

FY2025 Q4 INVESTMENT REPORTS & INVESTMENT MANAGEMENT REVIEW

Finance and Administration Committee
October 22, 2025



Oregon State
University

Item 4b: FY25 Q4 Investment Reports and Investment Management Review

- The OSU Board of Trustees has responsibilities related to monitoring, distribution, administration and investment of OSU assets.
- Investment reports are submitted quarterly to the Finance & Administration Committee for acceptance.
- Today's Agenda
 - Cash & Investments Performance Highlights
 - Investment Correlation to Policy
 - Recommendation

Background

- Investment management review discussions are held at least biannually to review and recommend amendments to the investment policy.
- OSU Investment Policy amendment recommendations will be presented in FAC agenda item 4c.

OSU Cash and Investments

- **Primary Investment Objectives**

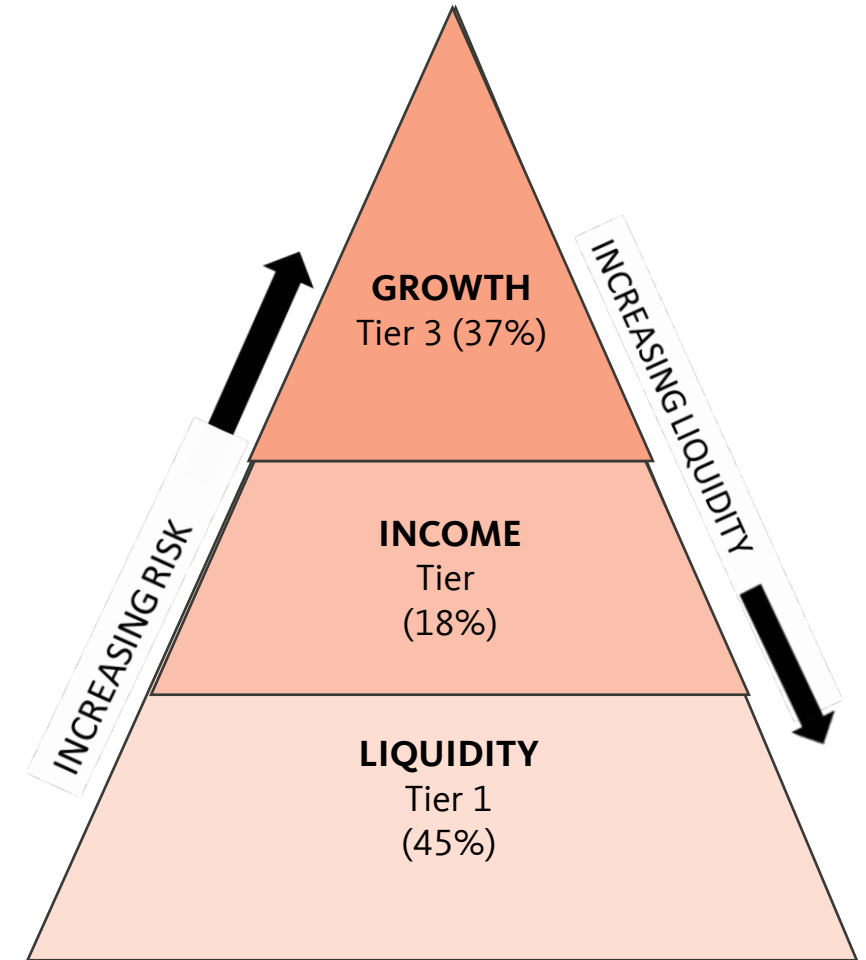
- *Tier 1* – Safety and liquidity
- *Tier 2* – Safety, liquidity, and return on investment with an expectation of higher return than Tier 1
- *Tier 3* – Return on investment with the ability to assume more risk and volatility than Tier 1 or 2

- **Application**

- *Safety* – Investments of the university shall be undertaken in a manner that seeks to ensure preservation of capital in the portfolio. The university shall seek to mitigate credit and interest rate risk.
- *Liquidity* – The investment portfolio of the university will remain sufficiently liquid to enable the university to meet its cash flow requirements.
- *Return on Investment* – The investment portfolio shall be designed with the objective of attaining a market rate of return throughout a budgetary and economic cycle, taking into consideration the safety and liquidity needs of the portfolio.

