

**UNIVERSITY OF KENTUCKY
INVESTMENT COMMITTEE MEETING SUMMARY**

- The Investment Committee met Thursday, September 8, 2016 to review performance results and conduct other business. The Endowment pool had a market value of \$1.2 billion as of June 30, 2016. For the fiscal year ending June 30, the Endowment pool returned an estimated -1.8%, compared to a return of -0.1% for the market-based policy benchmark. Non-U.S. Equity and Diversified Inflation Strategies were key detractors from Endowment pool performance in the period.
- The Endowment pool regained an estimated 1.8% in the month ending July 31, 2016. Gains were driven by strong performance in domestic and international stock markets.
- The Committee heard reports on the following:
 - Ms. Susan Krauss, Treasurer, and Mr. Todd Shupp, Chief Investment Officer, presented an overview of the UK Endowment.
 - Mr. Nolan Bean, investment consultant from FEG, presented an education session.
 - Ms. Krauss presented an update on the search process for endowment investment managers.
 - Mr. Shupp reviewed proposed changes to the Endowment Investment Policy.
 - Mr. Shupp presented the endowment asset allocation and rebalancing/transition activity as of July 31, 2016 and provided a report on manager appointments, terminations and due diligence since the last meeting.
 - Mr. Bean presented an update on endowment performance results for periods ending June 30, 2016 and July 31, 2016.
 - Ms. Krauss provided an update on operating fund investments as of June 30, 2016 and July 31, 2016.