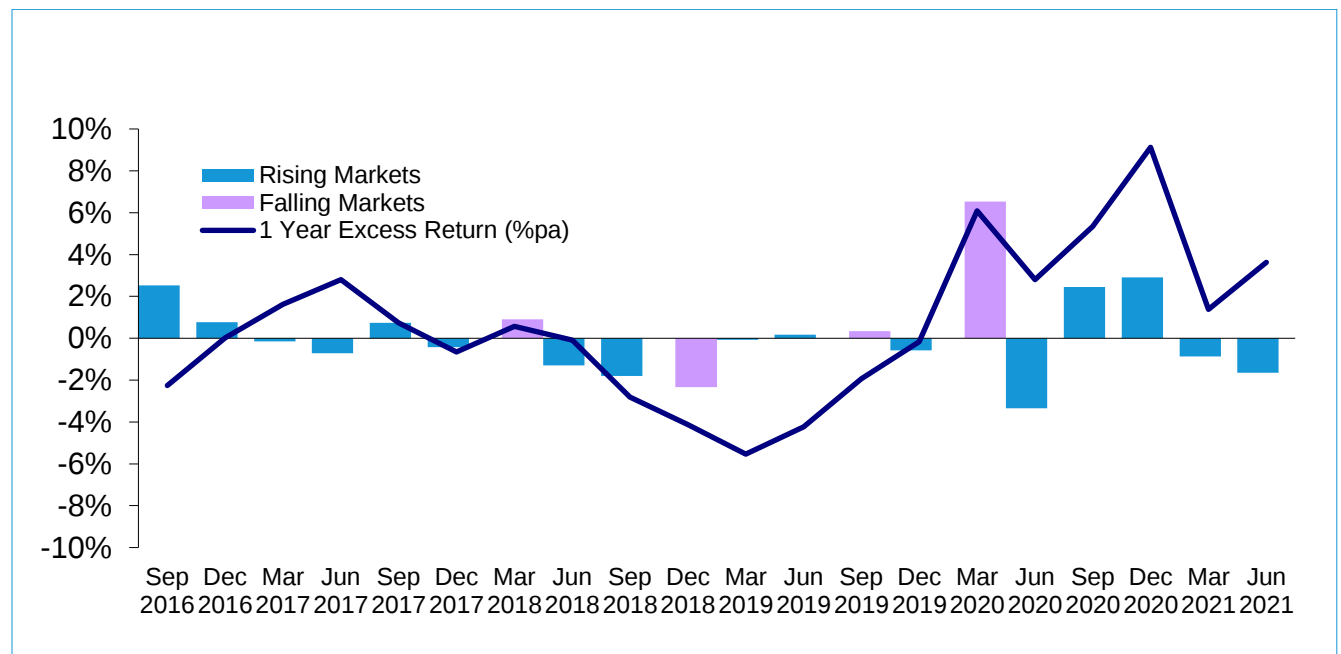
The UC Riverside Foundation utilizes the GEP Policy Benchmark.

UC RIVERSIDE FOUNDATION

Annual Endowment Returns for Fiscal Years UC Riverside – Portfolio and Benchmark



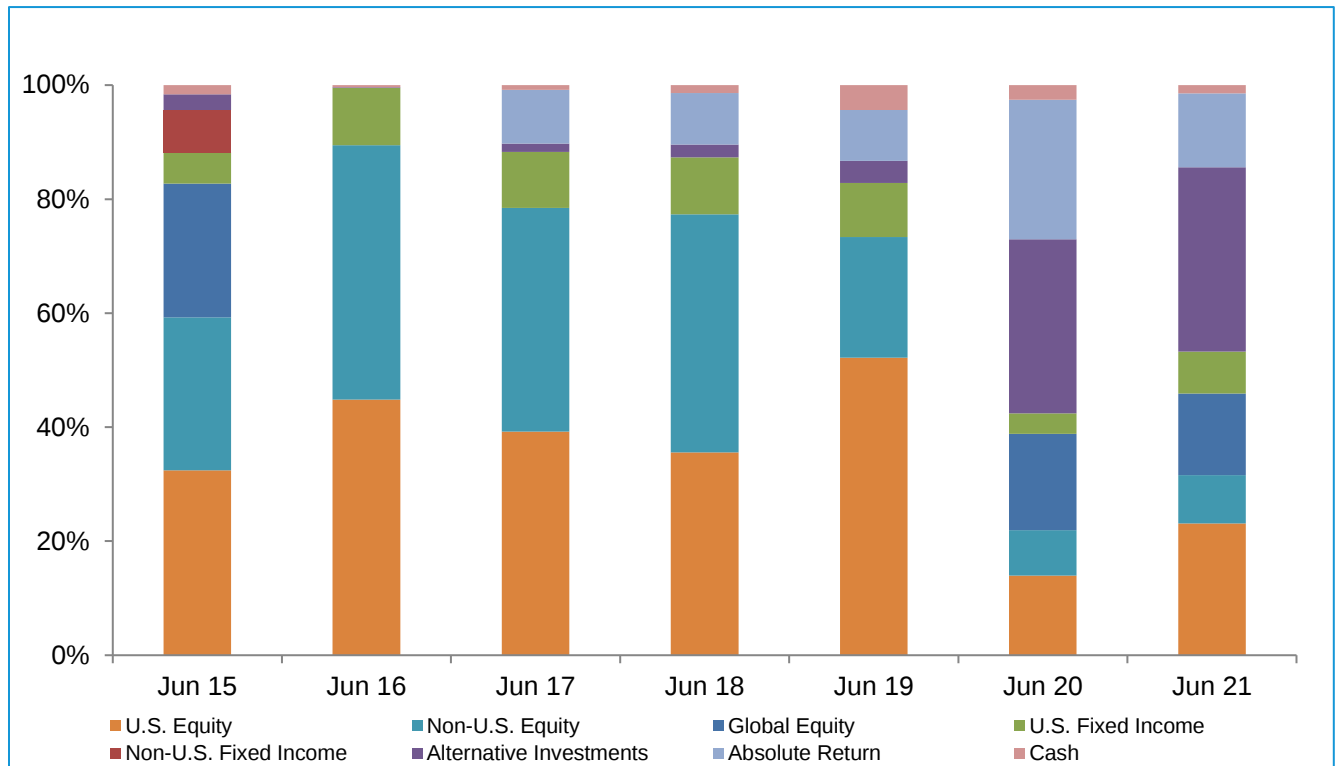
Excess Return UC Riverside Portfolio versus Benchmark September 2016 to June 2021



The 2017 fiscal 1-year benchmark performance provided by UCR for the excess return exhibit shown above is different from the 2017 fiscal 1-year benchmark performance provided by the UCR's investment consultant due to re-statement of returns.

UC RIVERSIDE FOUNDATION

UC Riverside Managed Endowment Funds by Asset Class



Note: The UC Riverside Foundation is primarily invested in the Regents' General Endowment Pool, effective 11/1/2021. UC Investments' policy does not breakdown equities or fixed income and cash on a regional basis. The regional split (US vs. non-US) shown above for these asset classes are for informational purposes.

UC SAN DIEGO FOUNDATION

Endowment Investment Objective

The UC San Diego Foundation's primary investment goal for its endowment is to maximize long-term total return, utilizing a diversified portfolio consistent with prudent levels of risk. Endowment portfolio performance is expected to preserve or enhance the real value of the endowment and the purchasing power of the spending. The portfolio return goal is to achieve an annualized total net return at least equivalent to, and preferably exceeding, the endowment spending rate plus inflation, over rolling five- and ten-year periods. The investment policy target asset allocation is 40% U.S. Equity, 7% Developed Non-U.S. Equity, 3% Emerging Market Equity, 16% Private Equity, 17% Absolute Return Strategies, 10% Real Estate, and 5% Fixed Income, 2% Cash.

Endowment Spending Policy

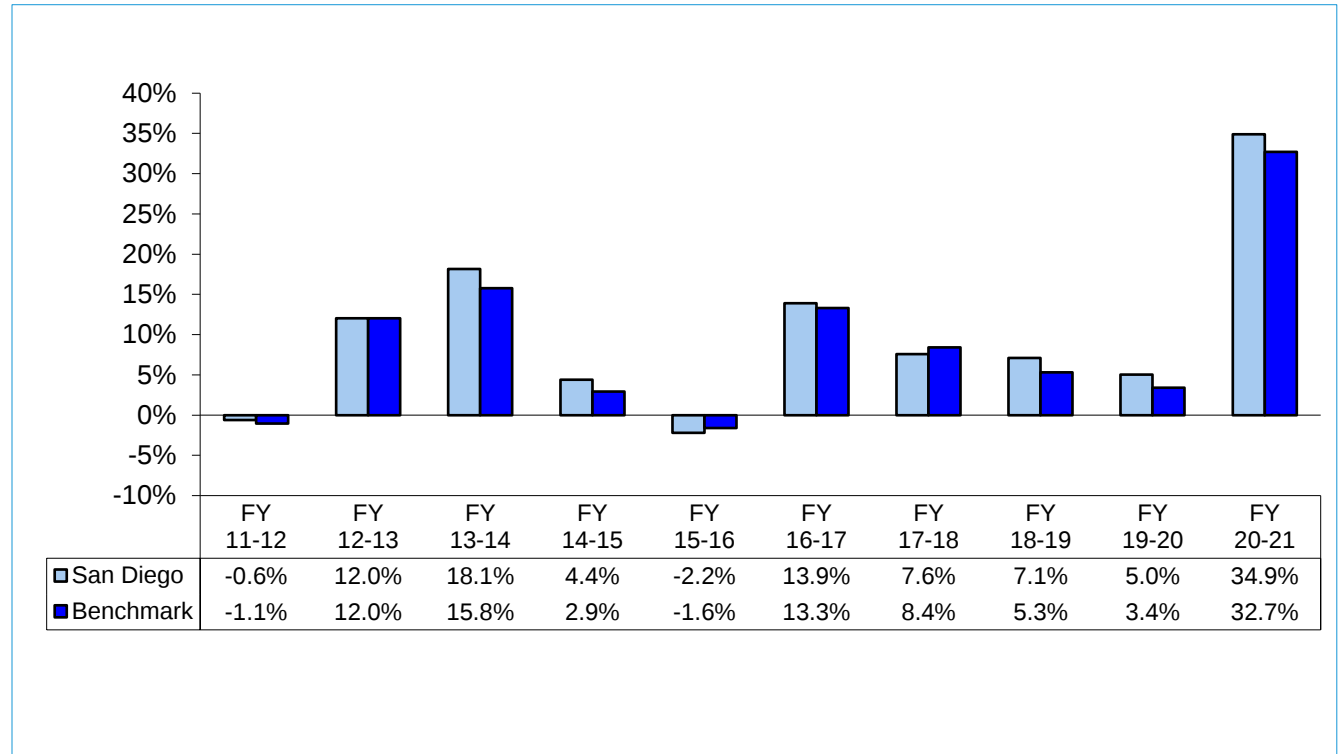
Endowment spending during fiscal year 2020-21 was calculated using a predetermined formula at an amount equal to 4.75% of the 60-month average unit market value of the endowment portfolio. Spending is allocated to fund holders monthly.