OSU Cash and Investments

Tier 3 – Long-Term Investments	\$ 162,714,530
OSU Foundation Endowment Pool	66,679,846
Calvert US Large Cap Core Responsible Index Fund	45,015,142
Calvert International Responsible Index Fund	19,761,771
OSU PERS SLGRP	10,217,586
Land Held as Separately Invested Endowment Funds	8,240,020
Neuberger Berman Genesis Portfolio	8,224,501
Putnam International Opportunities Fund	4,251,399
Other Endowment Assets	324,265
Tier 2 – Intermediate-Term Investments	\$ 79,994,010
PUF Core Bond Fund	79,994,010
Tier 1 – Short-Term Investments	\$ 196,124,555
Oregon Short-Term Fund	140,692,975
Cash Balances held at Bank(s)	54,753,506
RBC Short-Duration Fixed Income Portfolio	678,074



Market Values as of June 30, 2025

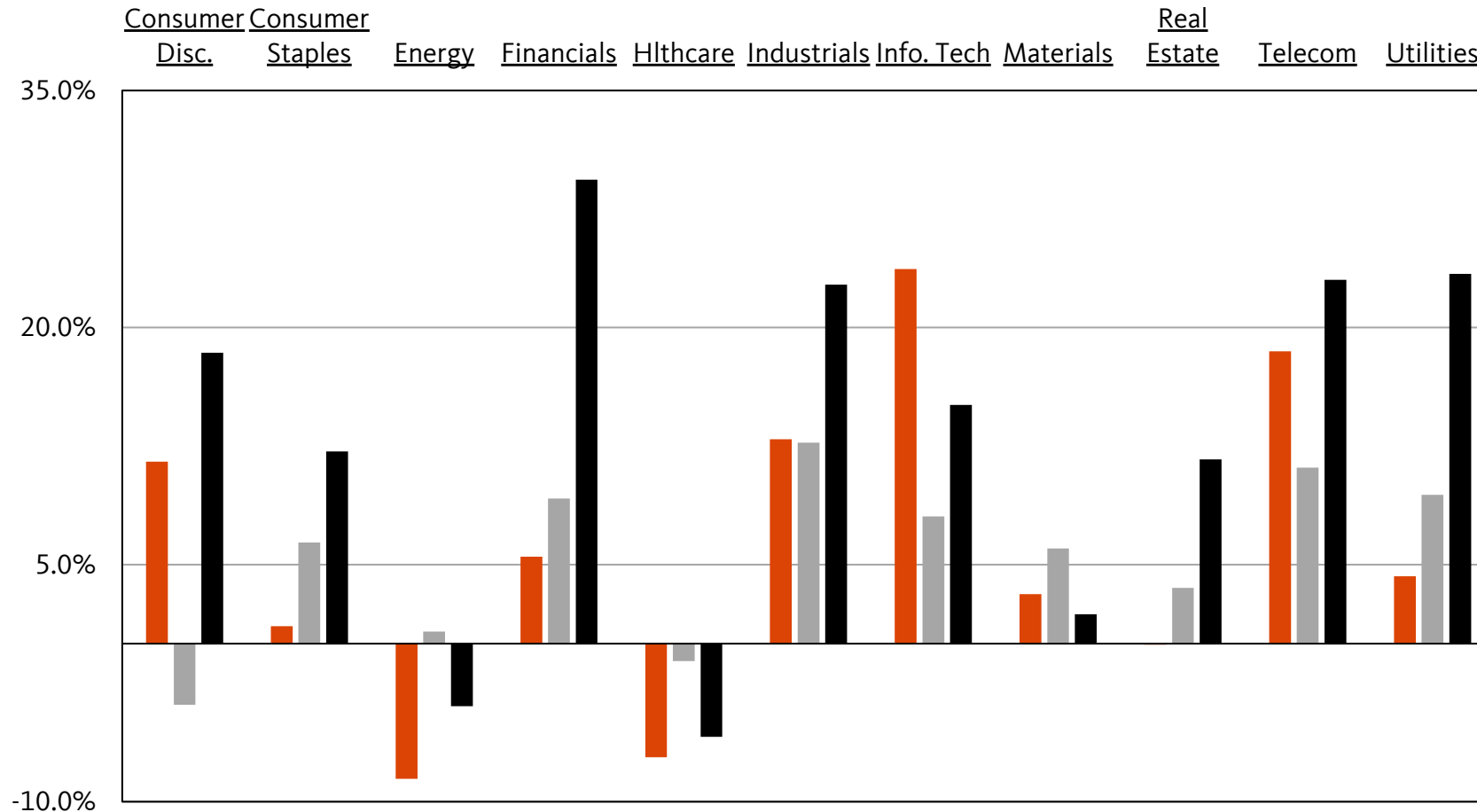
Market Performance

	Quarter	1-Year	3-Year	5-Year
S&P 500	10.9%	15.2%	19.7%	16.6%
MSCI EAFE –ND	11.8%	17.7%	16.0%	11.2%
MSCI EM-ND	12.0%	15.3%	9.7%	6.8%
MSCI China-ND	2.0%	33.8%	3.1%	-1.0%
Bloomberg US Aggregate	1.2%	6.1%	2.5%	-0.7%
Bloomberg US TIPS	0.5%	5.8%	2.3%	1.6%
Bloomberg US Corporate High Yield	3.5%	10.3%	9.9%	6.0%
ICE BofA ML US 3-Month T-Bill	1.0%	4.7%	4.6%	2.8%
ICE BofA ML 1-3 Year US Treasury	1.2%	5.7%	3.4%	1.4%
ICE BofA ML 10+ Year US Treasury	-1.4%	1.8%	-3.5%	-7.8%

