

2024 ENDOWMENT REPORT

JULY 1, 2023 - JUNE 30, 2024

MSU COMMON INVESTMENT FUND

The MSU Common Investment Fund is the combined pool of the university’s long-term investments. As of June 30, 2024, it was valued at more than \$4.4 billion. Over the past five years, the funds generated more than \$1 billion for student scholarships, endowed professor support, program support and other annual university expenses.

BENCHMARK RETURNS

For the fiscal year which ended June 30, 2024, MSU returned 15.1%, and the long-term performance has allowed us to continue to meet funding obligations to the university.

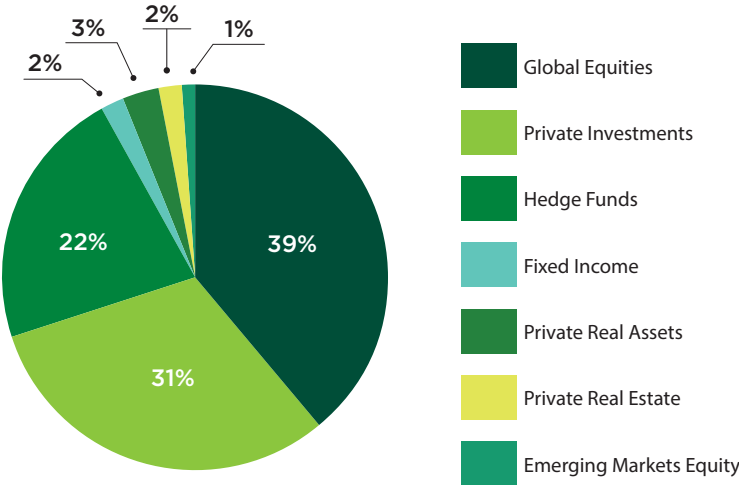
	1 YEAR	3 YEARS	5 YEARS	10 YEARS
MSU CIF Returns	15.1%	5.9%	12.1%	9.3%
70 / 30 Stock /Bond Portfolio (1)	14.2%	3.0%	7.6%	6.5%

(1) 70% MSCI All Country World (USD) Index / 30% Bloomberg US Aggregate Bond Index.

MSU seeks to achieve its investment objectives by diversifying across major asset classes as well as within each asset class. The investment policy, approved by the MSU Board of Trustees, outlines the asset allocation.

ASSET ALLOCATION

As of June 30, 2024



MSU COMMON INVESTMENT FUND:

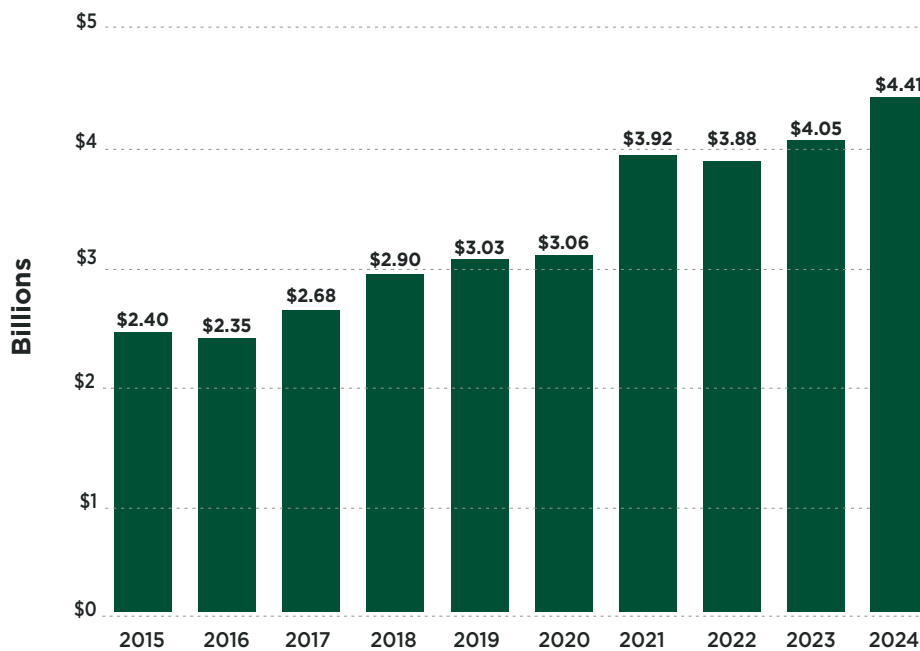
DONOR-FUNDED ENDOWMENTS

Donor-funded endowments at the university work much like a mutual fund—each new endowment gift buys shares, or units, in the university’s Common Investment Fund (CIF). When an endowed fund is established for a specific purpose (such as scholarships, program assistance, etc.), the spending distribution is directed to that purpose. The spending distribution provided to each endowed fund is based on the number of units the fund owns and is distributed according to the university’s endowment spending policy.

MSU has a fiduciary responsibility to preserve the purchasing power of its endowed funds in perpetuity so that they will forever provide resources to important purposes that donors have chosen to support through their generous gifts. The current spending policy, which is set by the Board of Trustees, is 4.4% of the average value of the endowment over the last five years.

ENDOWMENT VALUE OVER TIME

As of June 30, 2024



SOURCE: MSU's Annual Financial Reports

INVESTMENT OBJECTIVES OF MSU’S CIF

1. Achieve a total rate of return sufficient to generate the amount annually made available for spending by the university’s programs supported by endowment funds and still provide a modest increase in the inflation-adjusted value.
2. Achieve the desired return while assuming only moderate risk.