

GROWING *Philanthropy* Through Investment Performance



OKLAHOMA CITY
COMMUNITY FOUNDATION
Helping you help the community

Since 1969, the Oklahoma City Community Foundation has worked with donors to create permanent endowments to serve the charitable needs of our community. Following the vision of our founder John Kirkpatrick, we have fostered the growth of these endowment funds through the stewardship of new gifts and sound investment and distribution practices.

Investment performance has significantly contributed to the growth of the Oklahoma City Community Foundation's endowment assets. Each year, we receive new gifts from donors, and we make grants and distributions to community organizations through the endowment funds we administer. Since 2006, the Community Foundation has received \$297 million in gifts and has granted more than \$234 million back to the community. In the same time period, the market value of our assets increased from \$485 million in 2006 to \$850 million in 2016. More than 76 percent of this growth, or \$302 million, was a result of investment performance.

Our investment structure and policy have also grown since 1969. Initially, our endowment investments were managed by the trust departments of four Oklahoma City banks. By 1997, the merger of local banks into larger, national institutions provided the Community Foundation with an opportunity to move our investment management to an Investment Committee of the Trustees. This group developed an investment policy modeled on



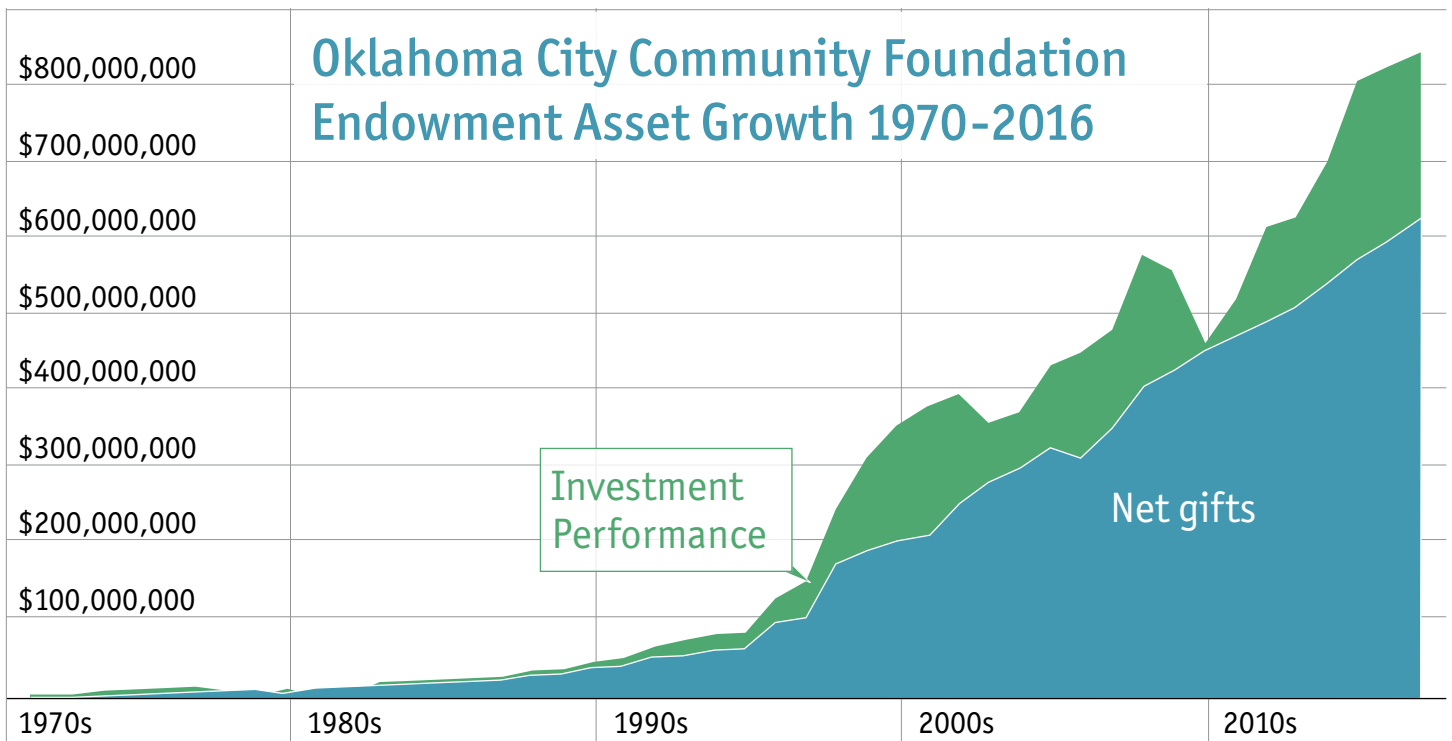
Sunbeam Family Services continues to benefit from and is grateful for the consistent support and encouragement we've received from the Oklahoma City Community Foundation. Our partnership, and specifically the annual distribution of funds we receive from the Foundation, helps change lives for the better in our community through our early childhood, foster care, counseling and senior programs.

