

University of Washington

Quarterly Investment Performance Report

As of December 31, 2025

University of Washington Investment Management Company

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Performance and Distribution Highlights

As of December 31, 2025

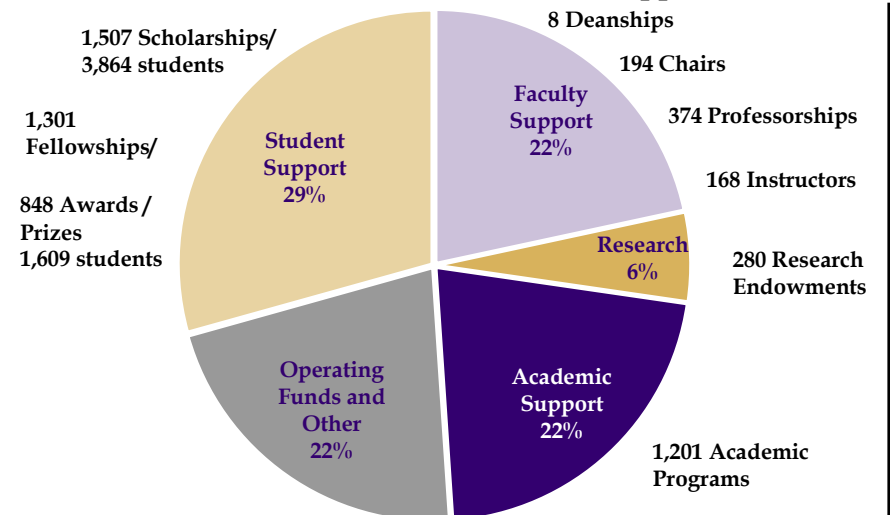
- The total value of the Consolidated Endowment Fund (CEF) was \$6.3 billion in December 2025.
- The CEF returned +3.0% for 4Q and +14.4% for the 1-year period. The 10- and 20-year returns were +9.5% and +7.7%, respectively.
- The Invested Funds (IF) returned +1.7% for the quarter and +9.0% for the year. The 10- and 20-year returns were +4.4% and +4.0%, respectively.
- The CEF provides critical support to UW students, faculty, and research.
- The CEF distributed \$191 million to campus unit holders over the past year and \$2.3 billion during the last 20 years.
- Nearly all of the CEF and IF are restricted for specific purposes.

Campus Support from Investments

<i>\$ = Millions</i>	1 Year	5 Year	10 Year	20 Year
CEF Distributions to Unit Holders	\$191	\$831	\$1,454	\$2,304
Advancement Support from CEF	38	166	291	459
Invested Funds Distributions (in June) ¹	160	445	698	1,127
Total Campus Support	\$389	\$1,442	\$2,443	\$3,889

¹ Invested Funds net revenues available for distribution. Distributions are made once annually.

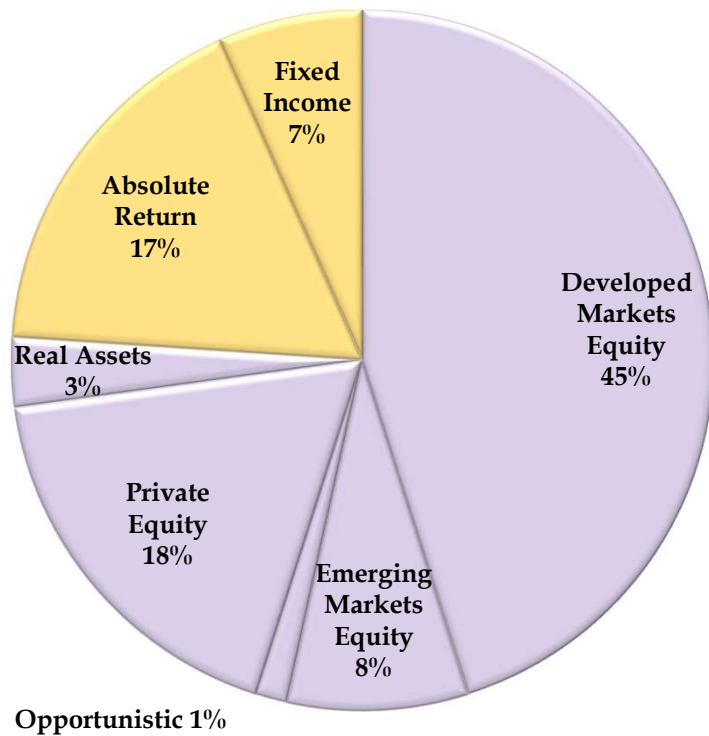
Fiscal Year 2025 Endowment Support



Consolidated Endowment Fund* (CEF) Asset Allocation

As of December 31, 2025

(\$ Millions)



	Current Allocation		Policy	
			Target	Range
Developed Markets Equity	\$2,828	45%	37%	
Emerging Markets Equity	523	8%	10%	
Private Equity	1,123	18%	20%	
Real Assets	202	3%	5%	
Opportunistic	92	1%	3%	
Capital Appreciation	\$4,769	76%	75%	60% - 90%
Absolute Return	1,085	17%	17%	
Fixed Income	417	7%	8%	
Capital Preservation	\$1,502	24%	25%	10% - 40%
Consolidated Endowment Fund**	\$6,271	100%		

* Nearly all of the CEF is restricted for specific purposes to support students, faculty, and research.

