



THE COLUMBIA ENDOWMENT
FISCAL YEAR 2023



Endowment Performance – Fiscal Year 2023

July 1, 2022 – June 30, 2023

For the fiscal year ending June 30, 2023, the total value of the endowment was **\$13.64 billion**.

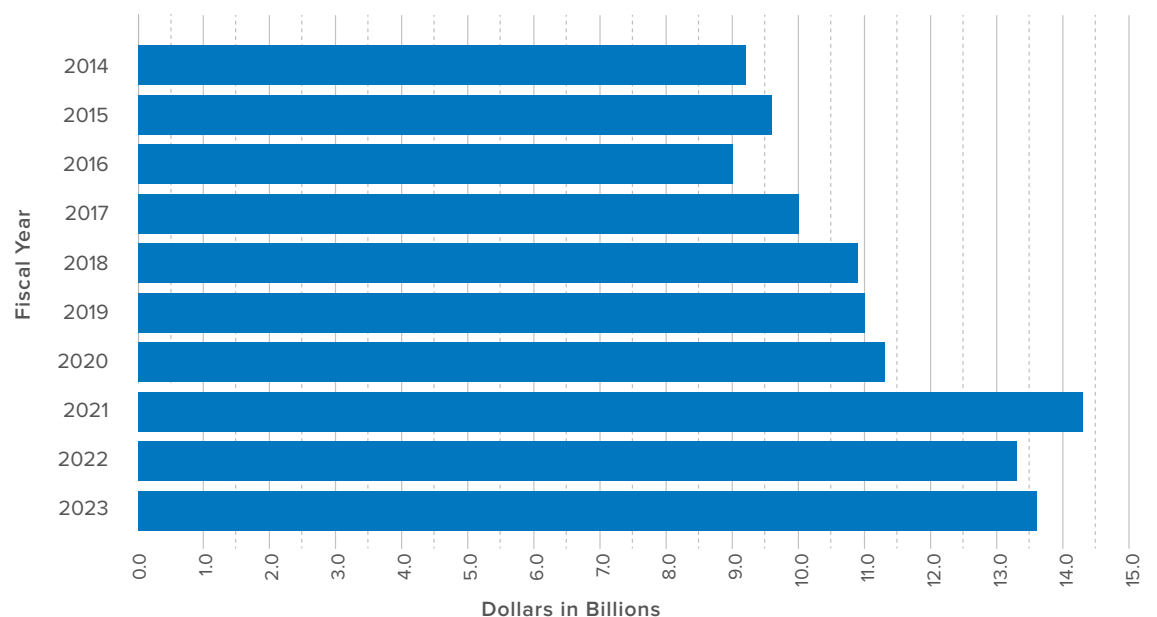
Over the past ten completed fiscal years, the IMC has generated an annualized net return of **8.0%** (after outside manager fees) on the managed assets component of the endowment. This compares to a ten-year annualized return of the MSCI All Country World Equity Index of **8.8%** and **1.5%** for the Barclays Aggregate Bond Index.

For the five-year period ending June 30, 2023, the total annualized net return (after manager fees) on the managed assets component of the endowment was **7.0%**. This compares to an annualized **8.1%** return for the MSCI All Country World Equity Index and **0.8%** for the Barclays Aggregate Bond Index over the same period.

For the one-year period ending June 30, 2023, the total net return (after manager fees) on the managed assets component of the endowment was **4.7%**. This compares to a **16.5%** return for the MSCI All Country World Equity Index and **-0.9%** for the Barclays Aggregate Bond Index during the same period. The value of the endowment is affected by returns, spending, and donations. As of June 30, 2023, the value of the endowment stood at **\$13.64 billion**.

The asset allocation as of June 30, 2023 for the managed assets component was: global equities, **24%**; private equity, **26%**; hedge funds, **30%**; real assets, **14%**; fixed income, **2%**, and cash, **3%**.

Columbia University Endowment Growth 2014-2023
(Market Value as of June 30)





