

2026 Endowment update

Thank you

The 2026 University of British Columbia (UBC) Endowment Summary Report offers a detailed overview of how your generosity continues to create lasting impact. From supporting opportunities for students to advancing faculty and key programs, UBC's endowment delivers reliable funding each year. Professionally managed by UBC Investment Management (UBCIM), these funds are stewarded and strategically positioned for long-term growth. Thank you for your ongoing support—your giving is helping to drive meaningful change and build a better world.

MARKET UPDATE

For the fiscal year ending March 31, 2026, investment markets delivered strong returns, supported by stable inflation and economic growth, with both equities and fixed income markets benefiting from growing corporate profits. While shifting global trade relationships resulted in pockets of uncertainty, inflation levels remained within the target range while growth and labour markets stayed firm. The year closed on a cautious note, with public equity prices softening and energy prices climbing due to conflict in the Middle East. The Endowment portfolio remains diversified and resilient to short-term market swings, and UBCIM continues to prioritize steady, long-term returns by regularly rebalancing its sub-asset class exposures.

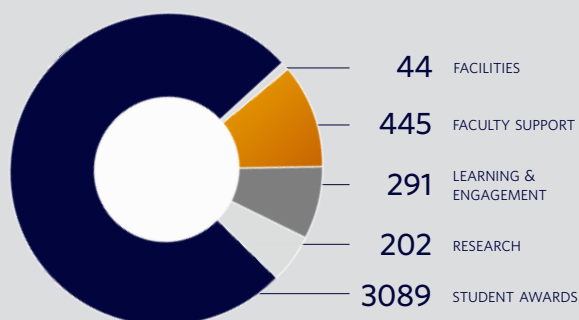
The Endowment generated a 10.5% return over the year, slightly below its benchmark return of 11.6%. This shortfall reflects the portfolio's intentional diversification beyond public markets, where equity returns were exceptionally strong and difficult to match over a short period. It is this same diversification that cushions the portfolio when markets turn lower. The Endowment is built to support UBC in perpetuity, meaning its performance is best judged over longer time frames. Over 5-year and 10-year horizons, the portfolio continues to outperform its Policy Benchmarks.

SPEND RATE UPDATE

Based on analysis and advice from UBC Administration and UBCIM, the UBC Board of Governors reviews more than 4,000 individual endowments each year to ensure sustainable spending levels. Spend rates are set using forward-looking projections of investment returns and inflation rather than past performance.

In 2025, strong market returns offset the Endowment's spending rate and inflation, allowing established endowments to maintain a 4.0% spending rate. Newer endowments are set at a 3.5% spend rate until a higher rate is considered sustainable.

NUMBER OF ENDOWED FUNDS BY DESIGNATION



SINCE THE FIRST ENDOWMENT WAS ESTABLISHED IN THE 1920s

ENDOWMENT INCOME HAS PROVIDED

206,701 awards

TOTALLING

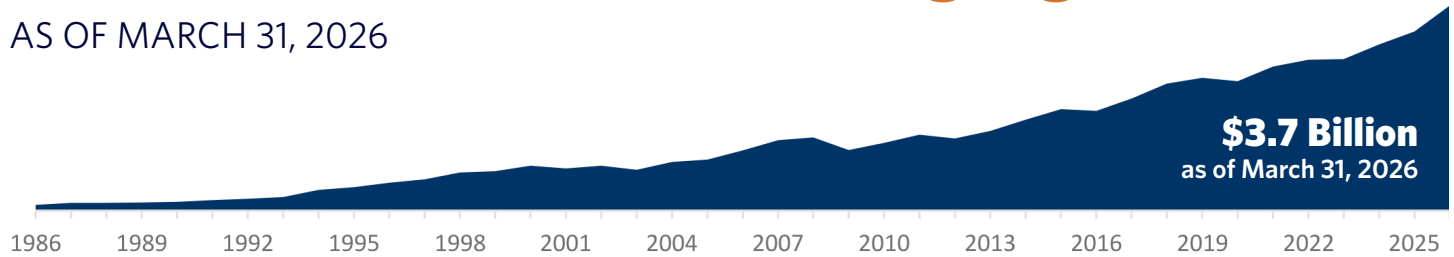
\$412,412,917

TO STUDENTS



2026 UBC Endowment Fund Highlights

AS OF MARCH 31, 2026



UBC Investment Management has been managing the UBC Endowment's assets since 2003 with the goal of maximizing net real returns in accordance with the Fund's objectives, spending requirements and risk parameters.