University of California, San Diego Foundation Portfolio Asset Allocation June 30, 2021

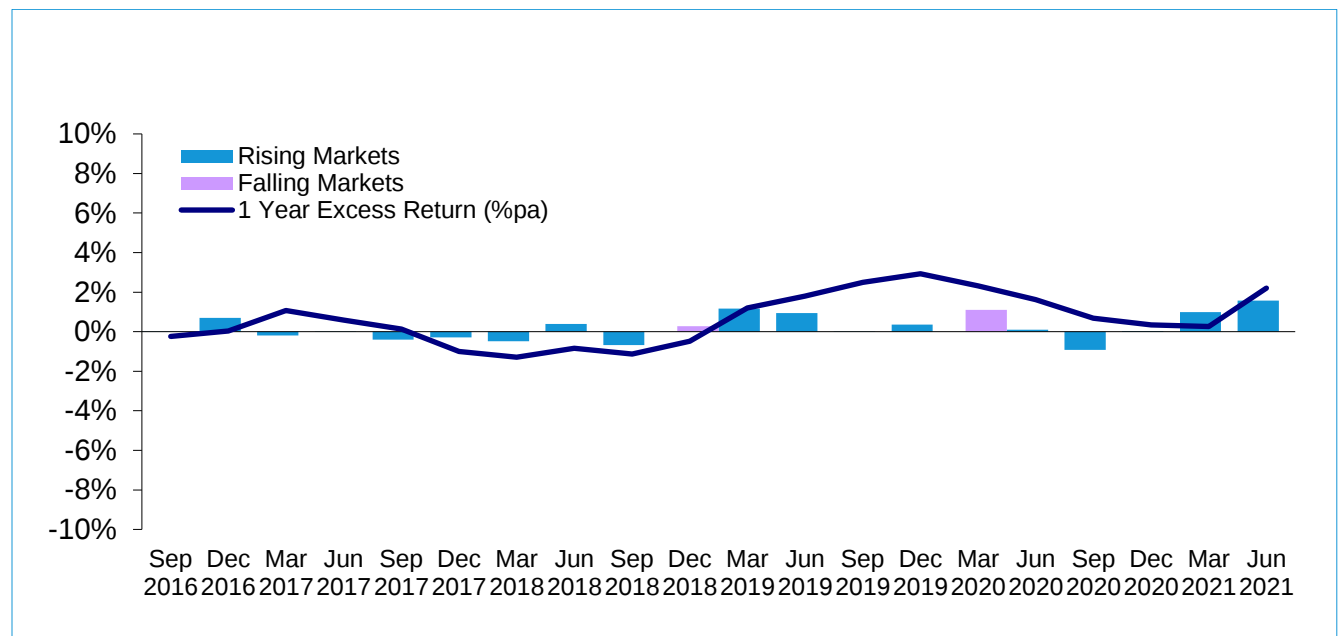
	Assets (\$M)	Actual Allocation	Target Allocation	Over/ Underweight Relative to Target	Policy Range (Lower)	Policy Range (Upper)	Policy Range Compliance (Actual Allocation)
Public Equity	\$788	62.9%	50.0%	12.9%	40.0%	60.0%	No
Liquidity (Income)	\$63	5.1%	5.0%	0.1%	0.0%	15.0%	Yes
Absolute Return	\$127	10.1%	17.0%	-6.9%	10.0%	30.0%	Yes
Private Equity	\$183	14.6%	16.0%	-1.4%	5.0%	20.0%	Yes
Real Estate	\$81	6.5%	10.0%	-3.5%	5.0%	15.0%	Yes
Cash	\$11	0.8%	2.0%	-1.2%	0.0%	5.0%	Yes
Total Assets	\$1,252	100.0%	100.0%				

UC SAN DIEGO FOUNDATION

Annual Endowment Returns for Fiscal Years UC San Diego– Portfolio and Benchmark

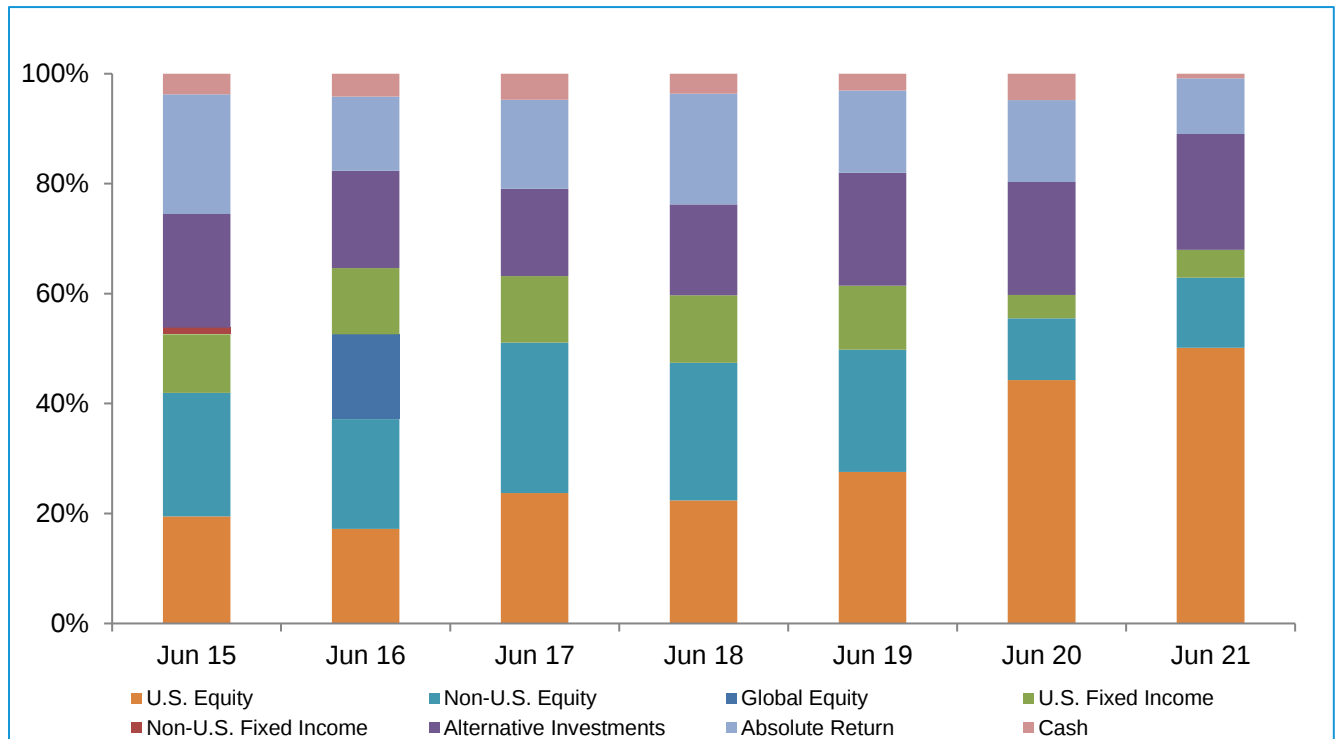


Excess Return UC San Diego Portfolio versus Benchmark September 2016 to June 2021



UC SAN DIEGO FOUNDATION

UC San Diego Managed Endowment Funds by Asset Class



UC SAN FRANCISCO FOUNDATION

Endowment Investment Objective

The San Francisco Foundation's primary investment objective for its endowment portfolio is growth of principal sufficient to preserve purchasing power and to provide income to support current and future University activities. Over the long term, it is the goal of the Foundation that the total return on investment assets should equal the rate of inflation, plus the payout rate (which is used to support current activities), plus an amount reinvested to support future activities.

Endowment Spending Policy

The Foundation payout policy guideline is to distribute 4.75% of the 36 month rolling average unitized market value of the Endowment Pool. The payout will not exceed 6% nor be less than 3.5% of the ending market value on the last day of the fiscal year for which it is being calculated. The payout will be reviewed annually, which may result in modification. In determining the annual payout, the Foundation will consider factors such as stability of fund flows to operations and preservation of endowment principal, in addition to the guideline formula.

University of California, San Francisco Foundation Portfolio Asset Allocation June 30, 2021

	Assets (\$M)	Actual Allocation	Target Allocation ¹	Over/ Underweight Relative to Target ²	Policy Range (Lower) ³	Policy Range (Upper) ³	Policy Range Compliance (Actual Allocation) ⁴
Public Equity	\$918	32.0%	26-36%	0.0%	20.0%	60.0%	Yes
Diversifying Assets	\$796	27.8%	23-33%	0.0%	10.0%	40.0%	Yes
Premium Return	\$965	33.7%	29-39%	0.0%	5.0%	40.0%	Yes
Safety Assets	\$186	6.5%	4-10%	0.0%	0.0%	25.0%	Yes
Total Assets	\$2,866	100.0%					

¹ Represents target policy ranges represent 1-year interim range.

