

Chancellor Merit Scholarship Endowment

The UNCW Endowment

The University of North Carolina Wilmington and the UNCW Foundation Inc. are incredibly grateful for your support. Endowment gifts help ensure never-ending support for UNCW students, faculty and programs, and are invested to generate dependable and predictable revenue streams that enhance the University's financial stability and enrich the total student experience. Endowments remain a long-term investment—yielding results that transcend time and expand the future scope of possibilities.



Endowment Investing

Generous donor support, coupled with investment returns, have helped the University and Foundation endowment funds increase from \$23 million in 2000 to a value of \$90.9 million as of June 30, 2015. The University's endowment funds are pooled in the unitized University Endowment Fund (the Endowment), which consists of approximately 400 separately named endowment funds, similar in nature to yours.

Endowment gifts are prudently managed by the University and Foundation in order to generate continued, steady income for the endowments' purposes while protecting their real value against inflation and, ideally, producing

surplus beyond this level. Gifts are invested in pooled investment funds within each entity. Similar to the accounting of a mutual fund, each individual endowment owns a pro-rated share of the pooled assets and shares in the pro-rata share of investment gains / losses.

The spending policy rate for year 2014-15 was 4.5 percent of the average portfolio value over the previous three years. This spending rate is reviewed annually by the UNCW Board of Trustees.

The University and the Foundation remain focused on responsibly stewarding and investing philanthropic gifts to ensure their impact is meaningful and transformative for many years to come.

Fund Purpose

The purpose of the fund is to provide a scholarship within the University of North Carolina Wilmington Honors College.

Scholarship Recipient(s)

JaneDoe

Key Activity

Endowment Fund

Market Value	\$254,948.26
Book Value	\$192,139.58
New Gifts	\$0.00

Spendable Fund

New Gifts	\$0.00
Spending Distribution from Endowment	\$8,080.00

Key Terms

Endowment Market Value - The market value at June 30, 2015 of the individual endowment gifts, invested in the pooled endowment fund, allocated to the individual account based on the number of units held. Market value includes both realized and unrealized investment appreciation.

Endowment Book Value - The dollar amount of the original endowment gifts donated, plus any additional gifts, and including any gains (losses) realized upon liquidation of non-cash endowment gifts.

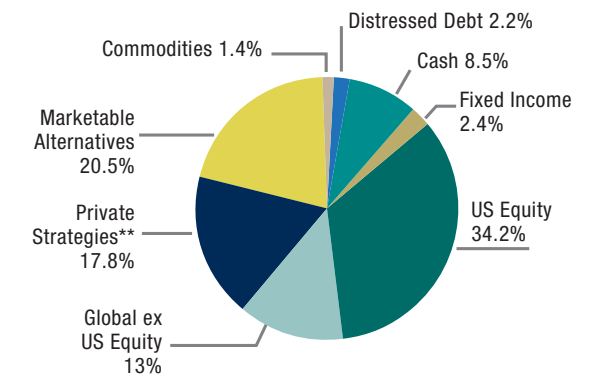
New Gifts - Gifts made to this endowment or spendable fund during specified reporting period

Spending Distribution - the portion of endowment investment appreciation that is withdrawn to fund the operating budget and expend in accordance with the endowments' designated purposes.

The UNCW Endowment – by the Numbers

Endowments for:	2014-15	2013-14
Scholarships	37,189,240	35,944,480
Academic Support	14,955,283	14,259,358
Professorships	16,837,574	16,598,391
Facilities	6,205,332	6,178,142
Public Service	2,680,029	2,668,388
General University Support	13,028,940	12,216,615
Total Endowment	\$ 90,896,398	\$ 87,865,374

UNCW Endowment Pool Asset Allocation as of June 30, 2015



** Includes buyouts, venture capital, real estate and energy & natural resources.

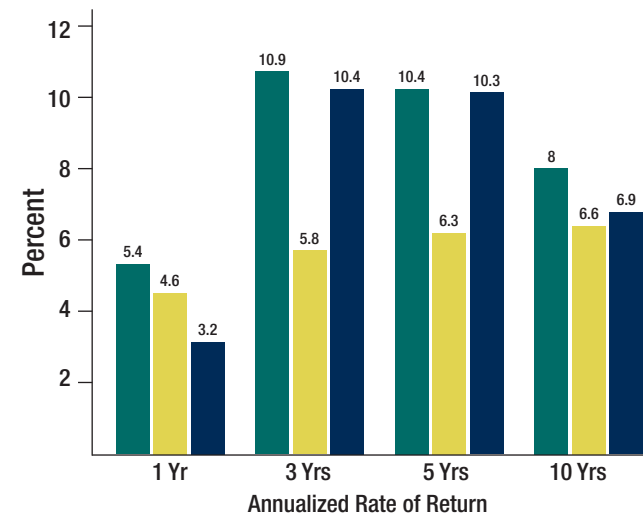


How did we do in FY15?

Endowments for:	2014-15	2013-14
Opening Balance	\$ 87,865,374	\$ 76,025,968
Net Earnings	5,176,028	10,606,536
New Gifts	1,512,283	4,118,753
Average Value	230,702	214,830
Payout Dollars	(2,916,686)	(2,309,900)
Administrative Fees*	(740,601)	(575,983)
Year-end Balance	\$ 90,896,398	\$ 87,865,374

* An annual administrative fee of 1.25% of the average market value of the endowment portfolio over the three previous fiscal years is assessed on each individual endowment and paid from its reserves of accumulated earnings, after the spending distributions. A fully funded spending distribution is our highest priority. If reserves are insufficient to fully fund the spending distribution or if assessment of the administrative fee would erode the gift principal, then no fee will be assessed on that individual endowment.

Endowment Investment Performance



◆ UNCW ◆ CPI + Spend Rate ◆ Median University & Endowment & Foundation**

** Based on Bank of New York Mellon endowment survey of about 229 college and university endowments.



Endowment Activity Report

Combined University and Foundation Endowments

	2014-15	2013-14	2012-13
Beginning Balance	\$ 87,865,374	\$ 76,025,968	\$ 64,533,411
Additions	1,512,283	4,118,753	2,071,154
Net Investment Gains	5,176,028	10,606,536	7,827,851
Total Distributions			
Scholarships	(1,245,043)	(1,053,493)	(983,792)
Academic Support	(485,044)	(385,275)	(328,985)
Professorships	(562,227)	(410,769)	(403,780)
Facilities	(223,750)	(204,653)	(186,990)
Public Service	(125,790)	N/A	N/A
General University Support	(274,842)	(255,704)	(292,093)
	(2,916,696)	(2,309,899)	(2,195,640)
Ending Balance	\$ 90,896,398	\$ 87,865,374	\$ 76,025,968

Produced for UNCW Foundation by the UNCW Division for University Advancement, Donor Relations. Data provided by the UNCW Division for Business Affairs.

Annual Report

July 1, 2014 - June 30, 2015



UNIVERSITY of NORTH CAROLINA WILMINGTON

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