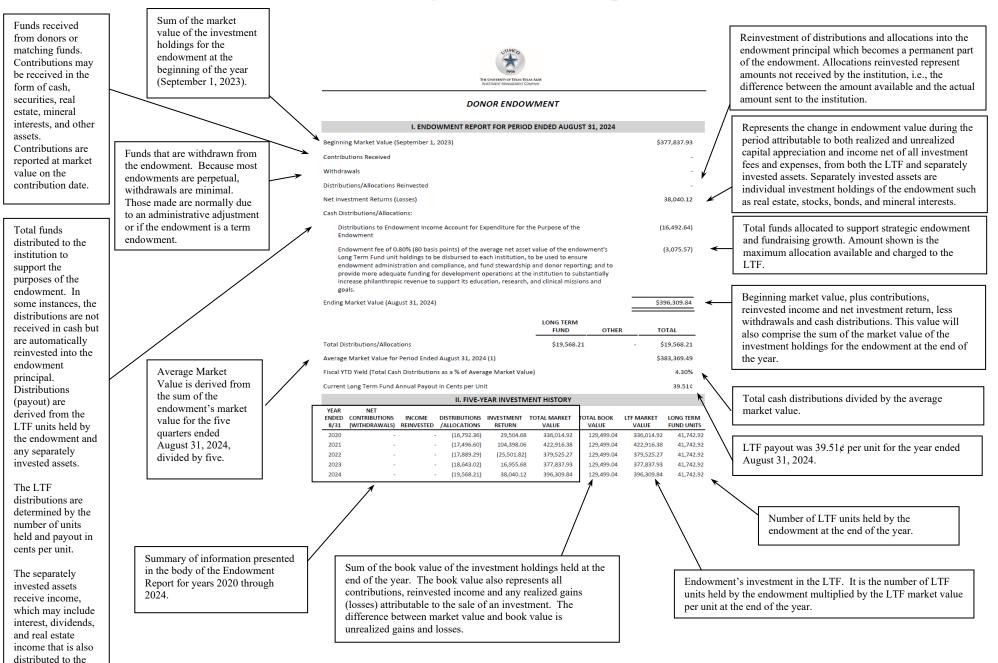
Reading Your Endowment Report



institution.

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Computes the change in the endowment's investment value, including capital appreciation (realized and unrealized gains and losses), investment income net of all investment fees and allocations expressed as a percentage of the endowment's market value at the beginning of the year (September 1, 2023).

Endowment's total return is calculated individually for the twelve month periods ended August 31, 2020, 2021, 2022, 2023, and 2024 and the results are geometrically linked to provide a five year annualized return. The total return computes the change in the endowment's investment value, including capital appreciation (realized and unrealized gains and losses), investment income net of all investment fees and allocations expressed as a percentage of the endowment's market value at the beginning of the period.

Endowment's total return is calculated individually for the twelve month periods ended August 31, 2015, 2016, 2017, 2018, 2019, 2020, 2021, 2022, 2023, and 2024 and the results are geometrically linked to provide a ten year annualized return. The total return computes the change in the endowment's investment value, including capital appreciation (realized and unrealized gains and losses), investment income net of all investment fees and allocations expressed as a percentage of the endowment's market value at the beginning of the period.

SITY OF TEXAS/TEXAS A&A DONOR ENDOWMENT III. INDIVIDUAL ENDOWMENT RETURN (UNITHOLDER LEVEL) 9.46% One Year Three Years (Annualized) 1.93% Five Years (Annualized) 8 54% Ten Years (Annualized) 7.18% IV. LONG TERM FUND RETURN AND EXPENSES (FUND LEVEL) Annualized Three Five One Ten Year Years Years Years Investment Return (Net of Fees) 10.36% 2.68% 9.31% 7.74% Investment Related Fees: UTIMCO Management Services 0.10% 0.09% 0.09% 0.09% Other Investment Management Costs 0.04% 0.02% 0.02% 0.02% External Investment Manager Fees 2.01% 2.14% 2.30% 2.19% Total Investment Related Fees 2.15% 2.25% 2.41% 2.30% Estimated Investment Return (Gross of Fees) (1) 12.51% 4.93% 11.72% 10.04% Annualized One Three Five Ten Year Years Years Years Investment Return (Net of Fees) 10.36% 2.68% 9 3 1% 7.74% Endowment Policy Portfolio (2) 9.78% 3.24% 8.30% 6.72% 0.58% -0.56% 1.01% 1.02% Net Investment Return in Excess of Benchmark (1) The Estimated Gross of Fees Investment Return shown above is an approximation of the investment return before the impact of investment related fees The investment fee ratios have been calculated on a calendar year basis for the respective years of the periods

(2) The Endowment Policy Portfolio is the index or benchmark for the endowment funds that UTIMCO manages. The return of the Endowment Policy Portfolio is the sum of weighted benchmark returns of the approved benchmarks for each asset dass weighted by the target allocations as outlined in the Long Term Funds investment Policy Statement. Endowment's total return is calculated individually for the twelve month periods ended August 31, 2022, 2023, and 2024 and the results are geometrically linked to provide a three year annualized return. The total return computes the change in the endowment's investment value, including capital appreciation (realized and unrealized gains and losses), investment income net of all investment fees and allocations expressed as a percentage of the endowment's market value at the beginning of the period.

Computes the change in the LTF value (at the Fund level) and includes both capital appreciation (realized and unrealized gains and losses) and investment income net of all investment fees and expenses expressed as a percentage of the LTF market value at the beginning of the period.

The LTF is charged various amounts for investment management and UT System and UT System institution administrative purposes.

The UTIMCO management services fee represents UTIMCO's costs of managing the investments and providing day-to-day operations.

Other investment management costs include custody fees, consulting fees, legal fees, accounting fees, background check fees and risk management services fees.

External investment manager fees are either paid directly or, in the case of private investment general partners, hedge fund managers and mutual fund investments, are netted against investment returns in accordance with standard industry practice.