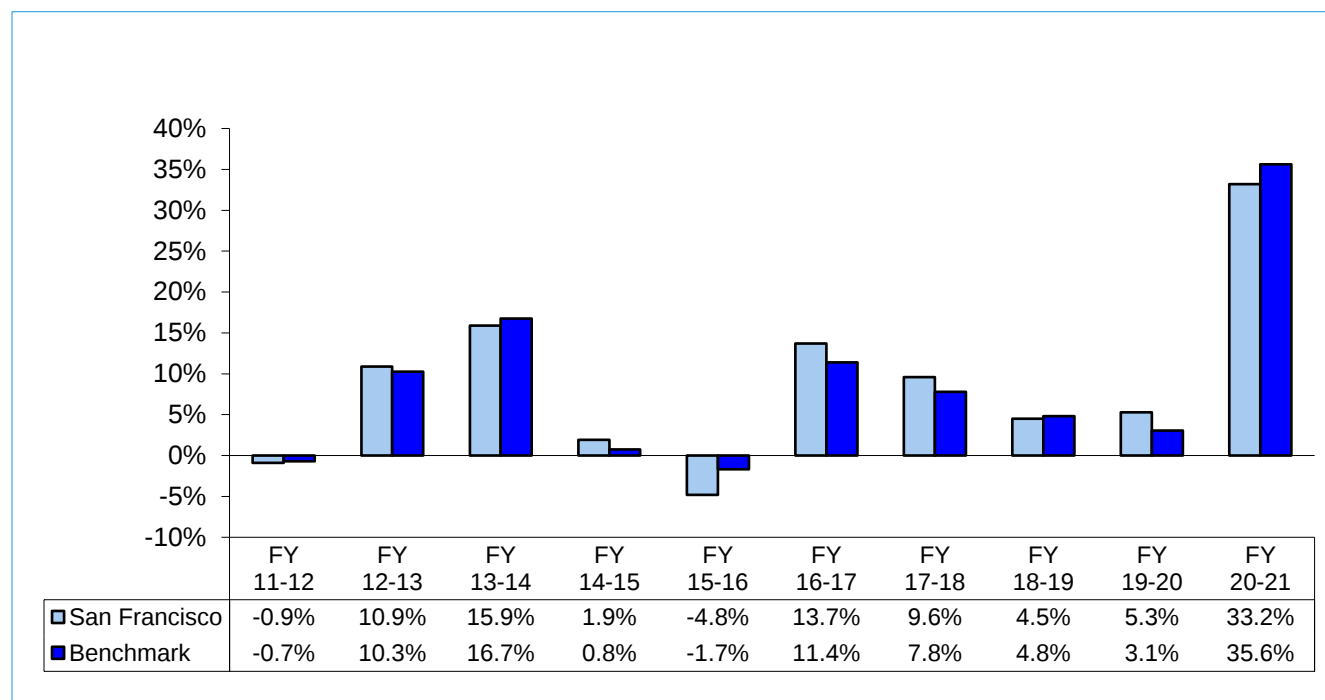
² Represents variance from target policy ranges.

³ Represents long term policy ranges.

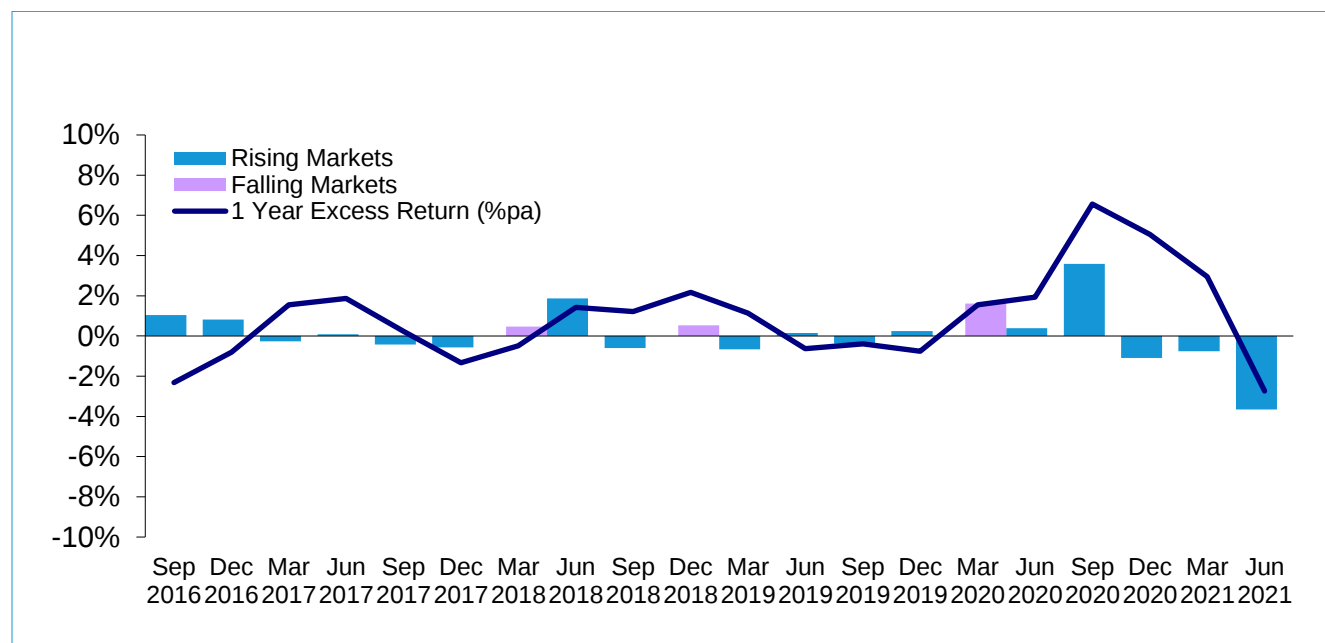
⁴ UC San Francisco Foundation is within the 1-year interim range as it moves towards the long-term policy ranges

UC SAN FRANCISCO FOUNDATION

Annual Endowment Returns for Fiscal Years UC San Francisco – Portfolio and Benchmark



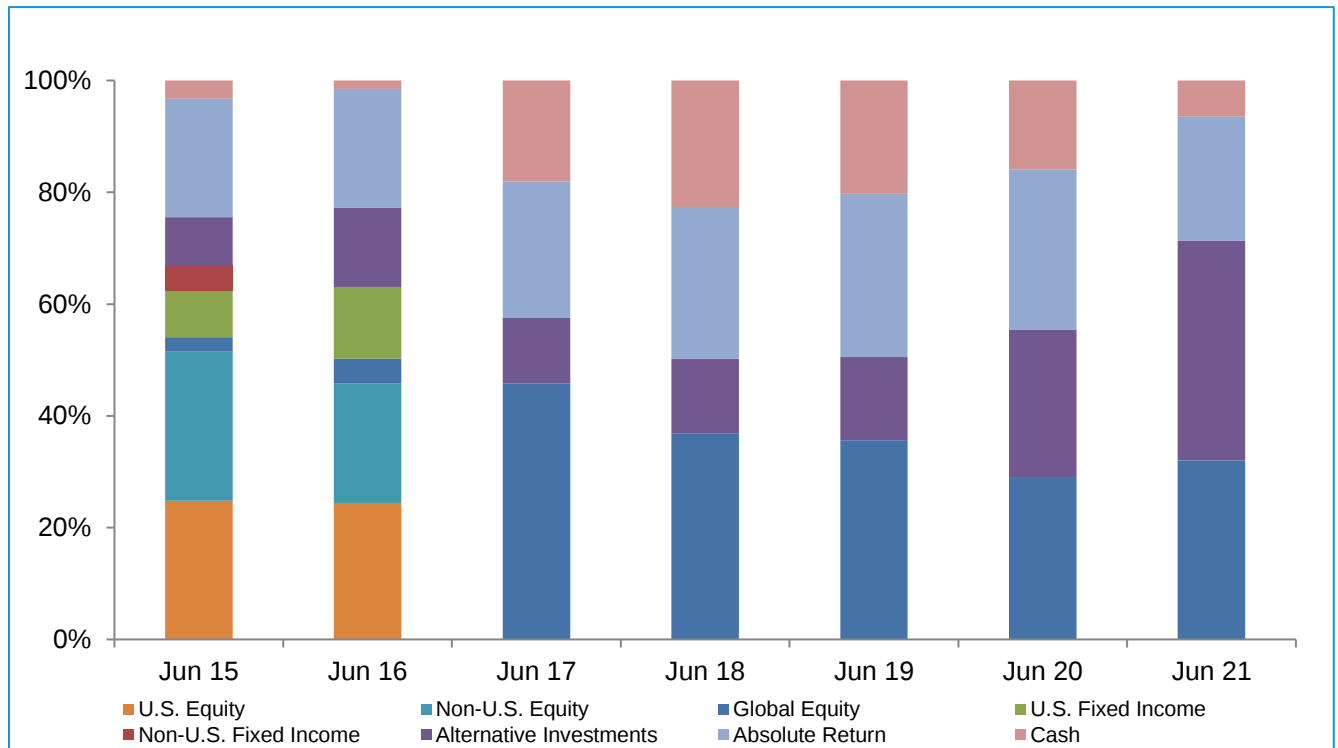
Excess Return UC San Francisco Portfolio versus Benchmark September 2016 to June 2021



Returns are fees net of external investment management fees, but not internal fees incurred to manage the Foundation. For fiscal year 2021, San Francisco's estimated internal investment management company cost was **0.28%**.

UC SAN FRANCISCO FOUNDATION

UC San Francisco Managed Endowment Funds by Asset Class



Note: During fiscal year 2017, UC San Francisco combined U.S. Equity and Non-U.S. Equity into the Global Equity bucket as this is how they view their asset allocation.