** Uncalled capital commitments: 14%

Note: Percentages may not sum due to rounding.

CEF Performance Summary

As of December 31, 2025

	Rolling Year Returns (%)				
	Quarter	1 Year	5 Year	10 Year	20 Year
CEF Return	3.0	14.4	8.8	9.5	7.7
70% Stocks / 30% Bonds ¹	2.7	17.5	8.1	8.9	6.8
Capital Appreciation	3.2	15.6	9.4	10.9	8.6
MSCI ACWI (Net)	3.3	22.3	11.2	11.7	8.2
Capital Preservation	2.2	10.5	7.3	5.4	4.6
BB/BC Intermediate Gov't Bond	1.2	6.5	0.6	1.8	2.7

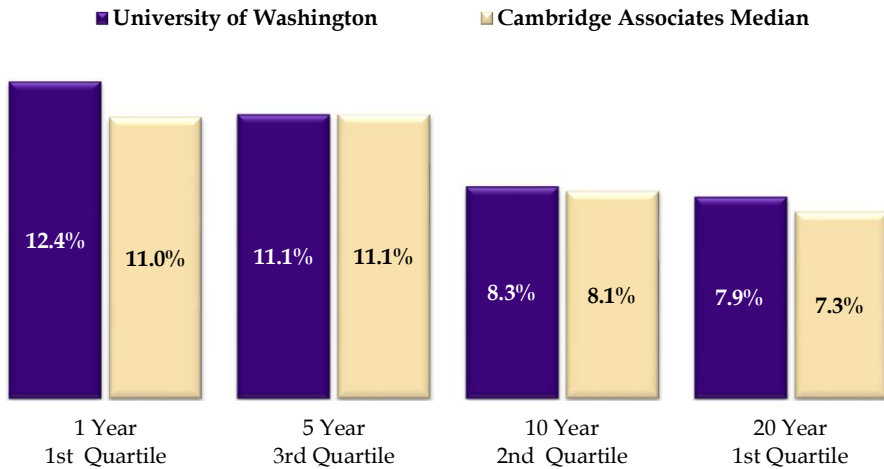
¹ MSCI ACWI (Net) / BB/BC Intermediate Government Bond Index

	Fiscal Year ¹ Returns (%)				
	2025	2024	2023	2022	2021
CEF Return	12.4	11.3	6.0	-5.5	35.1
70% Stocks / 30% Bonds ²	13.2	14.5	11.3	-12.8	26.0
Capital Appreciation	13.2	12.4	6.1	-7.7	46.0
MSCI ACWI (Net)	16.2	19.4	16.5	-15.8	39.3
Capital Preservation	9.8	7.8	5.4	3.0	9.3
BB/BC Intermediate Gov't Bond	6.3	3.4	-1.0	-6.3	-1.1

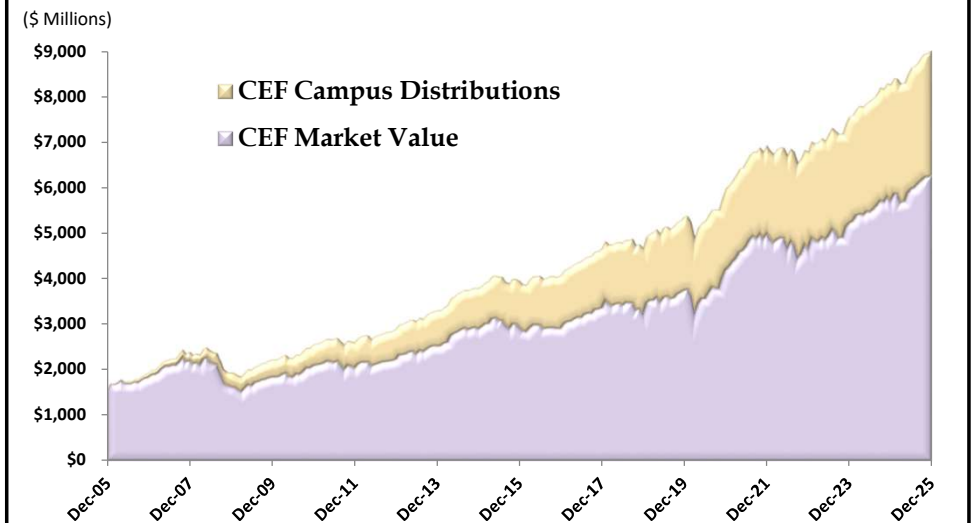
¹ The University of Washington fiscal year runs from July 1st to June 30th

