



Pooled Income Fund Annual Report 2017

This is the Annual Report for The Rotary Foundation’s Pooled Income Fund (“Fund”) for the year ending 31 December 2017. The Fund was established in 1983 for donors to support The Rotary Foundation while providing the opportunity for an income stream for the lifetime of the income beneficiaries. The remainder of all gifts received by the Fund ultimately will be placed in The Rotary Foundation’s Endowment Fund. BNY Mellon is Trustee of the Fund.

INVESTMENT OBJECTIVES

The Fund’s primary investment objective is to balance the interests of the income beneficiaries with the long-term interests of The Rotary Foundation’s Endowment Fund. The Fund maintains an asset allocation that generates income with moderate growth. The Fund’s asset allocation is 50 percent global equities and 50 percent fixed-income securities, implemented through a passively managed strategy. This strategy provides a broadly diversified, low cost investment strategy that generates a market-like return (that is, a return that approximates the weighted average return of the MSCI All Country World Investable Market Index, and the Barclays U.S 1-5 Year Government/Credit Index). 2016 Income Per Unit and Beneficiary Distribution figures are restated due to computational error. All Beneficiary Distribution figures are restated due to rounding.

POOLED INCOME FUND (U.S. Dollars)					
Years ending 31 December	2017	2016	2015	2014	2013
Units	4,637	4,637	4800	4800	4800
Unit Value	\$216.49	\$197.79	\$185.46	\$202.17	\$200.38
Market Value	\$1,003,860	\$917,148	\$890,189	\$970,412	\$961,932
Total Return to Fund	12.20%	7.30%	-1.82%	4.57%	10.55%
Annualized Rate of Return (5-yr.)	6.40%	6.00%	4.93%	7.52%	10.08%
Income Per Unit (net)	\$5.39	\$5.13	\$5.01	\$5.77	\$5.52
Donor Income Return (net of fees)	2.49%	2.59%	2.70%	2.85%	2.76%
New Gifts and Other Additions	\$0	\$0	\$0	\$0	\$6,000
Existing Donor Additions	\$0	\$0	\$0	\$0	\$0
Total Gifts	\$0	\$0	\$0	\$0	\$6,000
Beneficiary Distribution (Total Income)	\$24,993	\$23,769	\$24,053	\$27,701	\$26,513

CONTACT FOR MORE INFORMATION

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