University of Virginia Investment Management Company

ANNUAL REPORT 2026 HIGHLIGHTS

> **While we are pleased with this fiscal year's exceptional return of 27%, we are even more proud of our long-term record—12% annualized over ten years and 10.2% over twenty years."**
>
> **— Robert Durden, Chief Executive Officer and Chief Investment Officer**

Serving the University

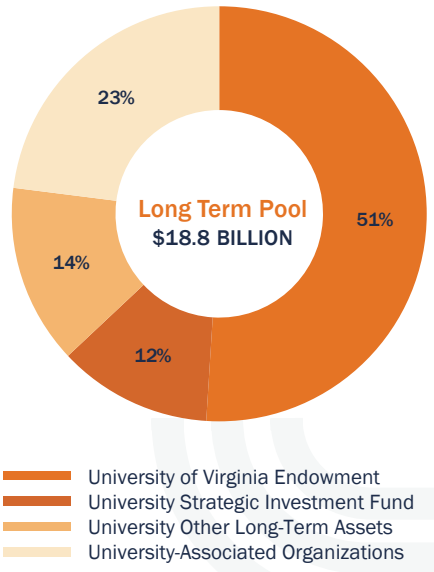
The University of Virginia Investment Management Company (UVIMCO) provides investment management services to the University of Virginia and University-associated organizations to serve the University's mission. UVIMCO's primary objective is to maximize the long-term, inflation-adjusted returns commensurate with the risk level of the University.

As of June 30, 2026, UVIMCO's assets under management were $18.8 billion in the Long Term Pool (LTP) and $103.8 million in the Short Term Pool **(Graph 1)**. Within UVIMCO's LTP, $9.6 billion represents the Rector and Visitors' endowment, $2.3 billion represents the University's Strategic Investment Fund, $2.5 billion represents other University long-term assets, and $4.4 billion represents assets held by University-associated organizations, including the Darden School Foundation, Law School Foundation, UVA Alumni Association, and Jefferson Scholars Foundation.

Since 2023, UVIMCO's assets under management have grown from $13.6 billion to $18.8 billion **(Graph 2)**. By generating returns in excess of the University's spending rate plus inflation, UVIMCO is providing a steady source of income to support the University's mission for future generations of students, alumni, faculty, staff, and patients through scholarships, professorships, research funding, and other important initiatives.

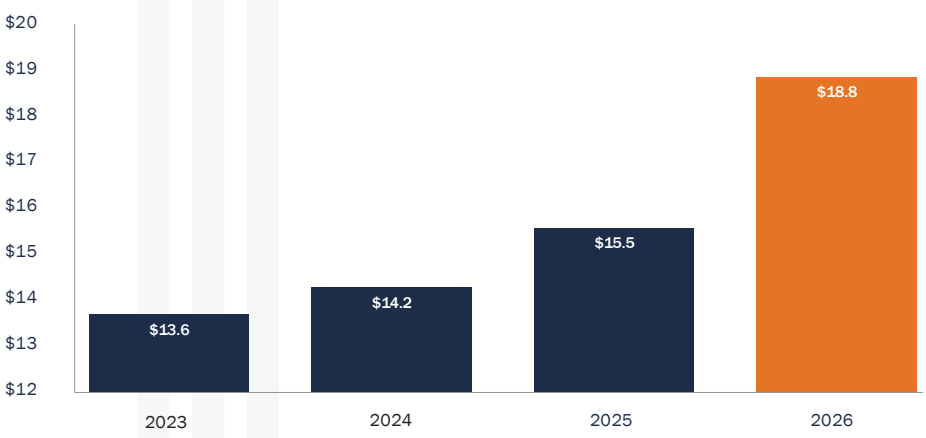
GRAPH 1 Investor Composition

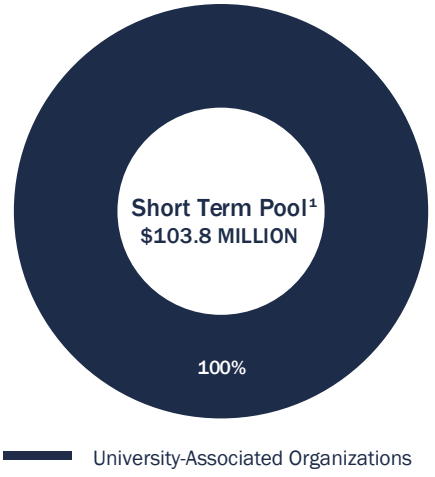
As of June 30, 2026



GRAPH 2 Long Term Pool Market Value

In billions, as of June 30





(1) The Long Term Pool's cash portfolio invests in the Short Term Pool. The Short Term Pool market value reflected above excludes Long Term Pool assets.

Long Term Pool Performance

In fiscal year 2026, UVIMCO's LTP returned 27.0%, generating over $4 billion in investment gains and providing over $900 million in distributions for the University and its associated organizations. Fiscal year 2026 gains were broad-based, with both our equity and diversifying strategies outperforming their respective benchmarks. Standout contributors included Long/Short Equity (+76.4%), Private Equity (+33.1%) and Real Assets (+20.0%). Artificial intelligence was a material theme, contributing to gains across both our public and private investments. We also benefited from strong manager performance in areas beyond AI, including biotechnology and real assets. Overall, this year's results reflect the cumulative impact of multi-year portfolio initiatives and strong execution by the UVIMCO team and our external managers.