² MSCI ACWI (Net) / BB/BC Intermediate Government Bond Index

Public Peers with Endowments \$1-7 Billion Fiscal Year 2025



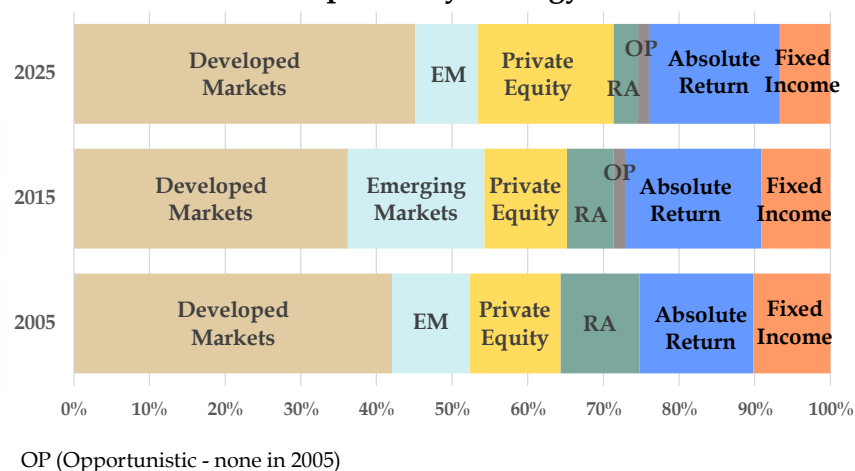
Market Value and Distributions Over 20 Years