– Jim Priest, CEO
Sunbeam Family Services



a style-based asset allocation and selected professional managers according to their investment style. Led by investment consultants Jim Hotchkiss and Jack Marringa, this change resulted in a

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Investment Committee

Steven C. Agee, Chairman
Dean, Meinders School of Business

Mike Collison
CEO, The Oklahoma Publishing Company

Steven C. Davis
Attorney, Hartzog Conger Cason & Neville

Paul Dudman
Attorney, Fellers Snider

Kirkland Hall
Co-owner, Hall Capital

Edward Krei
Managing Director, The Baker Group

Laura Ratliff
Community Volunteer

Mo Grotjohn
The Meinders Foundation

J. Edward Barth, ex officio
Attorney, Andrews Davis

James H. Holloman Jr., ex officio
Attorney, Crowe & Dunlevy

Christian K. Keesee, ex officio
Chairman, Kirkpatrick Bank

Investment Managers

Large Cap Value
O'Shaughnessy Asset Management

Large Cap Core
Saratoga Research and Investment Firm

Small Cap Value
Earnest Partners, LLC

Small Cap Core
Kalmar Investments Inc.

International
Aberdeen Asset Management

Fixed Income
JP Morgan Chase Asset Management
BOK Financial

Trustees

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Mike Collison

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Leslie Hudson

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Jenny Love Meyer

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T. Scott Spradling

Tony Tyler

Christian K. Keesee, *ex officio*

Nancy B. Anthony, *President*

Oklahoma City Community Foundation

Fiscal Year 2016 Investment Performance Pooled Investments as of June 30, 2016

	Fiscal Year End	Three Years	Five Years	Ten Years
EQUITIES				
Oklahoma City Community Foundation	-0.01%	9.26%	9.17%	6.46%
S&P 500	3.99%	11.66%	12.10%	7.42%
Russell 3000	2.14%	11.13%	11.60%	7.40%
MSCI ACWI ex US	-9.80%	1.62%	0.56%	2.33%
FIXED INCOME				
Oklahoma City Community Foundation	3.58%	2.64%	2.90%	4.53%
Barclays Capital Govt./Credit Intermediate A+	4.24%	2.74%	2.65%	
TOTAL RETURN				
Oklahoma City Community Foundation	1.34%	6.55%	6.61%	5.87%
50% Russell 3000/15% MSCI ACWI/35%				
Barclays Capital G/C Int (Note A)	1.20%	6.88%	6.97%	5.90%
65% S&P 500/35% Barclays Capital G/C Int (Note B)	4.35%	8.69%	8.98%	6.68%

For more information on our investment policies, visit occf.org/investmentmanagement or contact Rhonda Godwin, director of administration and investment operations, at 405/606-2916.

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significant improvement in investment performance and a broader but balanced range of asset classes.

Throughout the past 10 years, the combination of gifts and investment performance has yielded an annual 7.6 percent growth rate of our endowment assets. The \$302 million in investment earnings will continue to add more than \$10 million in endowment fund distributions to the community each year.

Over time, steady investment performance provides a significant impact in the community. For example:

- More than \$444,000 in scholarships has been awarded to students formerly in Oklahoma's foster care system from an endowment established in 1997 with a \$211,000 gift from Willie Elizabeth Shipley's estate. Today, this gift is worth \$431,000 as a result of investment returns.
- Since 1996, Sunbeam Family Services has received \$153,000 in gifts to their charitable organization endowment fund. Today, these gifts are worth \$245,000 and have provided \$242,000 in distributions back to the organization.
- In 1997, Red Earth received \$101,000 in gifts to their charitable organization endowment fund. Today, the value of their endowment is \$167,000, and they have received \$182,000 in distributions from the investment return on these funds.

Make a Greater Impact with your Charitable Giving

Investing our endowment assets for both security and long-term growth is just one of the many ways the Oklahoma City Community Foundation is growing philanthropy in our community. By establishing or giving to an endowment fund at the Oklahoma City Community Foundation, you can leverage investment performance to help your charitable gifts make a greater impact. (See back cover.)

To learn how we can help you grow your philanthropic impact, visit occf.org or contact Joe Carter, director of development and planned giving, at j.carter@occf.org or 405/606-2914.