*Source: Oregon State Treasury
Performance as of June 30, 2025*

Equity Sector Performance

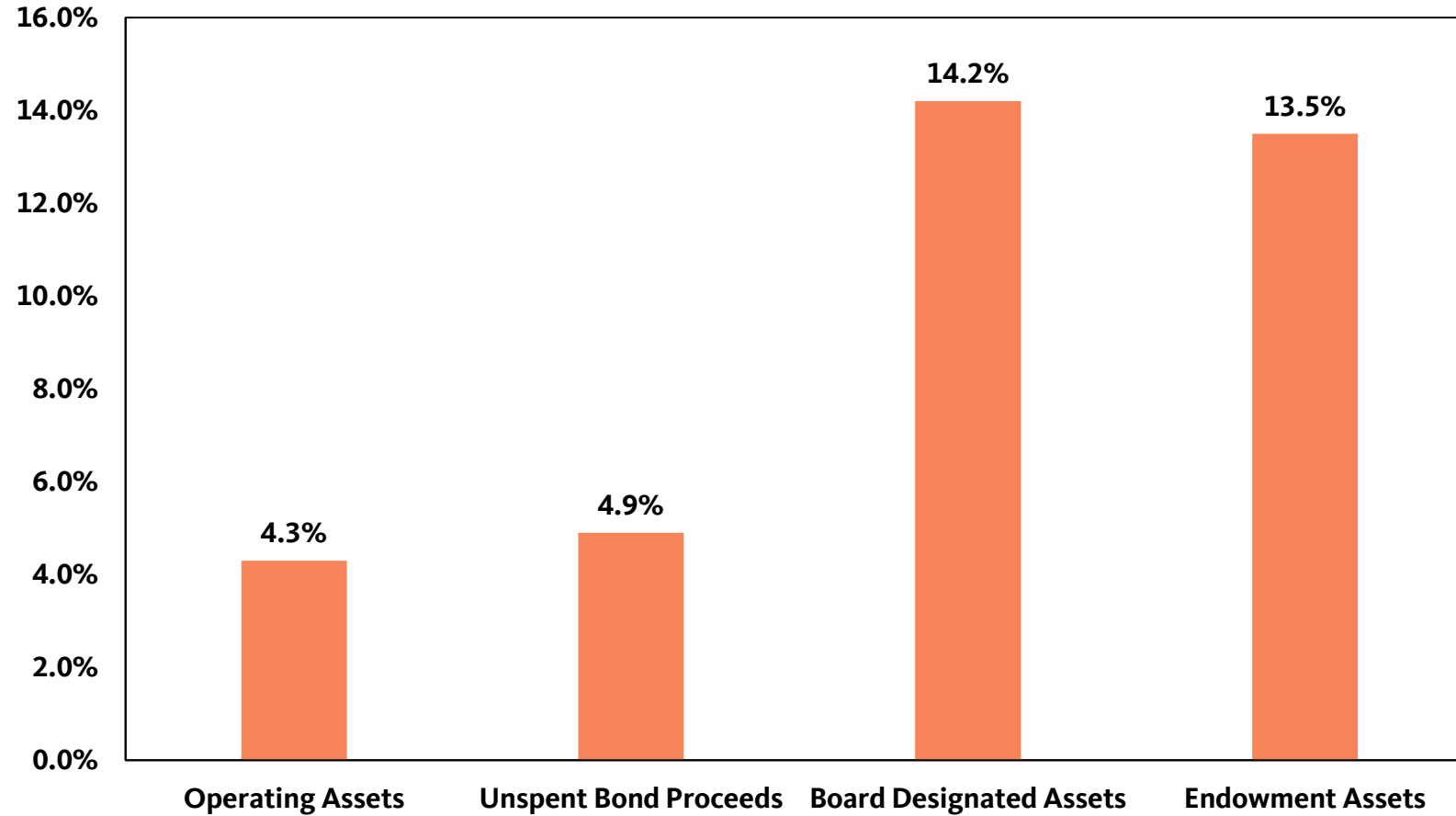
S&P 500 Index Performance