UC SANTA BARBARA FOUNDATION

Endowment Investment Objective

A. The primary long-term financial objective for the Foundation's Long Term Investment Policy (LTIP) is to preserve the purchasing power of the LTIP's principal, while providing a relatively stable and growing source of funding for endowment and trust beneficiaries. The LTIP is held primarily in the Regent's GEP with minimal investments held with Goldman Sachs, Lexington and Farallon.

B. The primary long-term investment objective of the LTIP is to earn an average annual real (i.e., after adjusting for inflation) total return on a risk-adjusted basis that is at least equal to the LTIP's total spending rate, net of consultant and management fees, over long time periods (i.e., rolling ten-year periods). Over shorter time periods (i.e., rolling five-year periods), the LTIP will seek to meet or exceed an appropriate composite of market indices reflecting the LTIP's asset allocation policies. The LTIP is held primarily in the Regent's GEP with minimal investments held with Goldman Sachs, Lexington and Farallon.

Endowment Spending Policy

Endowment spending during fiscal year 2020-2021 was calculated using a predetermined formula at an amount equal to 4.54% of the 60-month average unit market value of the endowment portfolio as of December 31, 2019. To the extent requested by the Fund Administrator, spending was allocated to fund holders in September (40%) and March (60%).

University of California, Santa Barbara Foundation Portfolio

Asset Allocation

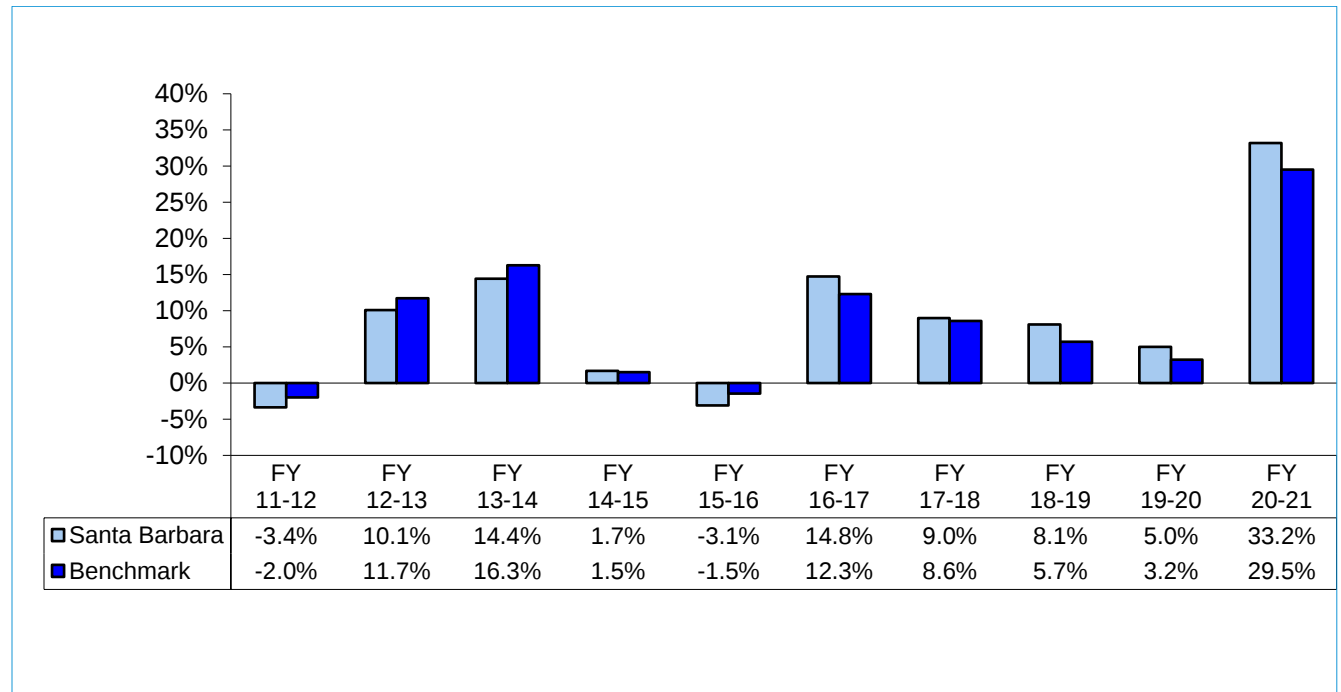
June 30, 2021

	Assets (M)	Actual Allocation	Target Allocation	Over/ Underweight Relative to Target	Policy Range (Lower)	Policy Range (Upper)	Policy Range Compliance (Actual Allocation)
Public Equity	\$171	45.5%	48.5%	-3.0%	30.0%	50.0%	Yes
Fixed Income	\$27	7.3%	8.0%	-0.7%	5.0%	15.0%	Yes
Private Equity	\$85	22.5%	15.5%	7.0%	10.0%	30.0%	Yes
Absolute Return	\$48	12.9%	10.0%	2.9%	5.0%	15.0%	Yes
Private Credit	\$7	1.8%	4.0%	-2.2%	0.0%	6.0%	Yes
Real Estate	\$20	5.4%	8.0%	-2.6%	4.0%	12.0%	Yes
Real Assets	\$11	2.8%	4.0%	-1.2%	0.0%	8.0%	Yes
Cash	\$7	1.8%	2.0%	-0.2%	1.0%	5.0%	Yes
Total Assets	\$376	100.0%	100%				

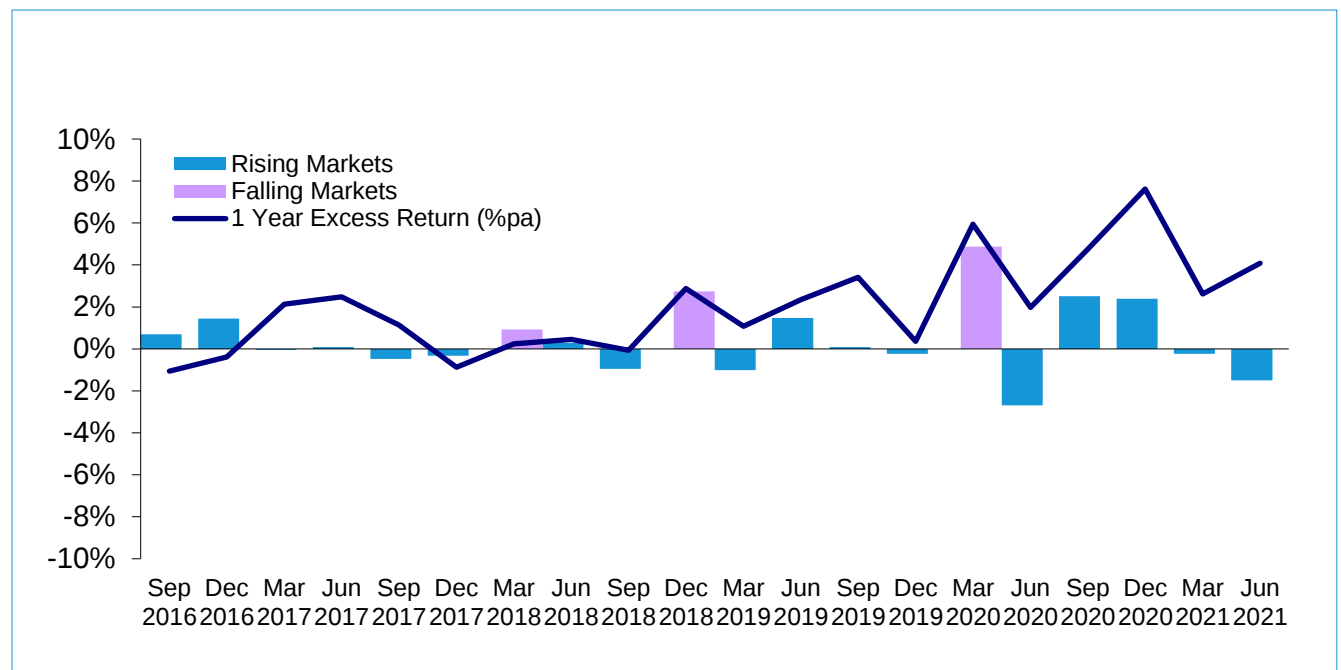
The UC Santa Barbara Foundation utilizes the GEP Policy Benchmark.

UC SANTA BARBARA FOUNDATION

Annual Endowment Returns for Fiscal Years UC Santa Barbara – Portfolio and Benchmark

