



FOUNDATION
C H A N N E L
I S L A N D S

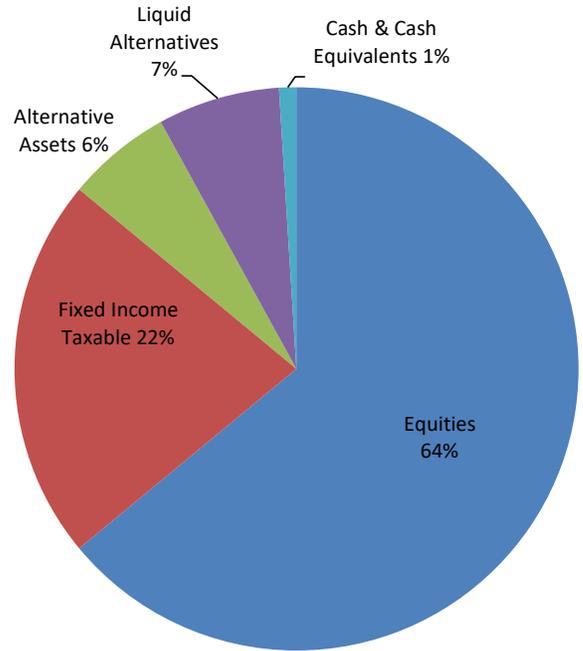
ENDOWMENT INVESTMENT SUMMARY FOR QUARTER ENDING JUNE 30, 2020

INVESTMENT PHILOSOPHY

The purpose of this statement is to establish clear investment policies and objectives of managing assets that the CSU Channel Islands' Foundation Board of Directors can understand, the Finance and Investment Committee can use as a goal to monitor against, and the Foundation's investment advisors can use for guidance. This statement is flexible to allow for changing economic conditions, for evaluating investment performance, and policy procedures.

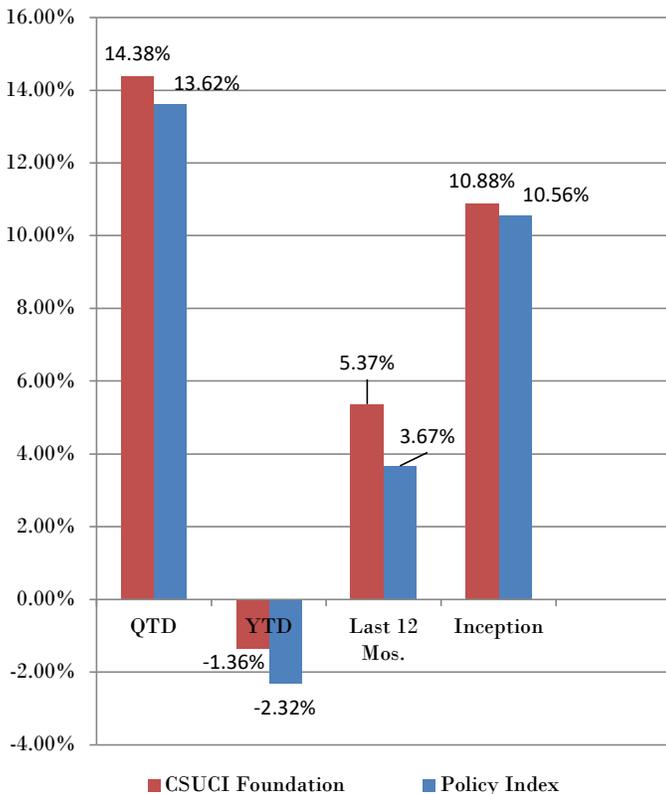
The objective is to promote growth in the investment funds sufficient to offset normal inflation as measured by the Higher Education Price Index (HEPI), plus ensuring reasonable spending, thereby preserving the constant-dollar and principal for future generations, operating cash and reserves, while producing market-level income. The Foundation seeks to invest with fund managers who have incorporated ESG (Environmental, Social and Governance) and SRI (Socially Responsible Investing) principles in their investment process. The minimum total-return objective for the Permanently Restricted Endowment Net asset class shall be HEPI plus 5%. The Investment Policy will be submitted to the Foundation's Board of Directors periodically for review and recommended changes. Review will occur at a minimum of once every three (3) years.

Asset Allocation as Defined by the Foundation Board



\$15,079,918 as of June 30, 2020

**Endowment Performance *
For period ending June 30, 2020**



Portfolio Funds

Equities:

- Aperio Group, LLC
- Goldman Sachs GQG Partners International Opportunities Fund
- IShares Core MSCI EAFE ETF
- IShares MSCI EAFE Small-Cap ETF
- T Rowe Price Int'l Japan
- Matthews Emrg Asia Fd
- Touchstone Sands Em GR-INST

Fixed Income Taxable:

- Doubeline Core Fixed Income Fund
- PIMCO Foreign Institutional SHS
- Agincourt Capital Management

Alternative Assets:

- Mainstay Funds CBRE Real Estate

Liquid Alternatives

- AQR Managed Futures Strategy Fund Class 1
- Wells Fargo Advtng Absolute Return Inst

Cash & Cash Equivalents

- 90 Day Treasury Bill

*Endowment performance of individual funds may vary from the total pool return due to the timing of contributions. CI performance is net of fees.



FOUNDATION
C H A N N E L
I S L A N D S

ENDOWMENT INVESTMENT SUMMARY FOR QUARTER ENDING JUNE 30, 2020

FINANCE & INVESTMENT COMMITTEE MEMBERS

Christine Garvey, Finance Committee Co-Chair

Board of Directors, Montecito Bank & Trust

Lynn Pike, Finance Committee Co-Chair

Former President of Capital One Bank

George Leis, Foundation Board Chair, Ex Officio Member

President, Montecito Bank & Trust

Lois Rice, Member

Retired, Bank Executive

Jeffrey Sarti, Member

Morton Capital Management

Jonathan Wang, Member

Bergquist Wang, LLC

Ysabel Trinidad, Chief Financial Officer

Vice President for Business & Financial Affairs, CSU Channel Islands

Nichole Ipach, Committee Officer

Vice President for University Advancement, CSU Channel Islands

RECENT FINANCE & INVESTMENT COMMITTEE ACTIONS

Q2-2020

The permanently restricted portfolio returned +14.38% for the second quarter (versus +13.62% for the blended benchmark return).

Q1-2020

The permanently restricted portfolio returned -13.78% for the first quarter (versus -13.53% for the blended benchmark return).

Q4-2019

The permanently restricted portfolio returned +5.65% for the fourth quarter (versus +5.90% for the blended benchmark return).

Q3-2019

The permanently restricted portfolio returned +1.09% for the third quarter (versus +0.09% for the blended benchmark return). Through the first nine months of 2019, the portfolio returned +11.94% versus +12.18% for the blended benchmark.