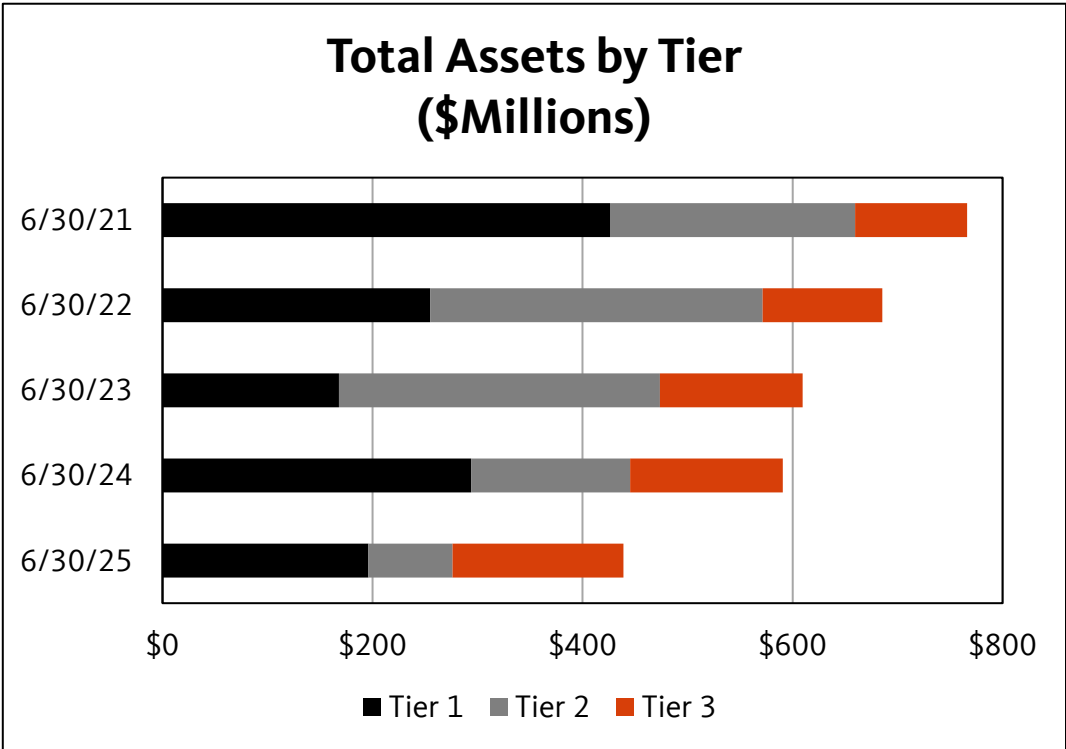
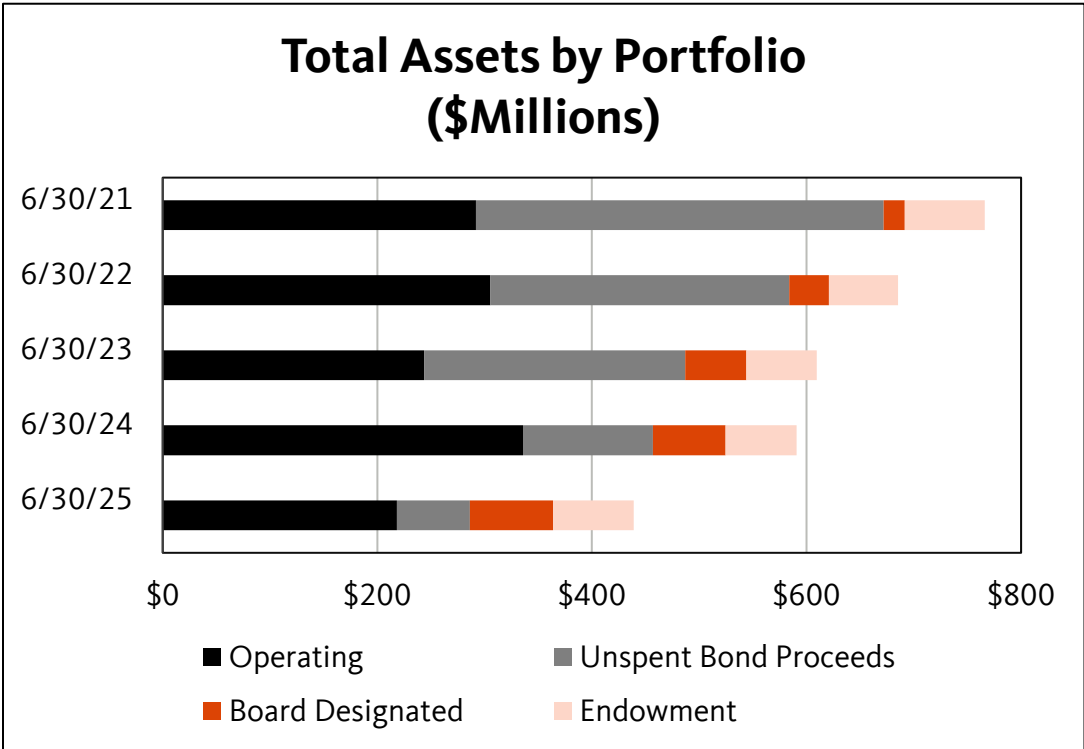
Source: Bloomberg data as of 6/30/2025 ■ QTD ■ YTD ■ 1 Year