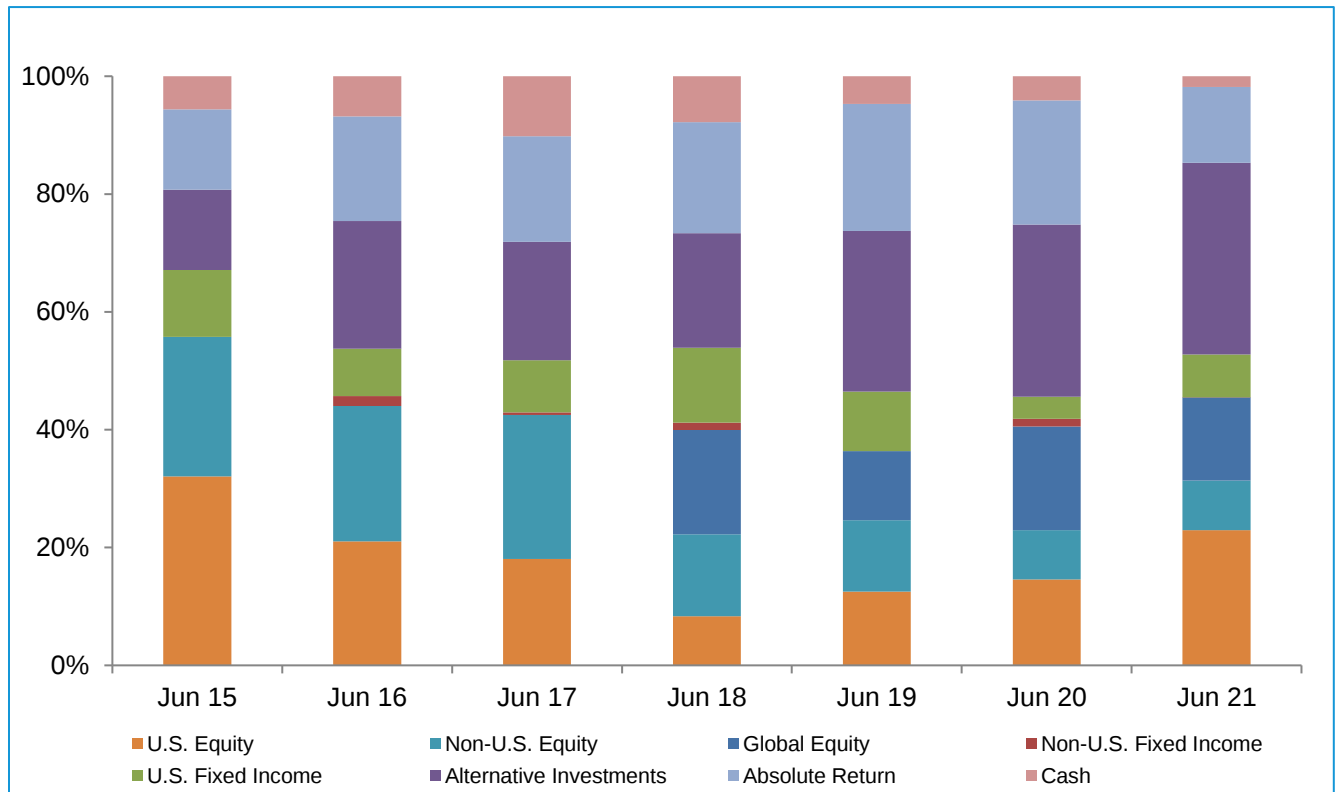


Excess Return UC Santa Barbara Portfolio versus Benchmark September 2016 to June 2021



UC SANTA BARBARA FOUNDATION

UC Santa Barbara Managed Endowment Funds by Asset Class



Note: The UC Santa Barbara Foundation is primarily invested in the Regents' General Endowment Pool. UC Investments' policy does not breakdown equities or fixed income and cash on a regional basis. The regional split (US vs. non-US) shown above for these asset classes are for informational purposes.

UC SANTA CRUZ FOUNDATION

Endowment Investment Objective

The UC Santa Cruz Foundation's investment objective for its endowment portfolio is to maximize long-term total return with a prudent level of risk, to provide inflation protection through reinvestment of an appropriate level of realized and unrealized earnings, and to maximize the real rate of return over the long term. The investment policy matches that of the General Endowment Pool.

Endowment Spending Policy

The UC Santa Cruz Foundation endowment expenditure rate approved January 2021 is 4.75% of the three-year moving average of December 31 market values. In the event the market value of an endowment is below the amount of the original gift adjusted by the Gross Domestic Product (GDP) price index at December 31, the endowment expenditure rate approved January 2021 is 2.75% of the three-year moving average of the December 31 market value, unless specific language of the endowment agreement allows otherwise. The endowment expenditure formula is reviewed annually and adjusted accordingly with respect to prudent concern for campus needs, donor expectations, and current market conditions.

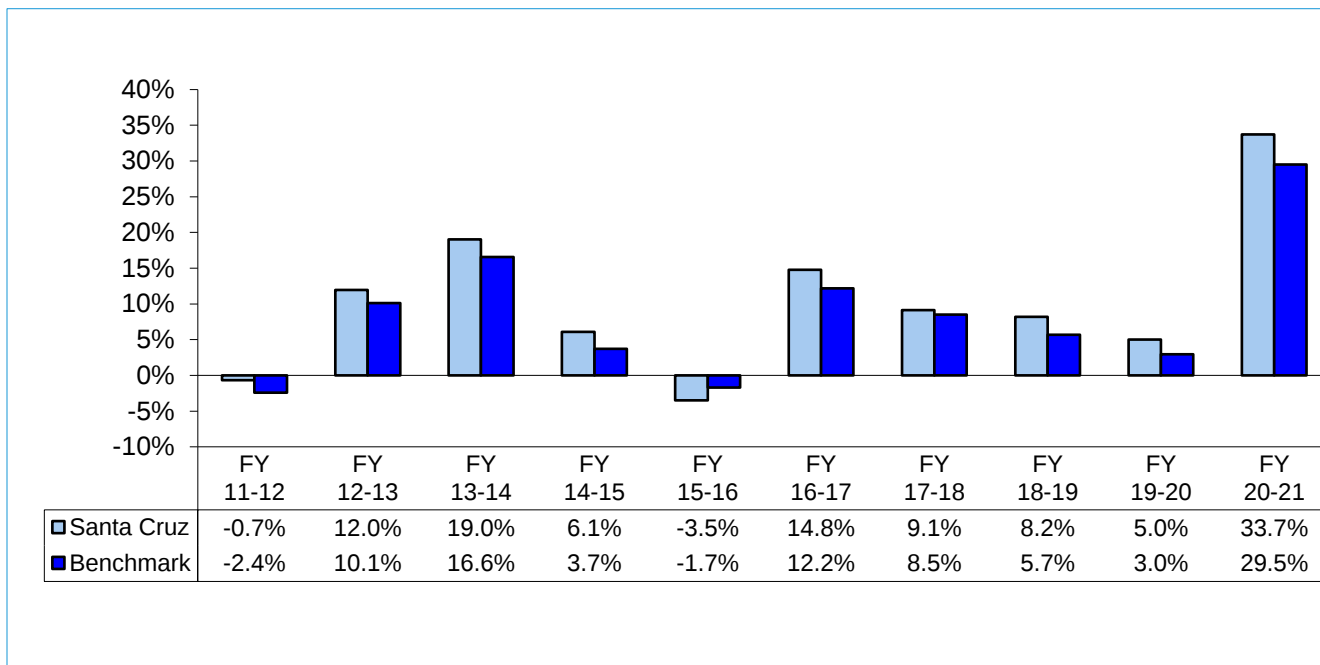
University of California, Santa Cruz Foundation Portfolio Asset Allocation June 30, 2021

	Assets (M)	Actual Allocation	Target Allocation	Over/ Underweight Relative to Target	Policy Range (Lower)	Policy Range (Upper)	Policy Range Compliance (Actual Allocation)
Public Equity	\$73	46.7%	48.5%	-1.9%	30.0%	50.0%	Yes
Fixed Income	\$12	7.5%	8.0%	-0.5%	5.0%	15.0%	Yes
Private Equity	\$34	21.6%	15.5%	6.1%	10.0%	30.0%	Yes
Absolute Return	\$21	13.2%	10.0%	3.2%	5.0%	15.0%	Yes
Private Credit	\$3	1.8%	4.0%	-2.2%	0.0%	6.0%	Yes
Real Estate	\$9	5.6%	8.0%	-2.4%	4.0%	12.0%	Yes
Real Assets	\$4	2.9%	4.0%	-1.1%	0.0%	8.0%	Yes
Cash	\$1	0.8%	2.0%	-1.2%	1.0%	5.0%	No
Total Assets	\$156	100.0%	100%				

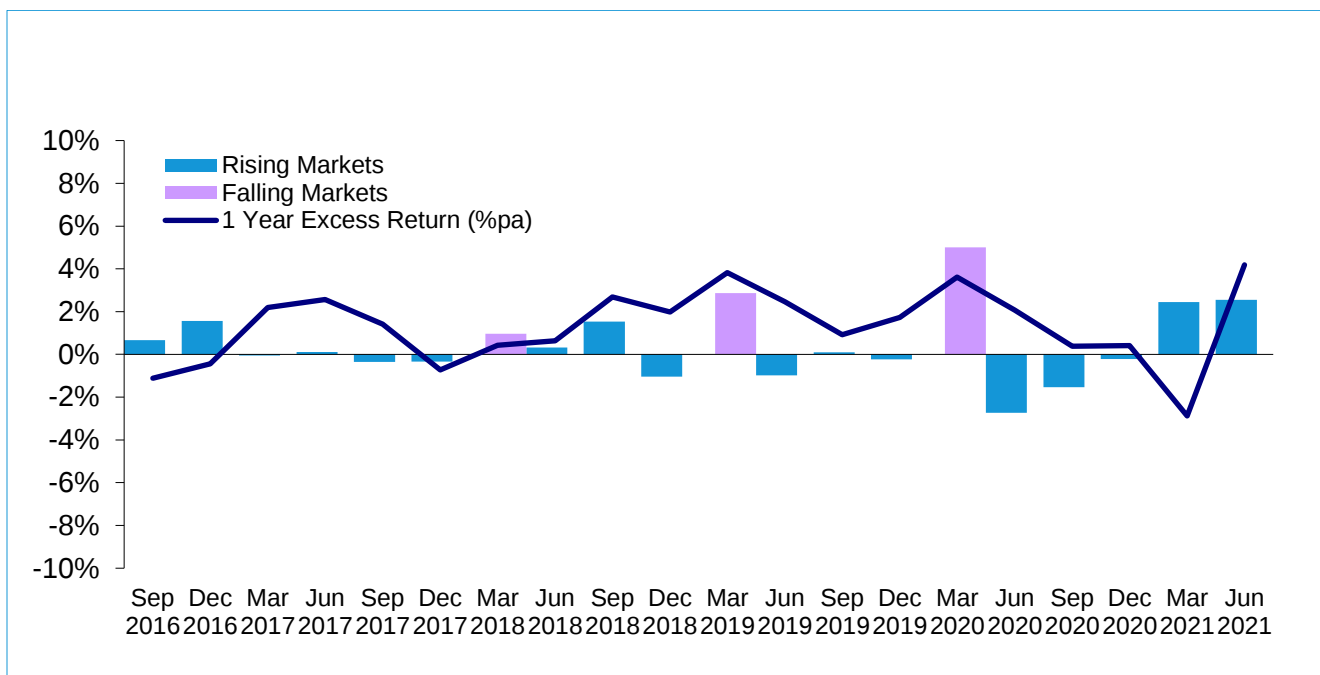
The UC Santa Cruz Foundation utilizes the GEP Policy Benchmark.