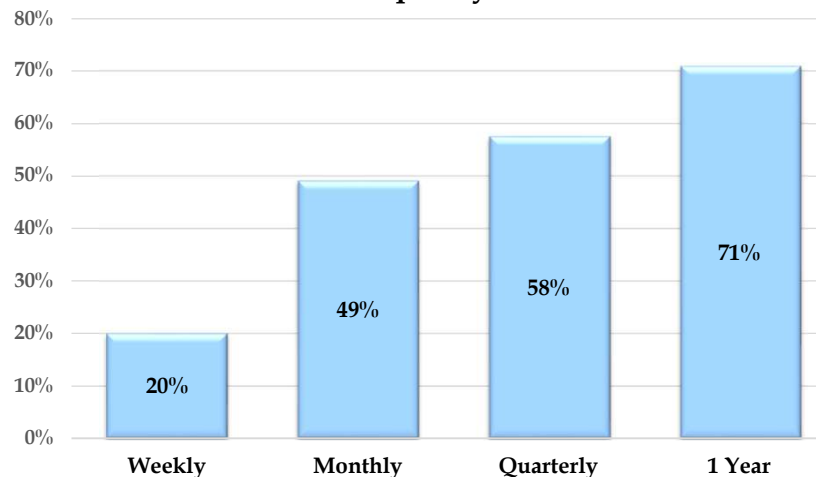
CEF Exposures

As of December 31, 2025

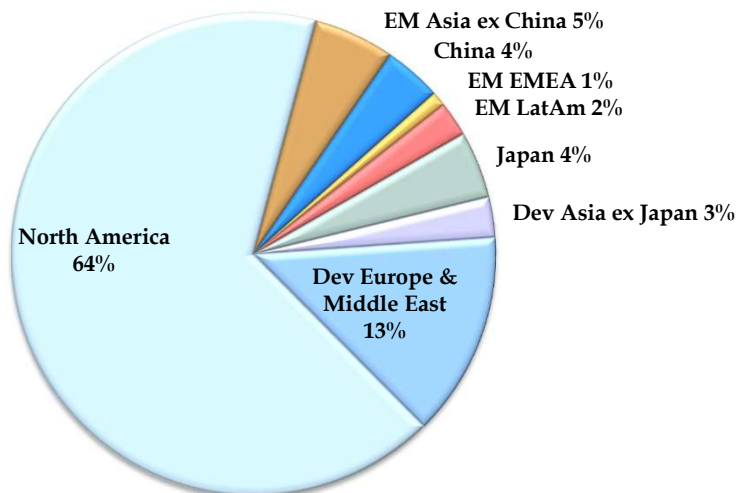
Exposure by Strategy



Estimated Liquidity as a % of CEF

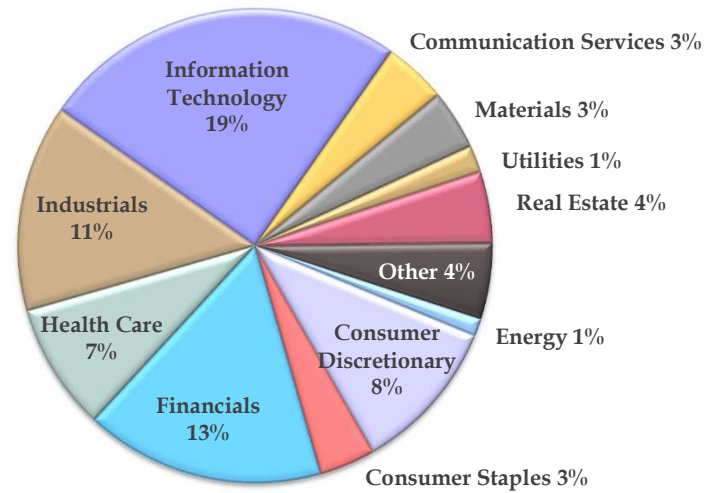


Geographic Exposure as a % of CEF*



*Foreign currency exposure: 36%

Equity Sector Exposure as a % of CEF*

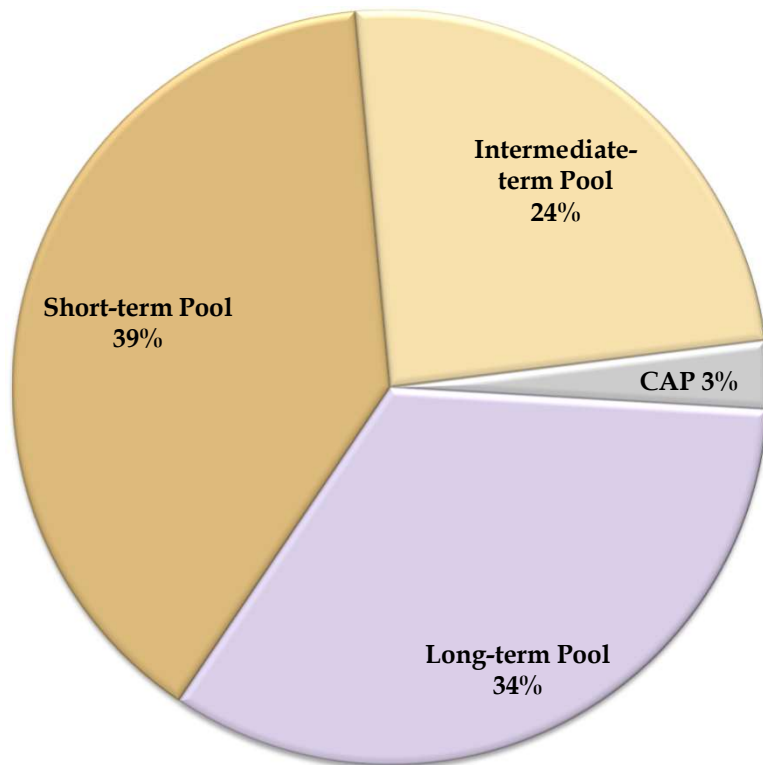


*Non-equity exposure (credit, fixed income, cash): 23%

Invested Funds¹ (IF) Asset Allocation

As of December 31, 2025

(\$ Millions)



	Fund Allocation		Range	Duration (Years)	
				Actual	Maximum
Short-term Pool	\$1,943	39%	10%-50%	2.2	3.0
Intermediate-term Pool	1,218	24%	15%-60%	3.3	5.0
Long-term Pool ²	1,666	34%	15%-45%		
IF excluding CAP	\$4,826	97%			
Capital Assets Pool ³	145	3%	0%-15%		
Total Invested Funds	\$4,971	100%			

¹ Nearly all of the IF is restricted for specific purposes.

² LTP consists of \$1,227m of CEF units included in the CEF MV and \$439m of public equity.

³ Capital Assets Pool (CAP) consists of UW internally financed projects.

IF Performance Summary

As of December 31, 2025

	Rolling Year Returns (%)				
	Quarter	1 Year	5 Year	10 Year	20 Year
Short-term Pool	1.0	5.0	2.4	2.2	2.1
Intermediate-term Pool	1.0	6.6	2.1	2.7	3.1
Long-term Pool ¹	3.0	15.9	9.5	9.8	7.9
IF excluding CAP²	1.7	9.2	4.6	4.4	4.0
Weighted Benchmark	1.7	9.7	3.6	3.9	3.9
IF including CAP²	1.7	9.0	4.6	4.4	4.0

¹ LTP consists of both CEF units and public equity investments.

² Capital Assets Pool (CAP) consists of UW internally financed projects.

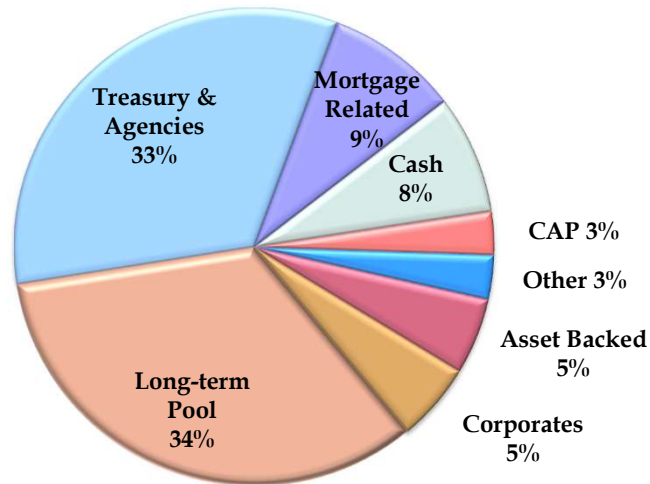
	Fiscal Year ¹ Returns (%)				
	2025	2024	2023	2022	2021
Short-term Pool	5.4	4.9	2.2	-1.9	-0.1
Intermediate-term Pool	6.1	5.5	1.8	-5.3	2.8
Long-term Pool ²	13.0	12.5	6.5	-5.5	35.1
IF excluding CAP³	8.2	7.7	3.4	-3.4	7.8
Weighted Benchmark	8.4	7.9	3.3	-6.8	5.7
IF including CAP²	8.1	7.6	3.5	-3.2	7.7

