Your gifts to endowed funds at the Oregon State University Foundation will make a positive difference for generations to come. You are providing quality education to thousands of students, helping Oregon State University recruit and retain world-class faculty, partnering with us on innovative research, and providing programs that strengthen and empower Oregon communities. Thank you.

This letter and report is meant to inform you of the incredible work you are helping Oregon State accomplish, as well as the many ways that your endowment gifts keep on giving. In fiscal year 2019, the OSU Foundation endowment had a net return of 5.95%. Based on preliminary data, the Foundation’s performance, when compared to peers, was at the top of the second quartile for the fiscal year, and significantly ahead of the median return of +5.12%. Our endowment year-end balance was $622.5 million (of which $606.4 million was managed by the OSU Foundation), an increase of more than $30 million just in the last year.

The Foundation overall distributed $19.4 million this year to the university to support scholarships, faculty positions, programs and projects designated by donors like you. In this report, you will find greater detail on the Foundation’s pooled endowment as well as the endowments you’ve invested in.

Additionally, the Foundation continues to contract with Agility (formerly Perella Weinberg Partners) as our Outsourced Chief Investment Officer (see letter on our website at osufoundation.org/finance). Since we began working with this firm three years ago, we have averaged a 9.83% annual net return.

On behalf of everyone at the OSU Foundation, and the many beneficiaries of philanthropy at OSU, I thank you for your commitment to the university and the communities it serves.

If you have any questions about this information, please contact Associate Director of Stewardship Pam Powell at 541-737-5820 or pam.powell@osufoundation.org.

STEVE SCHAUBLE
Vice President and CFO
OSU Foundation
Endowment Impact and Growth
July 1, 2018, to June 30, 2019

Endowment Distributions
Funds disbursed to campus, 2018-19

$19.36 million
Represents 4.00% of the OSUF endowment’s 12-quarter average market value.

Endowment Growth*
In millions: includes OSU, OSU Alumni Association, and OSU Foundation endowed funds.

<table>
<thead>
<tr>
<th>Year</th>
<th>Endowment Growth</th>
</tr>
</thead>
<tbody>
<tr>
<td>2010</td>
<td>$351.8</td>
</tr>
<tr>
<td>2011</td>
<td>$412.0</td>
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<td>2012</td>
<td>$463.8</td>
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<td>2013</td>
<td>$512.4</td>
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*As reported to the National Association of College and University Business Officers
**Of this total, $606.4 million is managed by the OSU Foundation.

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New Contributions
To Endowed Funds
(Last five fiscal years)

<table>
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<tr>
<th>Year</th>
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<tr>
<td>2014-15</td>
<td>$26,275,374.85</td>
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<tr>
<td>2015-16</td>
<td>$24,527,713.87</td>
</tr>
<tr>
<td>2016-17</td>
<td>$18,146,804.51</td>
</tr>
<tr>
<td>2017-18</td>
<td>$26,487,518.89</td>
</tr>
<tr>
<td>2018-19</td>
<td>$24,749,460.60</td>
</tr>
</tbody>
</table>

OREGON STATE UNIVERSITY was the first in the United States to partner with INTO: a company based in the U.K. that recruits students through a global network. A $5 million endowment fund created by the INTO-OSU partnership is helping more Oregon State students participate in learning opportunities abroad.

Endowed funds support many other programs that enhance the student experience: internships, undergraduate research, leadership development, fraternities and sororities, athletics, student clubs and more.
Gifts for Teaching and Discovery
The Impact of Endowed Faculty Position Funds

Kara Obermire began her career as an auditor in Deloitte’s Seattle office. It was satisfying work, but it wasn’t enough. She decided to enter a Ph.D. program in hopes of pursuing her greatest passion: teaching. Today she is a popular accounting professor in the College of Business.

“Accounting is a very difficult subject for many students,” she says. “I get joy when I see students finally understand difficult topics, when the light bulb clicks.”

Being named the Shirley E. Droschkey Professor during her third year at OSU was incredibly affirming, Obermire says. “It means a lot to me that she was an educator, someone who also cared deeply about the success of her students. I feel motivated to carry on her legacy and give students the best experiences they can have while preparing them for their future careers.”

In 2018-19, the university awarded 4,228 students with donor-funded scholarships/fellowships totaling:

$10.9 million
for Students

Gifts for Learning and Innovation
The Impact of Endowed Scholarships and Fellowships

As a recipient of the Ursula Bolt Knaus Memorial Scholarship, Brett Stoddard gained something far more valuable than money. “As a full-time student working two jobs, I am well aware that time equals money,” he wrote in thanks. The scholarship, he calculated, translated to 307.7 work hours: time that he could devote to something besides a job to pay the bills.

He made the most of that time.

As a sophomore, the electrical and computer engineering Honors student became interested in entrepreneurship. He worked with another student on a startup that combined drone imaging and weather stations for monitoring specialty agricultural crops. More recently the 2018 graduate cofounded another startup related to medical technology.

“As throughout college, financial independence was my biggest source of stress,” he says. “To say this scholarship made my day is a gross understatement.”

The Ursula Bolt Knaus Memorial Scholarship Fund was created in 1970. Over the last decade, 59 students have received these scholarships, with a total value exceeding $100,000.
Investment Committee
As of July 1, 2019

LEONARD APLET ’76
(Committee Chair)
Portland, Oregon
Retired Senior Portfolio Manager
Columbia Management Company

REBECCA CAMDEN ’17 (HON.)
Corvallis, Oregon
Retired CAO of CHC Group, Ltd.

RICHARD EVANS ’69
San Francisco, California
Retired CEO
Rio Tinto Alcan

ERIC HOFFMAN ’73
Portland, Oregon
Operations Manager
Hoffman Construction Company

DOUG LAYMAN ’87
Bend, Oregon
Partner, Arve Capital Management

LAVANCE NORTINGTON ’88
(Committee Vice-Chair)
Irvine, California
CEO, Cellgen Diagnostics

DIANE PADDISON ’81
Dallas, Texas
Founder & President, 4Word Women

DAVE THOMPSON
Portland, Oregon
President & CEO, TEC Equipment, Inc.

STEVEN ZAMSKY ’90
Darien, Connecticut
Former COO of Fixed Income Commodities
Morgan Stanley