UC SANTA CRUZ FOUNDATION

Annual Endowment Returns for Fiscal Years UC Santa Cruz – Portfolio and Benchmark

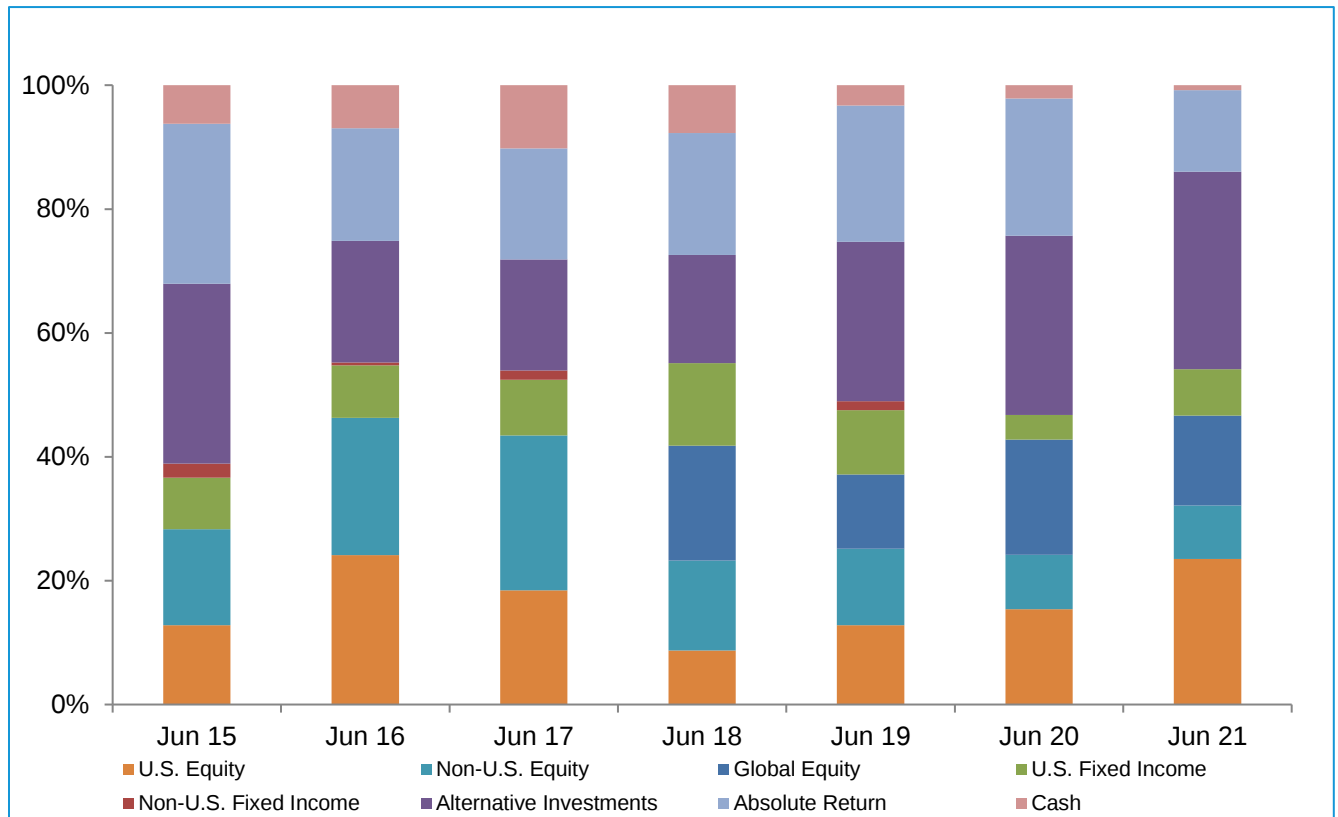


Excess Return UC Santa Cruz Portfolio versus Benchmark September 2016 to June 2021



UC SANTA CRUZ FOUNDATION

UC Santa Cruz Managed Endowment Funds by Asset Class



Note: The UC Santa Cruz Foundation is primarily invested in the Regents' General Endowment Pool. UC Investments' policy does not breakdown equities or fixed income and cash on a regional basis. The regional split (US vs. non-US) shown above for these asset classes are for informational purposes.

4 Appendix

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4.1 Historical Foundation Investment Performance

Historical Fiscal Year Foundation Investment Performance

Annual Total Returns- Foundation

Year	Berkeley	Davis	Irvine	Los Angeles	Merced	Riverside	San Diego	San Francisco	Santa Barbara	Santa Cruz	GEP
2021	37.9%	32.5%	34.8%	34.3%	33.7%	33.1%	34.9%	33.2%	33.2%	33.7%	33.7%
2020	2.2%	0.3%	0.1%	0.5%	5.0%	5.3%	5.0%	5.3%	5.2%	5.0%	5.0%
2019	4.9%	6.0%	6.7%	3.7%	8.2%	1.2%	7.1%	4.5%	8.1%	8.2%	8.2%
2018	8.4%	9.0%	8.6%	10.5%	9.1%	8.6%	7.6%	9.6%	9.0%	9.1%	8.9%
2017	13.1%	13.9%	15.3%	15.8%	14.8%	19.1%	13.9%	13.7%	14.8%	14.8%	15.1%
2016	-2.4%	-3.3%	-2.4%	-4.1%	-3.5%	-5.1%	-2.2%	-4.8%	-3.1%	-3.5%	-3.5%
2015	3.8%	5.3%	5.3%	6.4%	6.1%	0.4%	4.4%	1.9%	1.7%	6.1%	6.1%
2014	15.2%	19.1%	17.3%	13.9%	19.0%	18.2%	18.1%	15.9%	14.4%	19.0%	19.0%
2013	12.8%	11.7%	11.5%	15.5%	12.0%	11.5%	12.0%	10.9%	10.1%	12.0%	12.0%
2012	-1.0%	-0.4%	0.4%	-1.4%	-0.7%	-2.6%	-0.6%	-0.9%	-3.4%	-0.7%	-0.7%
2011	18.8%	18.7%	19.5%	16.7%	20.2%	21.5%	21.7%	18.3%	20.1%	20.2%	20.2%
2010	11.7%	11.3%	11.0%	11.8%	11.3%	15.8%	12.7%	14.4%	15.4%	11.3%	11.3%
2009	-20.6%	-17.9%	-20.6%	-21.1%	-18.2%	-22.1%	-20.4%	-16.5%	-20.7%	-17.7%	-18.2%
2008	-0.3%	-1.4%	-2.9%	0.1%	-1.5%	2.9%	-1.6%	-7.5%	-9.4%	-1.4%	-1.5%
2007	20.3%	19.7%	18.7%	17.8%	19.8%	21.7%	19.3%	18.2%	20.1%	19.5%	-1.5%

Average Annualized Total Returns- Foundation

Year	Berkeley	Davis	Irvine	Los Angeles	Merced	Riverside	San Diego	San Francisco	Santa Barbara	Santa Cruz	GEP
2021	37.9%	32.5%	34.8%	34.3%	33.7%	33.1%	34.9%	33.2%	33.2%	33.7%	33.7%
(20-'21)	18.7%	15.3%	16.1%	16.2%	18.5%	18.4%	19.0%	18.5%	18.4%	18.5%	18.5%
(19-'21)	13.9%	12.1%	12.9%	11.9%	15.0%	12.4%	14.9%	13.6%	14.9%	15.0%	15.0%
(18-'21)	12.5%	11.3%	11.8%	11.5%	13.5%	11.4%	13.0%	12.6%	13.4%	13.5%	13.4%
(17-'21)	12.6%	11.8%	12.5%	12.4%	13.7%	12.9%	13.2%	12.8%	13.6%	13.7%	13.7%
(16-'21)	10.0%	9.2%	9.9%	9.4%	10.7%	9.7%	10.5%	9.7%	10.7%	10.7%	10.7%
(15-'21)	9.1%	8.6%	9.2%	9.0%	10.0%	8.3%	9.6%	8.5%	9.3%	10.0%	10.0%
(14-'21)	9.8%	9.9%	10.2%	9.6%	11.1%	9.5%	10.6%	9.4%	10.0%	11.1%	11.1%
(13-'21)	10.2%	10.1%	10.3%	10.2%	11.2%	9.7%	10.8%	9.6%	10.0%	11.2%	11.2%
(12-'21)	9.0%	9.0%	9.3%	9.0%	9.9%	8.4%	9.6%	8.5%	8.6%	9.9%	9.9%
(11-'21)	9.9%	9.8%	10.2%	9.7%	10.8%	9.5%	10.6%	9.3%	9.6%	10.8%	10.8%
(10-'21)	10.0%	9.9%	10.2%	9.9%	10.9%	10.1%	10.8%	9.8%	10.0%	10.9%	10.9%
(09-'21)	7.3%	7.5%	7.5%	7.1%	8.3%	7.2%	8.0%	7.5%	7.3%	8.4%	8.3%
(08-'21)	6.7%	6.8%	6.7%	6.6%	7.6%	6.8%	7.3%	6.3%	6.0%	7.6%	7.6%
(07-'21)	7.6%	7.6%	7.5%	7.3%	8.4%	7.8%	8.1%	7.1%	6.9%	8.4%	7.1%