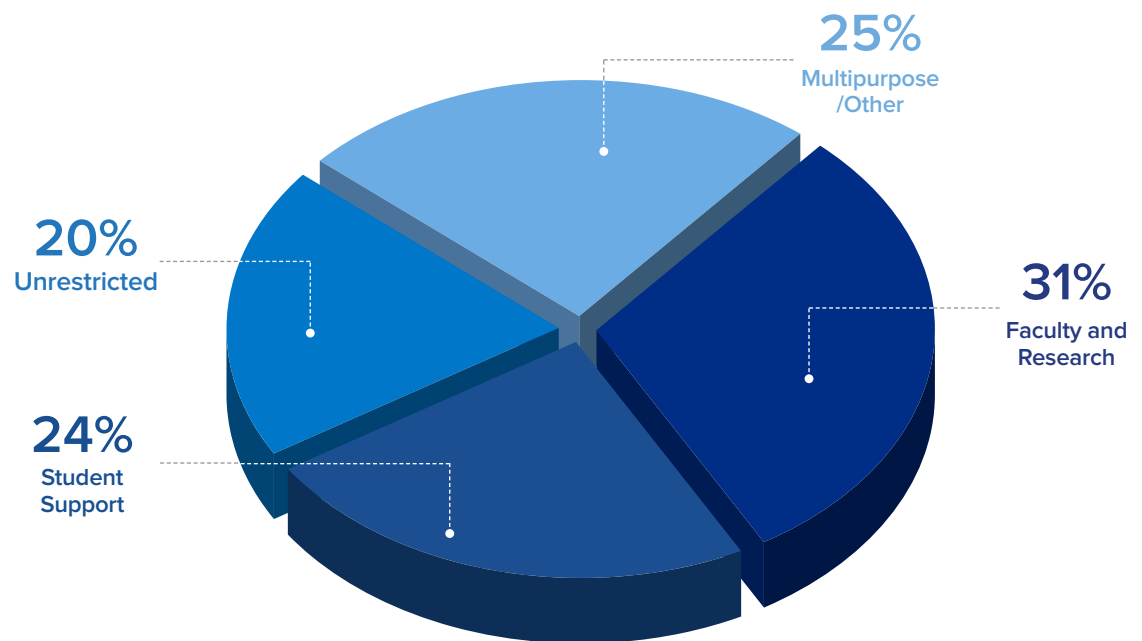
Managing Columbia's Endowment

Columbia manages almost 100 percent of its endowment assets through one commingled pool. This pool is governed by investment policies approved by the Board of the Columbia Investment Management Company.

Some 6,300 individual Columbia endowment funds (except those required by law or donor restriction to be maintained separately) are invested by unit and shared in one aggregated body of funds. This enables the University to take advantage of different investment styles and vehicles to provide a higher total return over time while maintaining an acceptable level of risk. In sum, pooling these funds together spreads the benefits of asset diversification among all appropriate endowment funds.

The income distributed for programmatic spending from endowment funds is determined by multiplying a lagged market value by the annual spending rate established by the Trustees of the University. In Fiscal Year 2023, the actual distributions from the endowment for ongoing operations, excluding internal management fees, were \$632.5 million, effectively 5.2% of Fiscal Year 2023 beginning market value.

Distributions from the Endowment Pool





The Columbia Investment Management Company (IMC)

The Columbia Investment Management Company (IMC) is a wholly owned subsidiary of Columbia University. The IMC is charged with managing the bulk of the University's endowment, known as Managed Assets. Managed Assets do not include the University's real estate holdings, certain charitable giving vehicles, or a variety of other gifts that have investment or a variety of other gifts that have investment restrictions.

The IMC is governed by a Board consisting of University Trustees, non-Trustee members, the President of the University, the Executive Vice President for Finance and Information Technology, and the President and CEO of the IMC. Both Trustee and non-Trustee members are highly distinguished professionals from a variety of financial backgrounds, including various investment management arenas, Wall Street, and the corporate sector. On a day-to-day basis, the IMC is run by its management team, headed by its President and CEO.

The goal of the IMC is to generate attractive long-term risk-adjusted returns, subject to the risk and return objectives of the University. The IMC's approach is long term and not based upon quarterly or even annual market movements. Therefore, while the IMC actively manages and evaluates investment strategy and performance on an ongoing basis, meaningful evaluation of its performance and efforts can be made only on a multiyear basis. The IMC believes that such an approach is the most reliable manner of generating strong long-term risk-adjusted returns.

Current IMC Board

Andrew Barth '83CC, '85BUS
Chair, University Trustee

Lisa Carnoy '89CC
University Trustee Emeritus

Dean Dakolias '89EN
Vice Chair, University Trustee

David J. Greenwald '83LAW
University Trustee

Mark E. Kingdon '71CC
University Trustee Emeritus

Larry Lawrence '69GS, '71BUS

Li Lu '96CC, '96LAW, '96BUS
University Trustee

Esta Stecher '82LAW
University Trustee Emeritus

Richard E. Witten '75CC
University Trustee Emeritus

Minouche Shafik
*President of the University
(voting ex officio)*

Kim Lew
*President and CEO of the Columbia IMC
(non-voting ex officio)*

Anne Sullivan
*Executive Vice President for Finance
and Information Technology of the
University (non-voting ex officio)*