

# NC State Foundation SRI Fund

NC State University, Campus Box 7207, Raleigh, NC 27695-7207

Inception Date: May 31, 2014

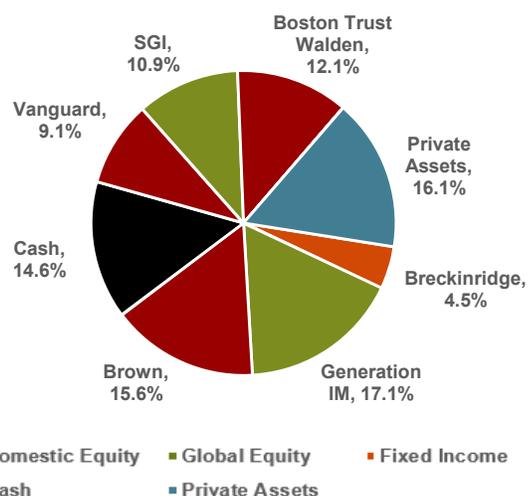
September 30, 2021

## FUND HISTORY AND PHILOSOPHY

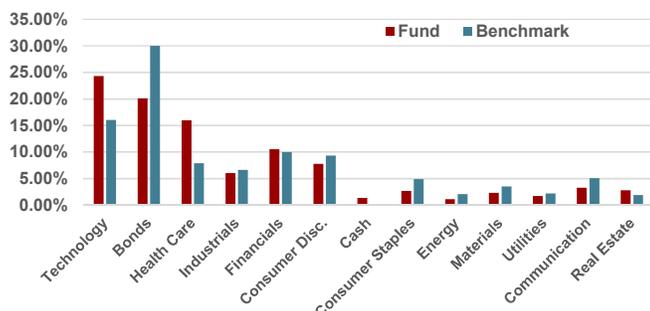
On September 26, 2013, The Park Foundation (Donor) pledged \$50 million, at the time the largest single contribution in NC State's 126-year history, to permanently fund the university's prestigious Park Scholarships program. In addition, an agreement was entered into by the NC State Foundation and the Donor to manage these funds in a socially responsible manner. Authority to manage the investment program in accordance with this investment policy was granted jointly to the Foundation's Treasurer and Assistant Treasurer.

The Sustainable Responsible Impact Fund is broadly diversified with an asset allocation that is intended to achieve stated return objective of inflation plus 5% (net of fees). Asset allocation guidelines reflect a diversified portfolio and emphasize equity-related investments to help achieve the SRI Fund's long-term return objective. In accordance with the current strategic asset allocation, the SRI Fund targets a 75% Equity and 25% Fixed Income portfolio with tactical asset allocation ranges which provide flexibility to take advantage of market conditions. As of September 30, 2021, \$50.1 million has been received in the SRI Fund and the market value was \$73.3 million.

## MANAGER ALLOCATION



## SECTOR ALLOCATION



## PERFORMANCE

Market Value	\$73,265,018				
Performance	QTD	CYTD	1 Year	3 Year	5 Year
SRI Fund	3.5%	14.5%	26.1%	12.8%	13.5%
Policy Index	-0.7%	7.3%	18.4%	10.7%	10.3%
Policy Index: Global Index of 70% ACWI/30% Barclays Agg					

## MANAGERS

**Generation Investment Management** is a Global Equity Strategy that integrates sustainability research with fundamental equity analysis. Funding began in March 2014.

**Brown Advisory** seeks to identify durable businesses that possess a unique combination of fundamental strength, sustainable competitive advantages and a compelling valuation. Funding began in June 2016.

**Breckinridge** is an investment grade, intermediate duration bond portfolio that employs an active management, bottom-up research and proactive portfolio positioning that is guided by proprietary ESG research. Funding began in April 2017.

**Vanguard** manages the FTSE Social Index Fund, a low-cost fund that seeks to track a benchmark of large- and mid-capitalization stocks that have been screened for certain social, human rights, and environmental criteria, and is being utilized as a temporary placeholder in the SRI portfolio. Funding began in February 2018.

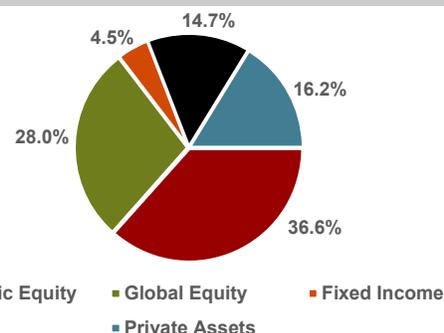
**SGI** employs a multi-dimensional view to create a portfolio that by design seeks to provide more capital protection, consistent returns, and diversification with greater transparency over a full risk cycle. Funding began in July 2018.

**Boston Trust Walden** focuses on higher financial quality, attractive valuation, and portfolio diversification. In addition to traditional financial analysis, Walden evaluates companies on their ESG performance. Funding began in September 2018.

**SRI Private Assets** consists of private managers that provide diversification across strategy, asset class, and geography. More recent allocations have been targeted in Growth Equity and Special Situations Credit.

**Cash** represents funds set aside for investment and operating expenses.

## ASSET ALLOCATION



This report is based on information available at the time of distribution. The information comprising this report has not been audited and is subject to change.

First Quarter Fiscal Year 2022