Cumulative Total Returns- Foundation

Year	Berkeley	Davis	Irvine	Los Angeles	Merced	Riverside	San Diego	San Francisco	Santa Barbara	Santa Cruz	GEP
(20-'21)	37.9%	32.5%	34.8%	34.3%	33.7%	33.1%	34.9%	33.2%	33.2%	33.7%	33.7%
(19-'21)	40.9%	32.9%	34.9%	35.0%	40.4%	40.2%	41.6%	40.3%	40.2%	40.4%	40.4%
(18-'21)	47.8%	40.9%	43.9%	40.0%	51.9%	41.8%	51.7%	46.7%	51.5%	51.9%	51.9%
(17-'21)	60.2%	53.5%	56.3%	54.7%	65.8%	54.0%	63.2%	60.7%	65.1%	65.8%	65.4%
(16-'21)	81.3%	74.9%	80.2%	79.2%	90.3%	83.4%	85.9%	82.8%	89.5%	90.3%	90.3%
(15-'21)	77.0%	69.1%	75.9%	71.8%	83.7%	74.1%	81.8%	74.0%	83.6%	83.7%	83.7%
(14-'21)	83.8%	78.1%	85.2%	82.8%	94.9%	74.7%	89.8%	77.3%	86.7%	94.9%	94.9%
(13-'21)	111.8%	112.0%	117.3%	108.3%	132.0%	106.5%	124.2%	105.5%	113.6%	132.0%	132.0%
(12-'21)	138.9%	136.8%	142.3%	140.5%	159.7%	130.2%	151.2%	127.8%	135.2%	159.7%	159.7%
(11-'21)	136.5%	135.8%	143.2%	137.1%	158.0%	124.3%	149.7%	125.9%	127.2%	158.0%	158.0%
(10-'21)	181.1%	179.8%	190.6%	176.6%	210.0%	172.6%	203.8%	167.1%	172.9%	210.0%	210.0%
(09-'21)	214.0%	211.4%	222.4%	209.4%	245.1%	215.6%	242.4%	205.5%	214.9%	245.1%	245.2%
(08-'21)	149.2%	155.6%	155.9%	144.2%	182.3%	145.8%	172.4%	155.2%	149.6%	183.9%	182.3%
(07-'21)	148.5%	152.2%	148.4%	144.4%	178.1%	152.8%	168.2%	136.1%	126.0%	180.0%	178.1%
(06-'21)	198.9%	201.9%	194.9%	187.9%	233.1%	207.7%	219.8%	179.2%	171.4%	234.7%	178.1%

Returns are net of all fees. For Berkeley, Los Angeles and San Francisco, returns are net of external investment management fees, but not internal fees incurred to manage the Foundation. For fiscal year 2021, Berkeley's estimated internal investment management company cost was 0.22%, Los Angeles' estimated internal investment management company cost was 0.159%, and San Francisco's estimated internal investment management company cost was 0.28%.

Returns shown above prior to 2006 and after 2015 were provided by the individual Foundations.

Returns for the period from 2006 through 2015 were provided by State Street Bank, except in extraordinary circumstances.

4.2 Historical Benchmark and Active Performance

Historical Fiscal Year Benchmark and Active Performance

Annual Total Returns- Benchmarks

Year	Berkeley	Davis	Irvine	Los Angeles	Merced	Riverside	San Diego	San Francisco	Santa Barbara	Santa Cruz	GEP
2021	33.3%	25.9%	31.9%	35.0%	29.5%	29.5%	32.7%	35.6%	29.2%	29.5%	29.5%
2020	1.7%	1.9%	-0.1%	0.7%	3.0%	2.5%	3.4%	3.1%	3.2%	3.0%	3.0%
2019	2.5%	5.8%	5.5%	6.8%	5.7%	5.4%	5.3%	4.8%	5.7%	5.7%	5.7%
2018	9.0%	7.7%	8.3%	9.1%	8.5%	8.8%	8.4%	7.8%	8.6%	8.5%	8.5%
2017	15.2%	12.1%	12.7%	13.3%	12.2%	17.2%	13.3%	11.4%	12.3%	12.2%	12.5%
2016	-1.5%	-1.0%	-1.1%	0.1%	-1.7%	-2.2%	-1.6%	-1.7%	-1.5%	-1.7%	-1.7%
2015	1.3%	2.6%	2.2%	3.3%	3.7%	0.9%	2.9%	0.8%	1.5%	3.7%	3.7%
2014	19.4%	16.3%	15.0%	16.1%	16.6%	19.1%	15.8%	16.7%	16.3%	16.6%	16.6%
2013	13.5%	11.4%	9.7%	10.6%	10.1%	11.3%	12.0%	10.3%	11.7%	10.1%	10.1%
2012	-3.3%	-2.0%	-0.6%	-1.3%	-2.4%	-2.1%	-1.1%	-0.7%	-2.0%	-2.4%	-2.4%
2011	17.1%	18.2%	19.6%	15.7%	17.9%	22.2%	19.6%	20.7%	22.5%	17.9%	17.9%
2010	10.2%	9.1%	9.2%	10.0%	9.1%	11.5%	10.7%	10.9%	18.3%	9.1%	9.1%
2009	-15.6%	-13.1%	-16.1%	-19.0%	-13.1%	-19.4%	-18.3%	-19.5%	-18.3%	-13.1%	-14.0%
2008	-1.2%	0.1%	-5.0%	-0.8%	0.1%	-4.5%	0.1%	-6.9%	-4.1%	0.1%	-0.2%
2007	16.9%	18.0%	19.0%	17.7%	18.0%	20.2%	18.0%	17.7%	18.0%	18.0%	

Annual Active Returns (Foundation minus Benchmark)¹

Year	Berkeley	Davis	Irvine	Los Angeles	Merced	Riverside	San Diego	San Francisco	Santa Barbara	Santa Cruz	GEP
2021	4.6%	6.6%	2.9%	-0.6%	4.2%	3.6%	2.2%	-2.4%	4.1%	4.2%	4.2%
2020	0.5%	-1.6%	0.1%	-0.1%	2.1%	2.8%	1.6%	2.3%	2.0%	2.1%	2.1%
2019	2.4%	0.2%	1.2%	-3.1%	2.5%	-4.2%	1.8%	-0.3%	2.4%	2.5%	2.5%
2018	-0.6%	1.3%	0.3%	1.4%	0.6%	-0.2%	-0.8%	1.8%	0.4%	0.6%	0.4%
2017	-2.0%	1.9%	2.6%	2.5%	2.6%	1.9%	0.6%	2.3%	2.5%	2.6%	2.6%
2016	-0.8%	-2.3%	-1.3%	-4.2%	-1.8%	-2.9%	-0.6%	-3.1%	-1.6%	-1.8%	-1.8%
2015	2.5%	2.7%	3.1%	3.1%	2.4%	-0.5%	1.5%	1.1%	0.2%	2.4%	2.4%
2014	-4.2%	2.8%	2.4%	-2.2%	2.5%	-0.9%	2.4%	-0.8%	-1.9%	2.5%	2.5%
2013	-0.7%	0.3%	1.8%	4.8%	1.8%	0.1%	0.0%	0.6%	-1.7%	1.8%	1.9%
2012	2.3%	1.6%	0.9%	-0.1%	1.8%	-0.4%	0.5%	-0.1%	-1.4%	1.8%	1.7%
2011	1.8%	0.5%	-0.1%	1.0%	2.3%	-0.7%	2.0%	-2.4%	-2.5%	2.3%	2.3%
2010	1.6%	2.3%	1.8%	1.8%	2.3%	4.3%	2.0%	3.5%	-2.9%	2.3%	2.2%
2009	-5.1%	-4.9%	-4.6%	-2.0%	-5.1%	-2.8%	-2.1%	3.0%	-2.4%	-4.7%	-4.2%
2008	0.9%	-1.4%	2.0%	0.8%	-1.5%	7.3%	-1.6%	-0.6%	-5.4%	-1.4%	-1.3%
2007	3.4%	1.7%	-0.3%	0.1%	1.7%	1.5%	1.2%	0.5%	2.0%	1.5%	

Average Annual Active Returns (Foundation minus Benchmark)²

Year	Berkeley	Davis	Irvine	Los Angeles	Merced	Riverside	San Diego	San Francisco	Santa Barbara	Santa Cruz	GEP
2021	4.6%	6.6%	2.9%	-0.6%	4.2%	3.6%	2.2%	-2.4%	4.1%	4.2%	4.2%
(20-21)	17.8%	2.0%	1.3%	-0.3%	3.0%	3.2%	1.9%	0.2%	2.9%	3.0%	3.0%
(19-21)	12.5%	1.4%	1.3%	-1.3%	2.8%	0.5%	1.9%	0.0%	2.7%	2.8%	2.8%
(18-21)	9.3%	1.4%	1.0%	-0.6%	2.3%	0.3%	1.2%	0.5%	2.1%	2.3%	2.2%
(17-21)	7.1%	1.5%	1.3%	0.0%	2.3%	0.6%	1.1%	0.9%	2.2%	2.3%	2.3%
(16-21)	5.7%	0.8%	0.9%	-0.8%	1.6%	0.0%	0.7%	0.1%	1.5%	1.6%	1.5%
(15-21)	5.2%	1.0%	1.2%	-0.2%	1.7%	-0.1%	0.9%	0.3%	1.3%	1.7%	1.6%
(14-21)	4.1%	1.2%	1.3%	-0.5%	1.8%	-0.2%	1.0%	0.1%	0.9%	1.8%	1.7%
(13-21)	3.6%	1.1%	1.4%	0.1%	1.8%	-0.2%	0.9%	0.2%	0.6%	1.8%	1.8%
(12-21)	3.5%	1.2%	1.3%	0.1%	1.8%	-0.2%	0.9%	0.2%	0.4%	1.8%	1.8%
(11-21)	3.3%	1.1%	1.2%	0.2%	1.8%	-0.2%	1.0%	-0.1%	0.2%	1.8%	1.8%
(10-21)	3.2%	1.2%	1.3%	0.3%	1.9%	0.1%	1.0%	0.2%	-0.1%	1.9%	1.8%
(09-21)	2.4%	0.6%	0.7%	0.1%	1.2%	-0.2%	0.7%	0.5%	-0.3%	1.2%	1.2%
(08-21)	2.3%	0.5%	0.8%	0.1%	1.0%	0.4%	0.5%	0.4%	-0.7%	1.0%	
(07-21)	2.3%	0.5%	0.7%	0.1%	1.0%	0.5%	0.6%	0.4%	-0.6%	1.1%	

Returns shown above prior to 2006 and after 2015 were provided by the individual Foundations.