Over the fiscal year ended March 31, 2026, the UBC Endowment Main Pool returned 10.5% net of all external management fees, underperforming the policy benchmark's return of 11.6%.

The market value of the Endowment assets managed by UBCIM reached \$2.96 billion on March 31, 2026. Combined with an additional \$29 million invested at other foundations and \$726 million held by the Student and Faculty Housing Assistance Endowments, the total value of UBC's Endowments now exceeds \$3.7 billion.

ASSET ALLOCATION

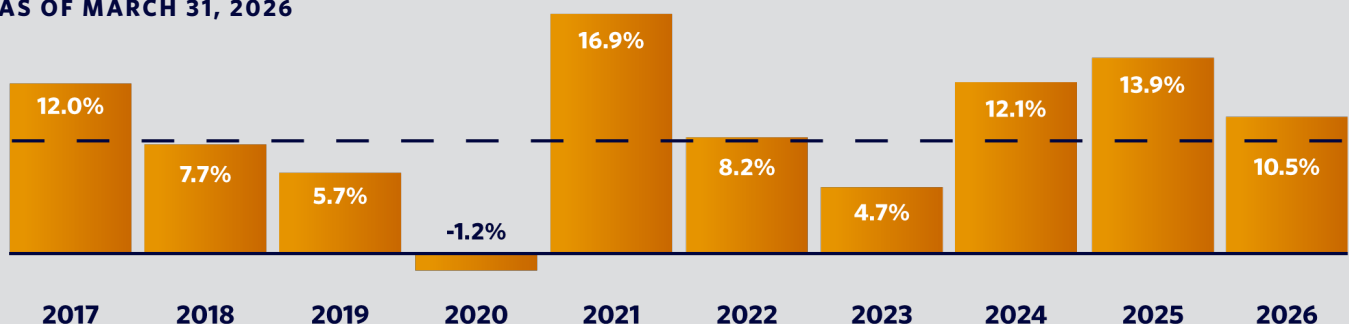
	CURRENT MIX	LONG-TERM TARGET
Cash	4.3%	2.0%
Bonds	5.1%	3.0%
Private Credit	9.9%	12.5%
UBC Debenture	2.9%	
Total Fixed Income	22.2%	17.5%
Global Equities	29.3%	30.0%
Emerging Equities	14.8%	15.0%
Private Equity	11.7%	10.0%
Total Equities	55.8%	55.0%
Real Estate	7.6%	10.0%
Infrastructure Equity	12.4%	10.0%
Total Real Assets	20.0%	20.0%
Absolute Return Program	2.0%	7.5%
	100%	100%

ENDOWMENT ANNUALIZED RETURNS ON INVESTMENT

	ONE YEAR	TWO YEARS	THREE YEARS	FIVE YEARS	TEN YEARS
Actual Return	10.5%	12.2%	12.1%	9.8%	8.9%
Policy Benchmark*	11.6%	11.8%	13.4%	8.5%	8.6%
Required Return	7.1%	7.1%	7.3%	8.5%	7.4%

ENDOWMENT YEAR BY YEAR RETURN AS OF MARCH 31, 2026

10-Year Annualized Average: 8.9%



FOR FURTHER INFORMATION ON UBC ENDOWMENTS, VISIT
give.ubc.ca/endowments

Assets managed by UBCIM
*Endowment policy benchmark performance comprises Reference Portfolio returns as of April 1, 2021. Earlier periods utilize the endowment's historical policy benchmark.