OSU Investment Performance

FY25 Performance



OSU Total Assets



Operating Assets

	Quarter Ended 6/30/2025	Market Value 6/30/2025	Actual Asset Allocation	Annualized Yield	Market Value 6/30/2024	1 Year Change
OSU Operating Assets						
OSU Cash (Liquidity)	N/A	\$54,753,506	26.3%	1.8%	\$105,246,116	
Oregon Short-Term Fund (Liquidity) Benchmark – 91-day T-Bill	1.1% 1.0%	73,404,996	35.3%	4.9%	67,651,964	
PUF Core Bond Fund (Intermediate-Term Fixed Income) Benchmark – BB Intermediate U.S. Gov't./Cr. Index	1.7% 1.7%	79,994,010	50.4%	4.5%	151,337,814	
Total Operating Cash and Investments		\$208,152,511	100.0%		\$324,235,894	(35.8%)¹
OSU Unspent Bond Proceeds						
Oregon Short-Term Fund (Liquidity) Benchmark – 91-day T-Bill	1.1% 1.0%	67,287,979	99.0%	4.9%	18,334	
RBC Short-Duration Fixed Income Portfolio (ST Fixed Income) Benchmark – 91-day T-Bill	1.2% 1.0%	678,074	1.0%	2.9%	120,945,487	
Total Unspent Bond Proceeds		\$67,966,053	100.0%		\$120,963,821	(43.7%)¹
OSU PERS SLGRP	0.0%	10,217,586		N/A	11,542,092	
Total OSU Operating Assets		\$286,336,150			\$456,741,807	(37.3%)¹

¹ Includes \$60M payoff of Commercial Paper program, \$24M spend down of Outdoor School balances, \$32M spend of other operating assets, and a \$56M drawdown of bond proceeds.