Returns for the period from 2006 through 2015 were provided by State Street Bank, except in extraordinary circumstances.

¹ Arithmetic difference

² Annualized geometric difference

4.3 Investment Policy Benchmark

Campus	Asset Class	Benchmark Component	Percentage
UC Berkeley ¹	Developed Equity	MSCI AC World with USA Gross (Net)	Dynamic Weighting
	Emerging Markets Equity	MSCI Emerging Markets Index (Net)	Dynamic Weighting
	Private Equity/Venture Capital	Custom Cambridge Associates Benchmarks	Dynamic Weighting
	Real Assets	Custom Cambridge Associates Benchmarks	Dynamic Weighting
	Opportunistic	Policy Benchmarks ex-Opportunistic	Dynamic Weighting
	Absolute Return	HFRI FoF Conservative Index	Dynamic Weighting
	Fixed Income and Cash	80% Bloomberg Barclays UST Index / 20% BofAML 91-Day T-Bills Index	Dynamic Weighting
UC Davis	GEP *	GEP Benchmark	80.0%
	GEM ²	GEM Policy Index	20.0%
UC Irvine	Public Equity	MSCI AC World (Net)	45.0%
	US Fixed Income	Bloomberg US Aggregate	10.0%
	Private Equity	Russell 3000 + 3%	20.0%
	Hedge Funds	HFRI Fund of Funds Index	20.0%
	Real Assets	Actual Real Assets Portfolio Return	5.0%
UC Los Angeles	Global Public Equity	MSCI AC World	45.0%
	Independent Return	HFRI Fund Weighted Composite	20.0%
	Private Equity/Venture Capital	Cambridge Private Equity & Venture Capital	15.0%
	Real Assets	7.5% Cambridge Real Estate & 7.5% Cambridge Natural Resources	15.0%
	Cash & Fixed Income	Citigroup 3-Month T-Bill	4.9%
	Portfolio Insurance	3-Month S&P 500 put options with strike prices 15% OTM	0.1%
UC Merced	GEP *	GEP Benchmark	100.0%
UC Riverside	GEP *	GEP Benchmark	100.0%
UC San Diego	U.S. Equities	Russell 3000	40.0%
	Developed Non-U.S. Equities	MSCI EAFE Index	7.0%
	Emerging Markets Equities	MSCI Emerging Markets Index	3.0%
	Fixed Income	Bloomberg US Aggregate	5.0%
	Private Equity	Cambridge Private Equity Lagged Index	16.0%
	Diversifying Strategies	HFRI Fund of Funds Index	17.0%
	Real Estate	NCREIF ODCE Index	10.0%
	Cash & Equivalents	Bank of America 3-Month US Treasury Bill Index	2.0%
UC San Francisco ³	Global Equity	MSCI AC World	32.0%
	Safety Assets	US 1-3 Year Treasuries	6.5%
	Premium Return	Cambridge Private Equity Vintage	33.7%
	Diversifying Strategies	HFRI Fund Weighted Composite	27.8%
UC Santa Barbara	GEP *	GEP Benchmark	100.0%
UC Santa Cruz	GEP *	GEP Benchmark	100.0%
* GEP ⁴	Global Equity	MSCI All Country World Index Net IMI (Tobacco and Fossil Fuel Free)	48.5%
	Liquidity (Income)	Bloomberg US Aggregate	8.0%
	Private Equity	Russell 3000 Index + 2.5%	15.5%
	Absolute Return	HFRI Fund of Funds Composite	10.0%
	Private Credit	75% Credit Suisse Leveraged Loan Fossil Free Index / 25% Merrill Lynch U.S. High Yield BB-B Constrained Fossil Free Index + 1.5%	4.0%
	Real Estate	NCREIF Funds Index – Open End Diversified Core Equity (ODCE) non-lagged	8.0%
	Real Assets	Actual Real Assets Portfolio Return	4.0%
	Cash & Equivalents	Bank of America 3-Month US Treasury Bill Index	2.0%

¹ UC Berkeley Foundation's Policy Benchmark is currently in a transitional period until the portfolio gets closer to the long-term policy targets detailed in its Asset Allocation. During this period, asset class benchmark returns are dynamically weighted using the asset classes' actual market values. The Custom Cambridge Associates Benchmarks are pooled horizon IRRs weighted to reflect the vintage year asset class mix within the GEP's portfolio. PEVC includes a blend of the Cambridge Associates Private Equity and Control-Oriented Distressed Index and Cambridge Associates Venture Capital Index. Real Assets includes a blend of the Cambridge Associates Real Estate Index and Cambridge Associates Natural Resources Index.

² GEM Policy Index is comprised of 42% MSCI AC World Index, 26% CSFB / Tremont Hedge Fund Index, 22% Real Assets Policy Index (70% NCREIF Property Index QTR LAG, 15% MSCI US REIT Index, 15% Bloomberg Commodity Index TR), and 10% Barclays Treasury Index.

³ San Francisco uses a dynamic framework for setting benchmark weights that considers both actual weights and policy range limits. These weights reflect the output of that framework on June 30, 2021.

⁴ The GEP portfolio is on a glidepath to a new target asset allocation, targets shown above are as of June 30, 2021.

Note: Policy benchmark composition shown for each campus is as of the current fiscal year-end and may have been different in prior periods, unless otherwise specified.

4.4 Glossary

CURRENT ASSETS

Assets for use in the near term to support the overall operations of the Foundation, where the donor may, or may not, have restricted their use. These assets typically include cash, accounts receivable, notes receivable, deferred charges, amounts due, prepaid expenses, etc.

In accordance with the Support Group Policy, endowed gifts or restricted assets must be transferred to the University to be spent in accordance with the donors' terms. However, the existing policy does not specify the timing and/or frequency of transfers. Consequently, the timing/frequency decision varies among the Foundations.

ENDOWMENT ASSETS

True endowments, established to provide a permanent source of income, and Funds Functioning as Endowments (FTEs), established to provide income but principal may also be expended.

GENERAL ENDOWMENT POOL (GEP)

Established in 1933 and unitized in 1958, the General Endowment Pool is The Regents' primary investment vehicle for endowed gift funds. It is comprised of over 5,875 individual endowments that support the University's mission. It is a balanced portfolio of equities, fixed-income securities, and alternative investments in which all endowment funds participate, unless payout needs require otherwise.

SHORT TERM INVESTMENT POOL (STIP)

The Short Term Investment Pool is a cash investment pool established in fiscal 1976 by the Regents, in which all University funds groups participate, including retirement and endowment funds as well as campus endowment funds. Cash to meet payrolls, operating expenses, and construction funds of campuses and University teaching hospitals are the major funds invested in the pool. The cash remains invested until expended by the campuses and University teaching hospitals. Pension, endowment, and defined contribution funds awaiting permanent investment are also invested in the pool until transferred. The STIP participants are able to maximize returns on their short-term cash balances by taking advantage of the economies of scale of investing in a large cash pool.

TRUSTS/LIFE ANNUITIES

Assets donated by individuals or organizations, with the institution agreeing to pay a specific level of income to the donor, or designated beneficiary, for his or her lifetime. Subsequent to the beneficiary's death, the institution gains complete ownership of the donated assets. The donor may or may not have restricted the assets'

4.5 Foundations Reporting Background

BACKGROUND

The history of reporting total University and Foundation endowments dates back to October 1978 when The Regents' Committee on Educational Policy adopted a policy for University Support Groups. In subsequent years, The Regents charged the Office of the Chief Investment Officer (CIO) (formerly called the Office of the Treasurer) with obtaining pertinent information regarding the UC Foundations' investments and presenting an annual report to The Regents. The annual report includes the investment philosophy, policies and performance of each Foundation's endowment assets, as well as the performance of The Regents' endowment assets. In compliance with The Regents' Policy 6201 Investment Policy for the University of California Campus Foundations, this report is created by an investment consulting firm which reports any issues found to The Regents.

As of fiscal year 2016, State Street is no longer the book of record for the campus Foundations. Starting in 2016 (for reporting as of the fiscal year ended June 30, 2016), information used to create this report is collected and reviewed by the investment consultant, with the campus Foundations providing a review of the report before it is finalized.

4.6 Data Sources and Responsibilities

This report was prepared by Mercer Investments, LLC. (Mercer). Information contained herein has been obtained from a range of third party sources. While the information is believed to be reliable, Mercer has not sought to verify it. As such, Mercer makes no representations or warranties as to the accuracy of the information presented and takes no responsibility or liability (including for indirect, consequential or incidental damages), for any error, omission or inaccuracy in the data supplied by any third party. Information was provided by each individual campus Foundation and UC Investments.

DATA SOURCES AND RESPONSIBILITIES

UC Investments hired the investment consultant, Mercer Investments, to create this report. Mercer collected all information directly from each campus Foundation and UC Investments (for GEP and the campus Foundations which are 100% invested in GEP). The data and reports provided by the campus Foundations originate from a variety of third party sources including each campus Foundation, the foundations' investment consultants, and auditors. Information in this report for periods between 2006 and 2015 was provided by State Street Bank as the University's former official "book of record". Foundation performance results in this document prior to 2006 were provided by each foundation and was neither audited nor calculated by UC Investments or State Street Bank. For the purpose of reporting investment performance, each foundation received the same exhibit formats and guidance, and any inconsistencies in definition and reporting are noted in the charts, tables and discussion. The Investor Metrics – All Endowments & Foundations Net data cannot be reproduced or redistributed without the express written consent of Mercer.

PERFORMANCE COMPARISONS

The Investor Metrics all endowments and foundations peer group ("E&F Peer Group") is comprised of approximately 600 observations from a substantial endowment and foundation client base which includes information submitted by industry-leading consulting and trust/custody organizations as compiled by Investor Metrics. The E&F Peer Group returns are net of fees.

Benchmark: For details regarding each individual foundation's benchmark, see Section 4.3

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