

## Coastal Community Foundation's Investment Long Term Pool

Coastal Community Foundation's primary **investment objective** of the assets invested in its Long Term Pool is to provide for long-term growth of capital, without undue exposure to risk. This objective is accomplished by investing in a mix of equities, fixed income, real estate, absolute return vehicles and cash equivalents that allow participation in rising markets while providing reasonable protection in falling markets.

Our Investment Committee has established an **asset allocation** of 40% US Equities, 20% International Equities, 20% Fixed Income, 5% Private Natural Resources, 5% Real Estate and 10% Absolute Return. We believe this reflects a prudent risk level and effectively balances the community's need to address current issues with endowing future community grants. Most of our endowed assets are currently invested in institutional-grade mutual funds.

Our **specific performance objectives** are:

- For returns to exceed spending amount plus anticipated inflation (currently 8%)
- For returns to exceed the Consumer Price Index (CPI) by 5.0% annualized
- For returns to exceed the target weighted index
- For returns to exceed broad policy index
- For our returns to be in the top 50%, when compared with our peer group (foundations).

Performance objectives are measured over a moving 5 year measurement period

**Average Annual Returns** (as of 04/30/2008)

	<u>1 Yr.</u>	<u>3 Yr.</u>	<u>5 Yr.</u>	<u>10 Yr.</u>
Total Foundation - Pooled	0.7%	10.8%	12.3%	7.0%
<i>Target Weighted Index</i>	-1.1%	9.9%	11.5%	5.9%

### Current Investments

CCF currently invests in the following mutual funds:

Vanguard Windsor	Harbor Capital Appreciation
CRM Small Cap Value	Wasatch Ultra Growth
Templeton Foreign Equity Fund	American Funds – Euro-Pacific Growth
DFA International Small Cap	DFA Emerging Markets Value
PIMCO Total Return	Dodge & Cox Income Fund
Vanguard Inflation Protected Securities Fund	Cohen and Steers Int'l Realty
Gateway Fund	iShares Russell 2000 Growth Fund