Board Designated Assets

	Quarter Ended 6/30/2025	Market Value 6/30/2025	Actual Asset Allocation	Policy Target Allocation	Market Value 6/30/2024	1 Year Change
Bond Repayment Investment						
Calvert US Large Cap Core Resp. Index Fund (US Equity) Benchmark – Russell 1000 Index	11.3% 11.1%	\$33,745,527	58.4%	0% - 100%	\$29,629,469	13.9%
Calvert International Resp. Index Fund (Intl Equity) Benchmark – MSCI World ex USA Index	13.6% 12.1%	14,626,353	25.3%	0% - 35%	12,324,098	18.7%
Neuberger Berman Genesis (Small Cap Equity) Benchmark – Russell 2000 Index	4.1% 8.5%	6,270,506	10.9%	0% - 20%	6,258,613	0.2%
Putnam International Cap Opp Fund (Intl Small Equity) Benchmark – MSCI AC World ex USA Smid Cap Index	20.2% 16.2%	3,125,557	5.4%	0% - 35%	2,430,426	28.6%
Total Bond Repayment Investment	11.5%	\$57,767,943	100.0%		\$50,642,606	14.1%
Long-Term Equity						
Calvert US Large Cap Core Resp. Index Fund (US Equity) Benchmark – Russell 1000 Index	11.3% 11.1%	\$11,269,615	57.8%	0% - 100%	\$9,895,022	13.9%
Calvert International Resp. Index Fund (Intl Equity) Benchmark – MSCI World ex USA Index	13.6% 12.1%	5,135,418	26.4%	0% - 35%	4,327,079	18.7%
Neuberger Berman Genesis (Small Cap Equity) Benchmark – Russell 2000 Index	4.1% 8.5%	1,953,995	10.0%	0% - 20%	1,949,719	0.2%
Putnam International Cap Opp Fund (Intl Small Equity) Benchmark – MSCI AC World ex USA Smid Cap Index	10.7% 9.3%	1,125,842	5.8%	0% - 35%	875,453	28.6%
Total Long-Term Equity	11.6%	\$19,484,870	100.0%		\$17,047,273	14.3%

Endowment Assets

	Quarter Ended 6/30/2025	Market Value 6/30/2025	Actual Asset Allocation	Policy Target Allocation	Market Value 6/30/2024	1 Year Change ¹
OSU Foundation Endowment Pool						
Total Global Equity	10.5%	\$31,906,306	47.8%	45.0%	\$28,246,451	13.0%
Benchmark – MSCI ACWI	11.5%					
Total Global Fixed Income	4.5%	5,181,024	7.8%	7.5%	5,146,523	0.7%
Benchmark – BB Global Aggregate Bond Index	4.5%					
Total Absolute Return	4.6%	6,514,621	9.8%	10.0%	4,926,637	32.2%
Benchmark – HFRI Fund of Funds Index	3.3%					
Total Real Assets	2.7%	6,194,558	9.3%	12.5%	5,853,725	5.8%
Benchmark – Real Assets Custom	0.7%					
Total Private Capital	3.8%	15,303,025	23.0%	25.0%	13,692,367	11.8%
No benchmark provided						
Total Cash	0.0%	1,580,312	2.3%	0.0%	1,562,974	1.1%
Total OSU Foundation Endowment Pool	6.9%	\$66,679,846	100.0%	100.0%	\$59,428,677	12.2%
Benchmark – 77.5% MSCI ACWI/ 22.5% Bloomberg Global Agg	10.0%					
Other OSU Endowment Assets						
Land Held as Separately Invested Endowment Funds	26.7%	8,240,020	96.2%	N/A	6,503,565	26.7%
Other Endowment Assets		324,265	3.8%	N/A	312,856	3.6%
Total Other OSU Endowment Assets		8,564,285	100.0%	N/A	6,816,421	25.6%
Total OSU Endowment Assets	8.7%	\$75,244,131	100.0%	N/A	\$66,245,098	13.6%