¹ The University of Washington fiscal year runs from July 1st to June 30th

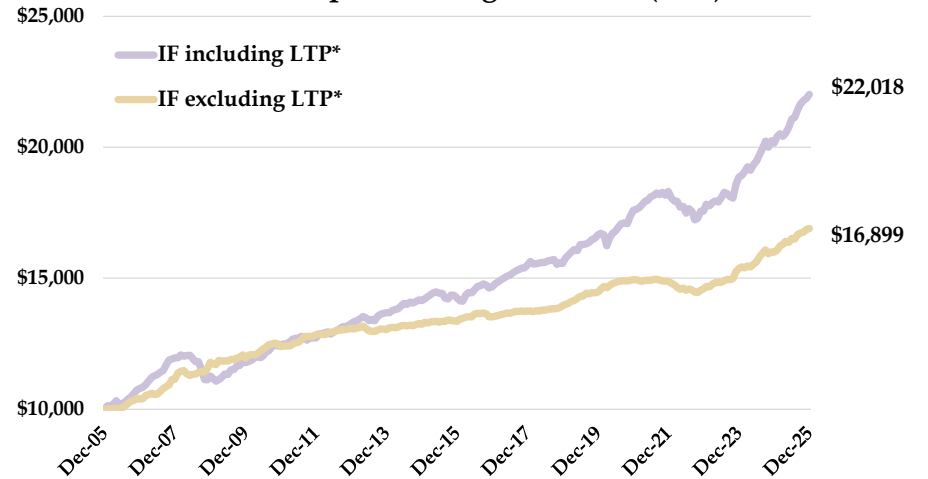
² LTP consists of both CEF units and public equity investments.

³ Capital Assets Pool (CAP) consists of UW internally financed projects.

Mix of Investments



Growth of \$10,000: Impact of Long-term Pool (LTP) in CEF Units



*LTP consists of both CEF units and public equity investments.

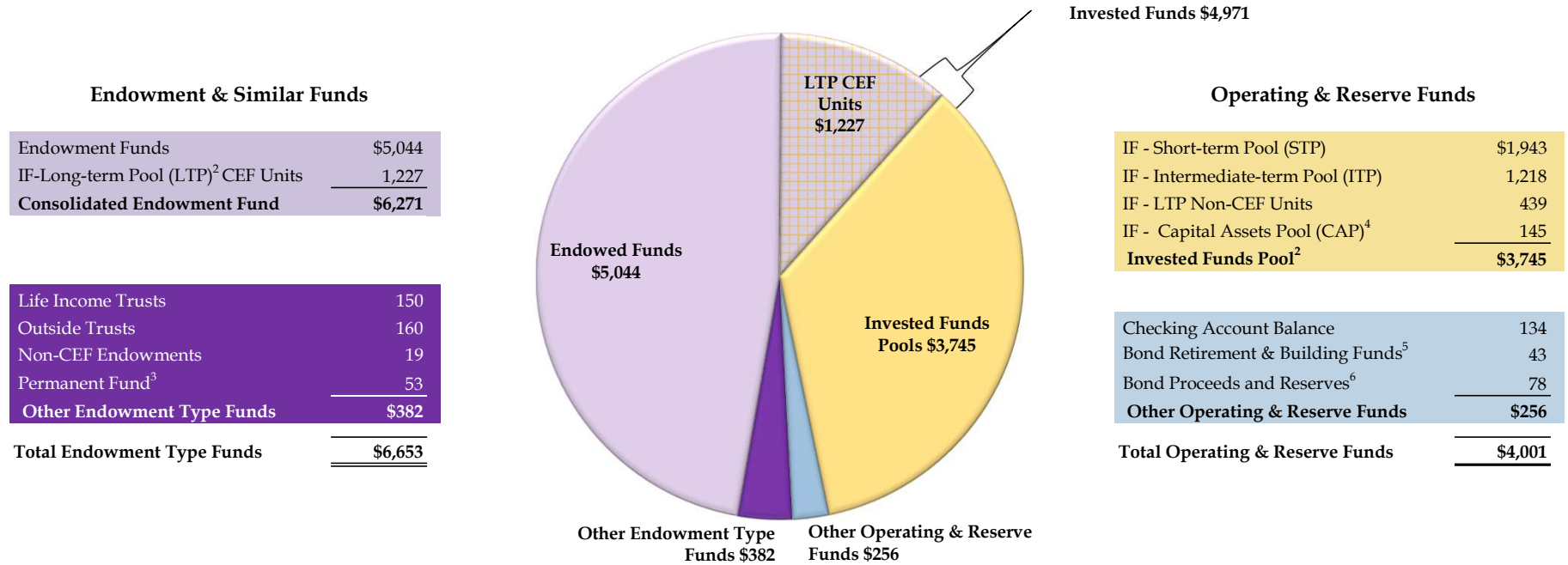
Appendix

UW Financial Assets Overview¹

As of December 31, 2025

(\$ Millions)

