

Chart 13
Average Investment Pool Compounded Nominal Rates of Return
for Fiscal Year Ending June 30, 2002
for Selected One, Three, Five, and Ten-Year Periods

| Endowment Assets | 1-year % N = 556 | 3-year % N = 508 | 5-year % N = 470 | 10-year % N = 401 |
|-------------------------------|------------------------|------------------------|------------------------|-------------------------|
| Greater Than \$1.0 Billion | -3.8 | 5.6 | 9.7 | 12.8 |
| \$501 Million - \$1.0 Billion | -5.3 | 2.1 | 6.6 | 10.4 |
| \$101 Million - \$500 Million | -6.1 | 1.0 | 6.0 | 9.9 |
| \$51 Million - \$100 Million | -6.4 | -0.6 | 5.0 | 9.1 |
| \$25 Million - \$50 Million | -6.2 | -0.6 | 5.1 | 9.0 |
| Less Than \$25 Million | -6.6 | -1.1 | 4.6 | 8.1 |
| Public | -6.3 | -0.3 | 5.4 | 9.3 |
| Independent | -6.0 | 0.8 | 6.0 | 10.0 |
| Total Equal-Weighted Average | -6.0 | 0.5 | 5.8 | 9.8 |
| Total Dollar-Weighted Average | -4.2 | 3.8 | 7.7 | 10.9 |
| Median | -6.4 | 0.2 | 5.7 | 9.6 |
| Comparative Indexes | | | | |
| Russell 3000 | -17.2 | -7.9 | 3.8 | 11.3 |
| S & P 500 | -18.0 | -9.2 | 3.7 | 11.4 |
| LB Aggregate | 8.6 | 8.1 | 7.6 | 7.4 |
| CPI-U | 1.9 | 4.6 | 3.9 | 4.0 |

- Among institutions reporting investment pool rates of return, those with larger endowments have, on average, higher rates of return than those with smaller endowments. The institutions with more than \$1 billion in assets have the highest compounded nominal return rates for all four periods, on average. The average one-year rate of return for these institutions is -3.8%. This figure dropped 2.2 percentage points from June 30, 2001, when it was -1.6%.
- Independent institutions outperformed public institutions in all four periods (1, 3, 5, and 10-year), on average, as they represent 29 of the 39 institutions with assets greater than \$1.0 billion.
- Across all institutional types, the average one-year rates of return exceeded those of comparable stock market indexes.