

THE UNIVERSITY OF ARKANSAS FOUNDATION, INC.
FY 2025 INVESTMENT COMMENTARY

For the 12 months ending June 30, 2025, the \$2.8 billion endowment investment pool managed by the University of Arkansas Foundation, Inc. benefiting multiple campuses of the University of Arkansas system returned 11.9% net of investment expenses. For the three, five and 10-year periods ending June 30, the pool returned an annualized 10.8%, 11.0% and 8.6% net.

Public equities, led by international developed markets, delivered the strongest returns for the fiscal year. Relative performance versus benchmark was challenged for the fiscal year but remains ahead of benchmark over the longer term. Private investments handily outperformed their benchmark for the period but couldn't match the public market returns in the fiscal year. Over the longer term, private investments have been additive to returns while providing valuable diversification.

During FY25, approximately \$101 million was distributed from the endowment pool under the Foundation's spending policy to the campuses of the UA system, the vast majority of which has been directed by donors for use on a particular campus for the support of students, faculty or educational programs.

The University of Arkansas Foundation, Inc. serves the University of Arkansas system by providing investment management and administrative services for endowed and non-endowed private gifts. The endowment pool is the result of private donations made by the University's many exceptional donors and is comprised of more than three thousand individual endowment accounts, all managed and accounted for separately but pooled for investment purposes.

Fayetteville, Arkansas

November 13, 2025