Total Assets \$10,654



¹ Assets whose management falls under the auspices of the Finance & Asset Management Committee of the Board of Regents, excluding Metro Tract and Forest Trust Lands.

² Invested Funds (IF) Long-term Pool holds units of the Consolidated Endowment Fund (CEF). To avoid double counting, the dollars are included only in the CEF total.

³ Proceeds from sale of land grants and subsequent investment returns on deposit with the state of Washington.

⁴ Invested Funds (IF) Capital Assets Pool (CAP) consists of UW internally financed projects.

⁵ Bond Retirement Fund and Building Fund on deposit with the state of Washington.

⁶ Debt service reserve funds and construction project funds which have not yet been disbursed.

Note: Numbers may not sum due to rounding.

CEF Performance Update

As of December 31, 2025

	Quarter	FYTD	Rolling Returns %				
			1 Year	3 Year	5 Year	10 Year	20 Year
CONSOLIDATED ENDOWMENT FUND	3.0	7.5	14.4	12.4	8.8	9.5	7.7
70% Stocks / 30% Bonds ¹	2.7	8.5	17.5	15.7	8.1	8.9	6.8
CAPITAL APPRECIATION	3.2	8.2	15.6	13.5	9.4	10.9	8.6
MSCI ACWI (Net)	3.3	11.2	22.3	20.7	11.2	11.7	8.2
Developed Markets Equity	3.4	9.6	18.4	20.0	10.4	10.9	8.0
Emerging Markets Equity	2.5	11.0	24.9	9.4	0.6	7.3	8.5
Opportunistic (Credit)	3.1	11.1	15.9	19.4	11.9	9.8	NA
Subtotal	3.3	9.9	19.3	17.3	7.7	9.9	NA
MSCI ACWI (Net)	3.3	11.2	22.3	20.7	11.2	11.7	8.2
Private Equity ²	3.5	5.1	8.2	5.2	13.2	14.6	12.7
PE Benchmark ²	3.2	6.5	10.6	6.4	13.2	13.8	12.4
Real Assets ²	-0.7	-0.8	1.6	2.7	8.0	6.2	4.6
RA Benchmark ²	-0.4	1.5	-0.1	-1.3	5.4	3.7	5.3
CAPITAL PRESERVATION	2.2	5.2	10.5	9.0	7.3	5.4	4.6
BB/BC Intermediate Government Bond	1.2	2.4	6.5	4.4	0.6	1.8	2.7
Absolute Return	3.2	6.2	12.0	10.1	9.2	6.6	6.4
Policy Benchmark ³	2.4	5.2	8.1	6.6	5.5	4.5	3.2
Fixed Income	-0.9	1.9	6.2	6.0	3.4	3.0	2.7
BB/BC Intermediate Government Bond	1.2	2.4	6.5	4.4	0.6	1.8	2.7
MARKET INDICES							
S&P 500	2.7	11.0	17.9	23.0	14.4	14.8	11.0
MSCI EM (Net, USD)	4.7	15.9	33.6	16.4	4.2	8.4	6.0
Bloomberg 3 Month T-Bill	1.0	2.1	4.3	4.9	3.2	2.2	1.7

¹ MSCI ACWI (Net) / BB/BC Intermediate Government Bond Index

² Reported on a quarter lag

³ Preliminary

CEF Activity and Campus Support

As of December 31, 2025

(\$ Millions)

CEF Activity							
	<u>FYTD 2026</u>	<u>FY 2025</u>	<u>FY 2024</u>	<u>Rolling Years</u>			
				<u>3 Year</u>	<u>5 Year</u>	<u>10 Year</u>	<u>20 Year</u>
Beginning Balance	\$5,963	\$5,457	\$4,940	\$4,656	\$4,195	\$2,918	\$1,537
Purchase CEF Units - Gifts	41	149	124	384	583	1,087	1,802
Purchase CEF Units - Transfers	6	(21)	1	(6)	14	92	193
Operating Funds-CEF Unit Trades	(60)	(60)	50	(20)	280	92	493
Total Additions	(12)	68	175	358	878	1,271	2,488
Net Investment Return	441	670	557	1,929	2,237	3,899	5,123
Distributions to Unit Holders ¹	(97)	(185)	(173)	(538)	(831)	(1,454)	(2,304)
Internal Fees ¹ :							
Advancement	(19)	(37)	(35)	(108)	(166)	(291)	(459)
UWINCO	(5)	(9)	(9)	(27)	(42)	(73)	(115)
Ending Balance	\$6,271	\$5,963	\$5,457	\$6,271	\$6,271	\$6,271	\$6,271