Pooled Investments Performance Summary

Manager	% of Total Portfolio	% of Asset Class	Rate of Return Year Ended
	June 30, 2016	June 30, 2016	June 30, 2016
EQUITY			
LARGE CAP VALUE			
O'Shaughnessy	3.71%	6.15%	-7.40%
Blackrock Russell 1000 Value Fund	9.25%	15.32%	2.89%
Russell 1000 Value			2.86%
LARGE CAP GROWTH			
Blackrock Russell 1000 Growth Fund	15.41%	25.54%	3.03%
Russell 1000 Growth			3.02%
SMALL/MID CAP VALUE			
Earnest Partners	3.67%	6.07%	-0.09%
Russell 2000 Value			-2.58%
SMALL/MID CAP GROWTH			
I-Shares Russell Mid-Cap Growth	4.79%	7.93%	-2.22%
Russell 2500 Growth			-2.14%
LARGE CAP CORE			
Blackrock Russell 1000 Index Fund	9.20%	15.24%	2.99%
Saratoga	3.01%	4.98%	7.68%
Russell 1000			2.93%
SMALL CAP CORE			
Kalmar Investments	2.85%	4.72%	-8.05%
Russell 2000			-6.73%
Total Domestic Equity	51.87%		1.10%
S&P 500			3.99%
Russell 3000			2.14%
INTERNATIONAL			
Blackrock EAFE Equity Index Fund	3.71%	6.14%	-10.12%
MSCI Eafe (US\$) Net			-10.16%
Blackrock MSCI Emerging Markets Free Fund	0.50%	0.83%	-5.56%
Aberdeen Emerging Markets	4.26%	7.06%	-3.91%
MSCI EMF (Gross) Index			-11.71%
Total International Equity	8.46%		-6.77%
MSCI ACWI ex US			-9.80%
Total Equity	60.34%	100.00%	-0.01%
FIXED INCOME			
Barclays 1-3 Year Credit Bond Fund (ETF)	7.86%	19.86%	2.02%
Bank of Oklahoma	13.80%	34.88%	3.53%
JPMorgan Asset Management	16.78%	42.43%	4.51%
TBill Strips	0.22%	0.57%	0.65%
Blackrock 1-3 Year Treasury Index Fund	0.89%	2.26%	1.36%
Total Fixed Income	39.55%	100.00%	3.58%
Barclays G/C Int			4.24%
CASH			
JP Morgan Money Market	0.11%	100.00%	.76%
Total General Pool	100.00%		1.34%
COMPOSITE INDICES			
50% Russell 15% MSCI 35% Barclays Cap G/C Int			1.20%
65% S&P 500/35% Barclays Capital G/C Int			4.35%

Notes: Equity performance is compared to the Russell 3000 stock index and the MSCI ACWI exUS International equity index; fixed income performance is compared to the Barclays Capital Government/Credit Intermediate bond index (Barclays Capital G/C Int) and total return is compared to a composite of these three indices.

Fiscal Year Ended	General Pool Rate of Return	Composite Indices (Note A)	Policy Benchmark (Note B)
June 30, 2016	1.34%	1.20%	4.35%
June 30, 2015	4.20%	3.49%	5.49%
June 30, 2014	14.56%	16.56%	16.66%
June 30, 2013	11.24%	12.58%	13.15%
June 30, 2012	2.31%	1.63%	5.44%
June 30, 2011	21.57%	21.96%	21.26%
June 30, 2010	12.99%	12.32%	12.28%
June 30, 2009	-14.61%	-16.09%	-15.20%
June 30, 2008	-3.23%	-4.76%	-5.94%
June 30, 2007	13.68%	16.49%	15.40%
Ten Years Compounded (Note A)	5.87%	5.90%	6.68%

Note A: Equity performance is compared to the Russell 3000 stock index and the MSCI ACWI exUS International equity index; fixed income performance is compared to the Barclays Capital Government/Credit Intermediate bond index (Barclays Capital G/C Int) and total return is compared to a composite of these three indices.

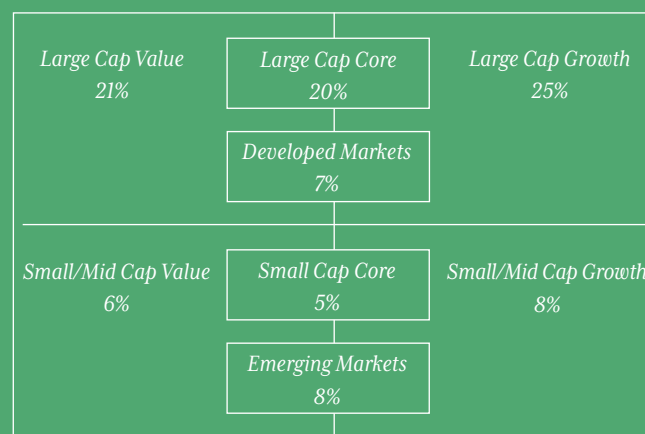
Note B: Equity performance is compared to the Standard and Poor's 500 stock index (S&P500); fixed income performance is compared to Barclays Capital Government/Credit Intermediate bond index (Barclays Capital G/C Int) and total return is compared to a composite of these two indices.

