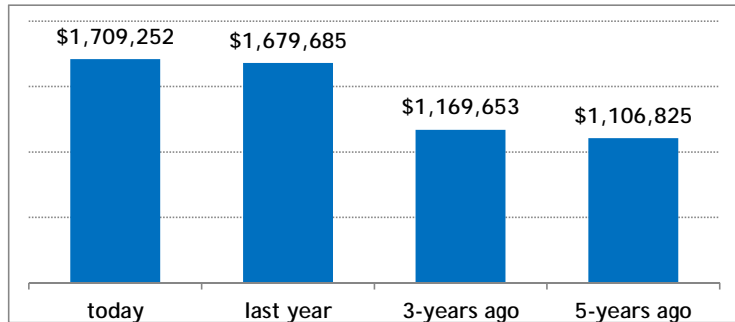


# Ann Arbor Rotary Endowment



- The Ann Arbor Rotary Endowment is completely separate from the Rotary International Foundation. The monies from the Rotary Endowment make a significant contribution to the local community and beyond.

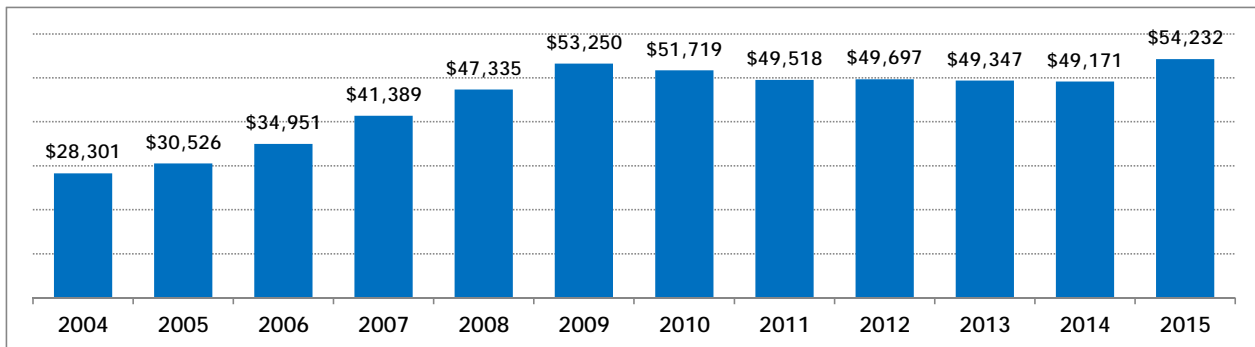
- As of December 31, 2014, the Rotary Endowment's total permanent assets were as follows (see chart):



- The Fund has an Investment Policy that requires it to invest in publicly traded, broadly diversified mutual funds so as to obtain a total rate of return in excess of an established benchmark. This benchmark utilizes market indices that are weighted according to the Fund's target asset allocation, approximately 85% stocks and 15% bonds.

- The Endowment has a Spending Policy that requires it to distribute 4.25% of the assets each year, based on the average market value for the preceding 20 quarters.

- As a result of contributions to the Endowment, as well as good investment results, the distribution amount to the "community" is as follows (see chart):



- Your Rotary Club has a goal, as established in the five year strategic plan, to increase the contributions to the community from the Endowment to \$60,000 annually.

## Annualized Returns as of December 31, 2014