Active Management Contribution							
Net Investment Return	\$441	\$670	\$557	\$1,929	\$2,237	\$3,899	\$5,123
Less: Passive Return ²	(500)	(717)	(732)	(2,413)	(2,179)	(3,786)	(4,752)
Less: UWINCO	(5)	(9)	(9)	(27)	(42)	(73)	(115)
Net Active Management	(\$64)	(\$56)	(\$183)	(\$511)	\$16	\$41	\$256

Campus Support from Investments							
CEF Distributions to Unit Holders	97	185	173	538	831	1,454	2,304
Advancement Support from CEF	19	37	35	108	166	291	459
Invested Funds Distributions ³	0	160	144	370	445	698	1,127
Total Campus Support	\$116	\$382	\$352	\$1,015	\$1,442	\$2,443	\$3,889

¹ 4.5% spending rate consists of distributions to campus and internal fees.

² 70% MSCI ACWI (Net) + 30% BB/BC Intermediate Government Bond Index

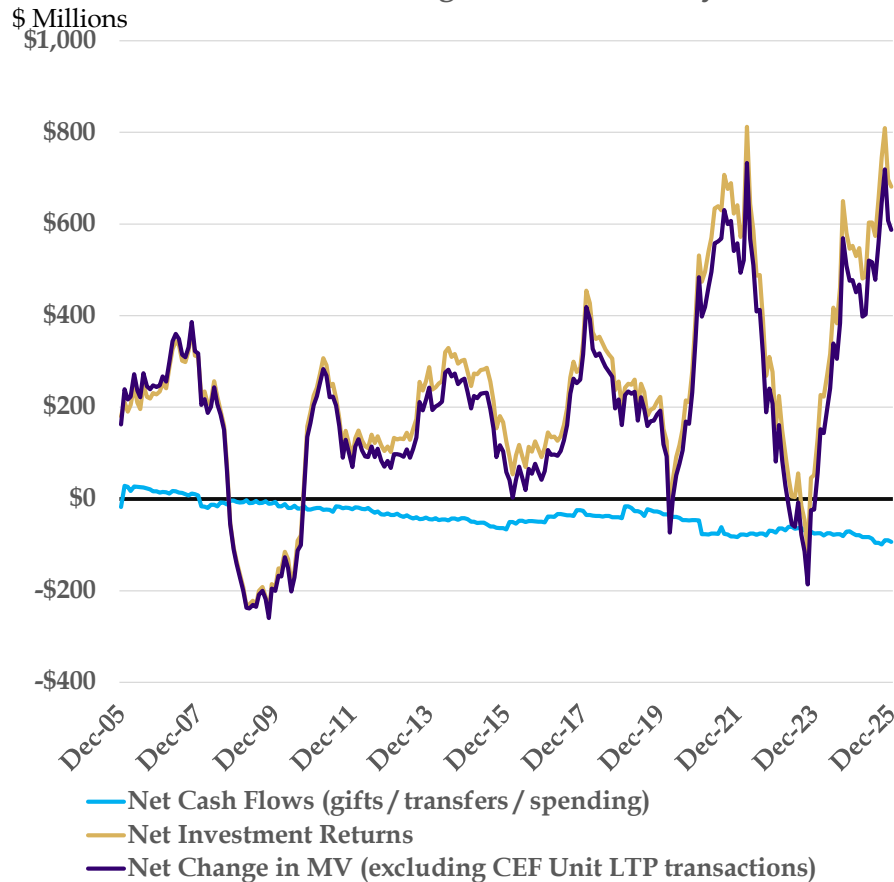
³ Invested Funds net revenues available for distribution. Distributions are made once annually.

Note: Numbers may not sum due to rounding.