As of Fiscal Year ended June 30, 2016

Asset Allocation Model - General Pool

	Target	Range
Equity	60%	40-70%
Fixed Income	37.5%	30-60%
Cash	2.5%	0-10%

Asset Class Target Percentage Allocation for Equities



Target Asset Class Ranges

Large Cap Value	18-28%	Small/Mid Cap Value	4-10%
Large Cap Growth	18-28%	Small/Mid Cap Growth	4-10%
Large Cap Core	20-48%	Small Cap Core	10-24%
Developed Markets	5-15%	Emerging Markets	5-10%

GROWING Philanthropy

2016 Investment Performance Report



**OKLAHOMA CITY
COMMUNITY FOUNDATION**
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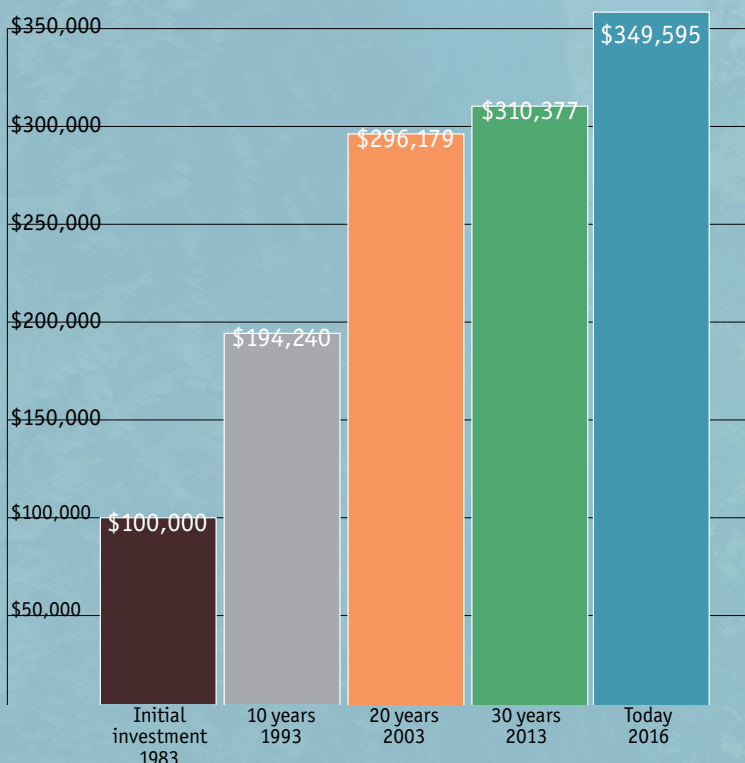
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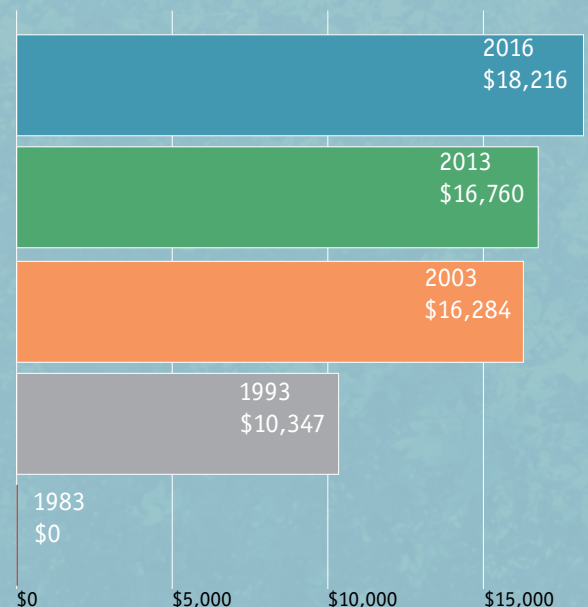
Confirmed in Compliance with National
Standards for U.S. Community Foundations

What your endowment gift could do in 30 years

Based on past investment performance of the Oklahoma City Community Foundation's general pool, a \$100,000 gift to an endowment in 1983 would be worth more than \$340,000 today. * Over the 33-year period, the endowment would have distributed a total of \$466,838 in grants, which is more than the amount of the original gift.



Amount of Annual Distribution for Charitable Purposes



* After administrative fees and distributions