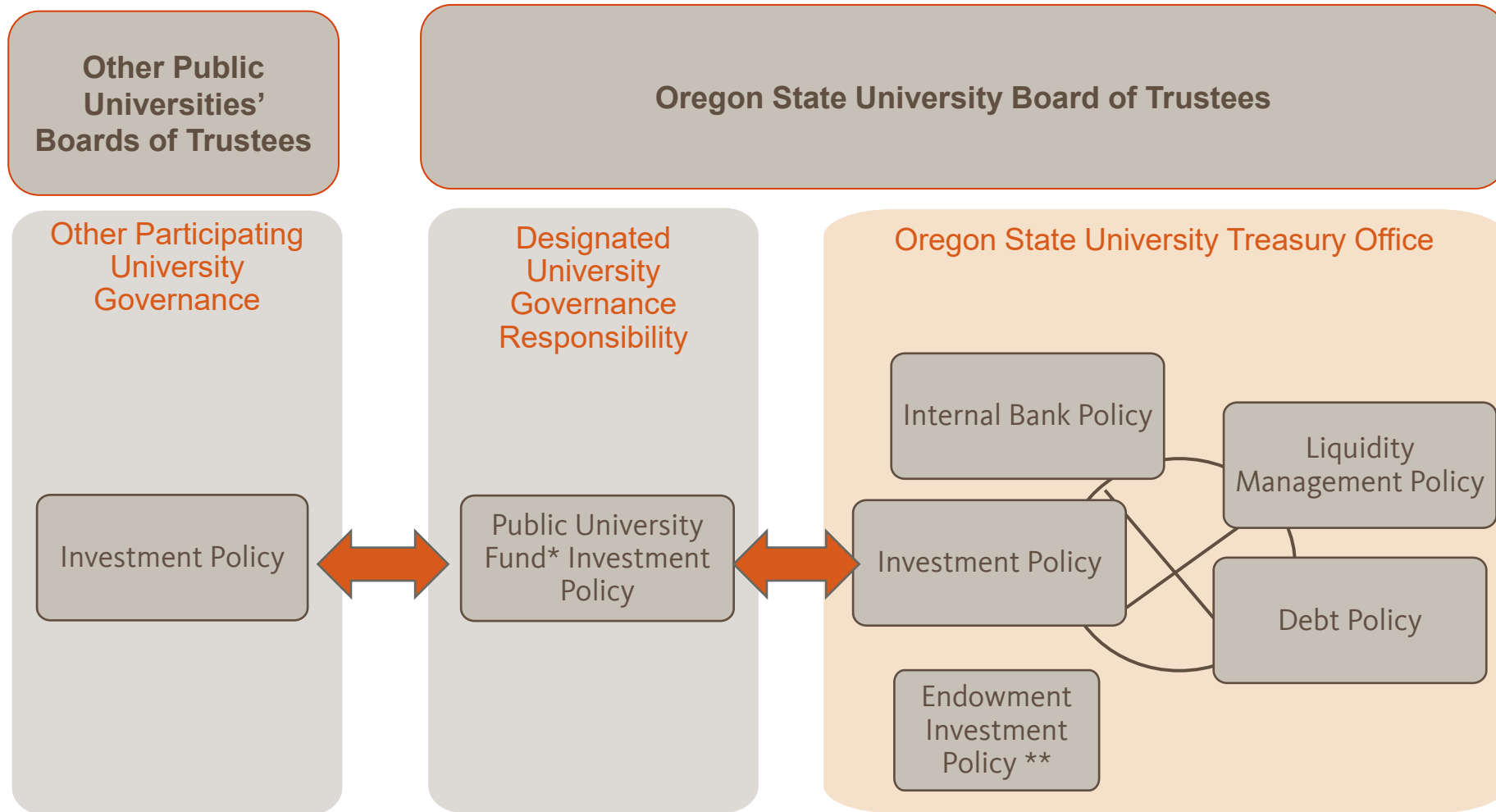
¹ Net of OSUF Fees and quarterly distributions. Includes cash flow changes due to portfolio reallocations.

Recommendation

Staff recommend that the Finance & Administration Committee accept the FY25 Q4 Investment Report

supplemental information

Treasury Oversight Responsibilities



*Public University Fund – policy owner OSU with input from university participants

**Endowment Assets invested with OSUF – policy owner OSUF

OSU Cash and Investments

Asset Allocation – Investment Types

- Cash
- Bonds (Fixed Income)
- Stocks (Equities)
- Alternatives

Operating Asset Allocation

Asset Class	Maximum Allocation
Fixed Income ¹	100%
U.S. Treasuries	100%
U.S. Agency Obligations	100%
Time Deposits	100%
Money Market Mutual Funds	100%
Corporate Bonds	40%
Structured/Securitized Securities	35%
Municipal Obligations	30%
Bankers' Acceptances	25%
Negotiable Certificates of Deposit	25%

Commercial Paper 25%

Equity ² **15%**

Long-Term Equity Asset Allocation

Asset Class	Maximum Allocation
U.S. Equity ²	100%
Large Cap	100%
Small-/Mid-Cap	20%
Non-U.S. Equity	35%
Developed Markets ³	35%
Emerging Markets ³	10%

Bond Repayment Investment Asset Allocation

Asset Class	Maximum Allocation
U.S. Equity	100%
Large Cap	100%
Small-/Mid-Cap	20%
Non-U.S. Equity	35%
Developed Markets ³	35%
Emerging Markets ³	10%

¹ Tier 1, Tier 2, Tier 3 investment objective (s)

² Tier 3 investment objective. Assets allocated into the Long-Term Equity portfolio.

³ As defined by Morgan Stanley Capital International (MSCI)