Drivers of CEF and IF Market Value Change

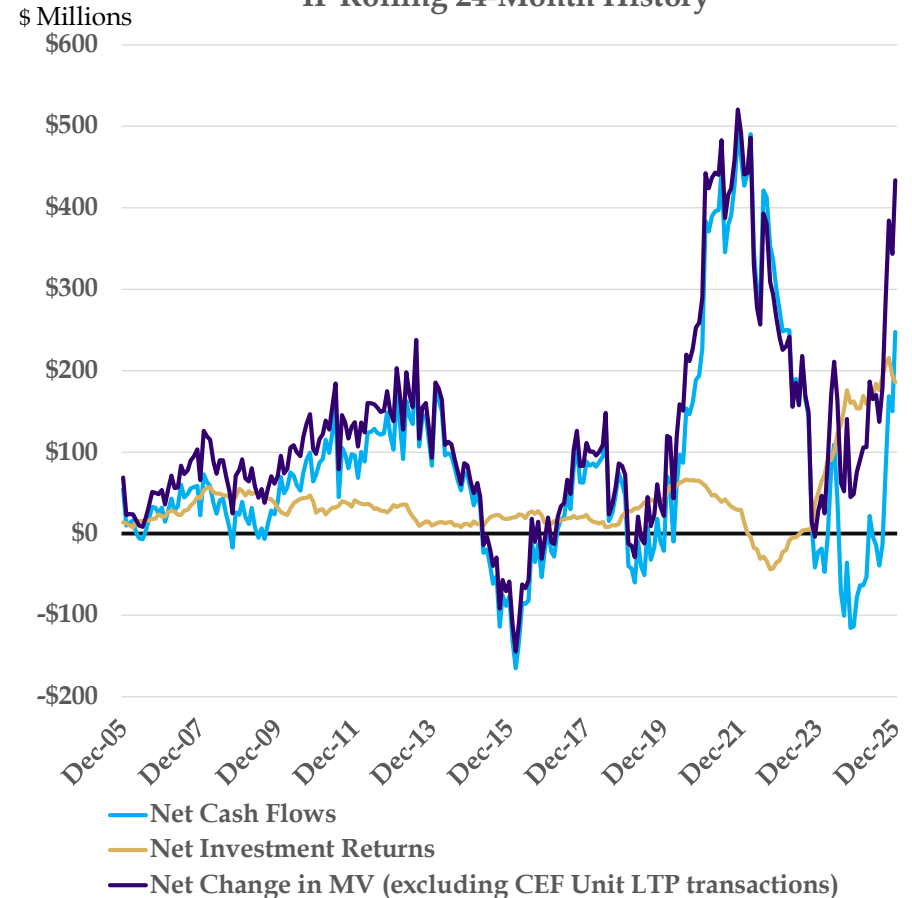
As of December 31, 2025

CEF Rolling 24-Month History



The CEF market value change (purple line) is driven by the investment returns (gold line). Net cash flows (blue line) are trending slightly negative.

IF Rolling 24-Month History

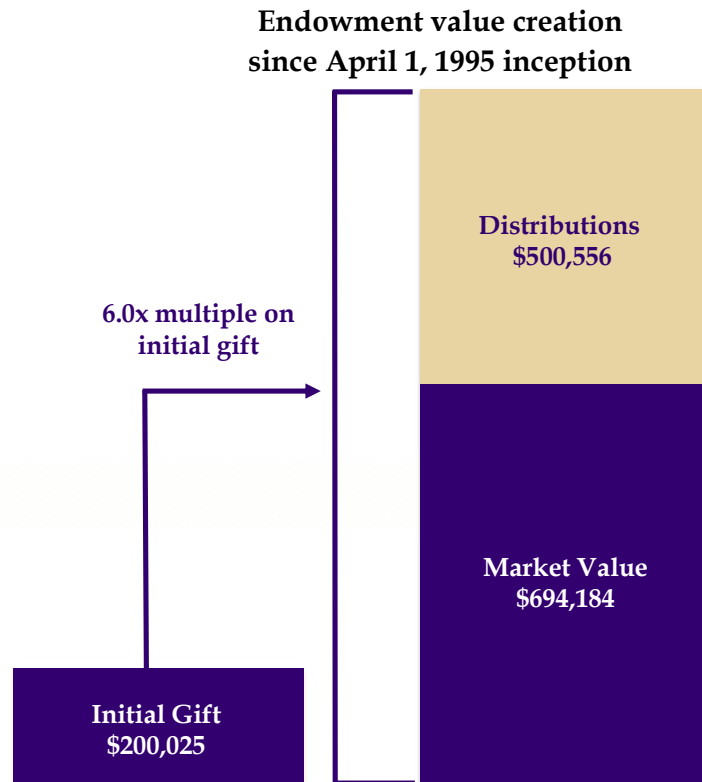


The IF market value change (purple line) is driven by net cash flows (blue line). Investment returns (gold line) have enhanced value over most periods.

UW Endowment Impact

As of December 31, 2025

Samuel and Althea Stroom Endowed Fellowship in Business Administration



Endowment Purpose

The Stroom fellowship was established to ensure the Foster School could attract and support graduate students to become future leaders within private and public sector roles where business training is vital. Since its inception, the fellowship has provided academic year funding to more than 70 high-achieving students.

Endowment Current Impact

Currently supports three full-time MBA students who are actively engaged in rigorous coursework, while also gaining hands-on experience through internships with local technology-driven companies, and contributing to the UW community through various student organizations.

Establish an Endowment

If you are interested in learning more about establishing an endowment, please visit the Donor Services website at <https://www.washington.edu/giving/endowments/> or contact them at 877-UW-GIFTS (877-894-4387) or steward@uw.edu

Contribute to an Existing Endowment

Contact Donor Services to identify an existing endowment where your gift will provide intergenerational support to students, faculty, academic, research or operational activities at 877-UW-GIFTS (877-894-4387) or steward@uw.edu