TABLE 1 Long Term Pool Strategy Allocation and Investment Returns

In percentages, as of June 30, 2026

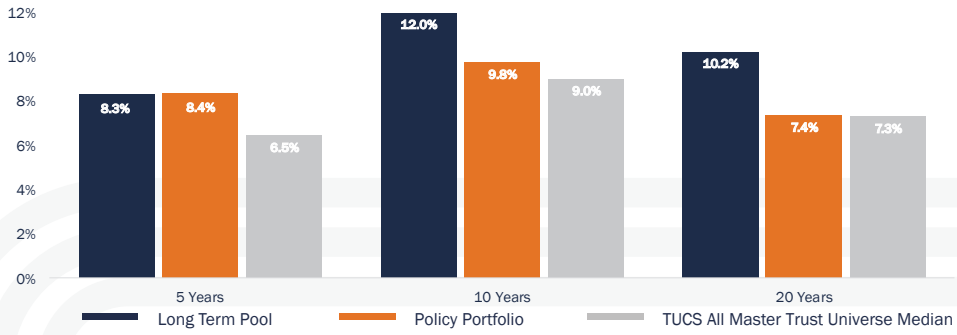
		Annualized				
	Allocation[1]	1YR	3YR	5YR	10YR	20YR
Long Term Pool[2]	**100.0**	**27.0**	**15.3**	**8.3**	**12.0**	**10.2**
Policy Benchmark[3]		*18.3*	*15.6*	*8.4*	*9.8*	*7.4*
Public Equity	23.0	18.7	16.3	5.4	12.2	11.3
Long/Short Equity	11.8	76.4	26.3	11.2	11.1	9.5
Private Equity	36.6	33.1	17.0	9.4	18.9	15.3
Real Assets	14.0	20.0	12.2	15.7	13.1	9.5
Absolute Return	6.7	6.9	6.3	6.8	4.9	5.8
Credit	4.1	9.7	10.5	6.2	7.6	7.4
Fixed Income	2.6	2.3	2.4	(0.8)	1.8	2.9
Cash	1.2	3.2	4.0	3.1	2.0	--

(1) Percent of Long Term Pool net asset value.
(2) Long Term Pool returns are presented gross of UVIMCO management and incentive fees but net of underlying manager fees.
(3) Geometrically linked monthly average of 75% MSCI All Country World Equity and 25% Bloomberg U.S. Treasury Bond. The policy portfolio weights are 65/10/25 equityreal estate/fixed income between July 1, 2019, and June 30, 2020, and 60/10/30 prior to July 1, 2019.

As pleased as we are with this fiscal year, we are more pleased with our long-term results. The LTP has returned 12.0% annualized over ten years and 10.2% over twenty years, exceeding both the approximately 8% return required to preserve the endowment's purchasing power and the passive policy benchmark (**Table 1**). We are proud of this record and focused on extending it for the generations of students, faculty, and patients to come.

GRAPH 3 Long Term Pool Relative Performance

Annualized through June 30, 2026

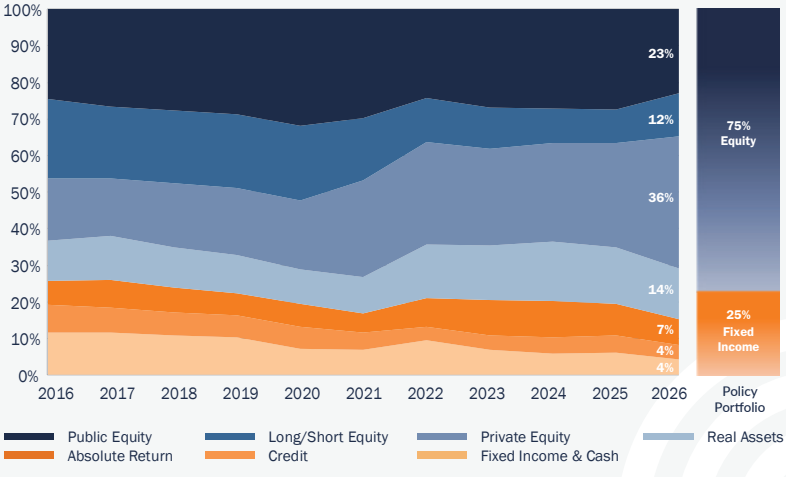


UVIMCO consistently outperforms its institutional peers in addition to securing long-term returns above the policy benchmark and required return. Over the past twenty years, UVIMCO's annualized return of 10.2% has well exceeded the 7.3% garnered by median peers **(Graph 3)**, according to Wilshire Trust Universe Comparison Service (TUCS) data.

Asset Allocation

UVIMCO's investment performance and strategy starts with successful asset allocation and alignment with asset owners. UVIMCO's investment policy includes a policy portfolio allocation, which our Board of Directors establishes based on the University's risk tolerance and expected future capital requirements. The policy portfolio serves as an indicator of how the endowment would fare under passive management.

UVIMCO has a long history of partnering with exceptional investment managers, who add value to passive alternatives over time. Our managers invest in Public Equity, Long/Short Equity, Private Equity, Real Assets, Absolute Return, Credit, and Fixed Income. **Graph 4** displays the trends in the asset allocation of the Long Term Pool over the past decade, with shifts in recent years primarily due to relative performance.

GRAPH 4 Long Term Pool Historical Asset Allocation

Fiscal years ending June 30