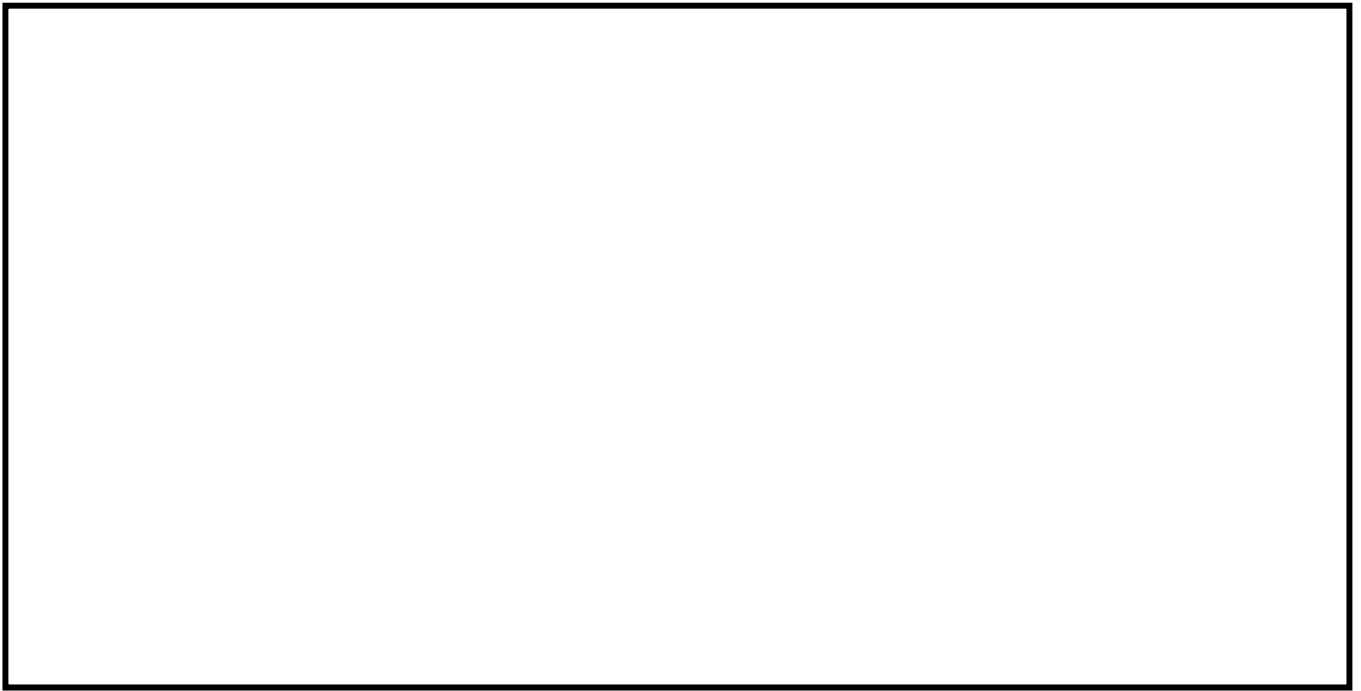


5HSRUW 1R
-DQXDU\

81,9(56,7<2)6287+) • f \$X!ñ

6KHUULOO) 1RUPD
\$XGLWRU *HQH



81,9(56,7< 2) 6287+)/25,'\$
7\$%/(2) &217(176

3DJH
1R
L

6800\$5<

,1'(3(1'(17 \$8',725¶6 5(3257

5HSRUW RQ WKW DWDHPQFLD

2WKHU 5HSRUWL ~~Government Auditing Standards~~

0\$1\$*(0(17¶6 ',6&866,21 \$1' \$1\$/<6,6

%\$6,&),1\$1&,\$/ 67\$7(0(176

6WDWHPHQW RI 1HW 3RVLWLRQ

6WDWHPHQW RI 5HYHQXHV ([\$1QMHW 3RQ GW&LRDQ JHV

6WDWHPHQW RI &DVK)ORZV

1RWHV WR)LQDQFLDO 6WDWHPHQWV

27+(5 5(48,5(' 6833/(0(17\$5< ,1)250\$7,21

6FKHGXDWRBQLYHUVLW\¶V 3URSRUWLRQDW 6KDUH RI WKH 1HW
%HQHILWV /LDELWLW\

6FKHGXDWRBQLYHUVLW\¶V 3URSRUWLRQDW 6KDUH RI WKH 1HW
5HWLUH¶VHQP 3HQVLRQ 3ODQ

6FKHGXDWRBQLYHUVLW\ &RQWRUE&VLSHQWLUHPHQW 6\ VWHP 3HQVLRQ 3

6FKHGXDWRBQLYHUVLW\¶V 3URSRUWLRQDW 6KDUH RI WKH 1HW
,QVXUDQFH 6XEVLG\ 3HQVLRQ 3ODQ

6FKHGXDWRBQLYHUVLW\ &RQWRUE&VLSHQWLUHPHQW 6\ VWHP 3HQVLRQ 3ODQ

1RWHV WR 5HTXLUH 6XSSOHPHQWU\ ,QIRUPDWLRQ

,1'(3(1'(17 \$8',725¶6 5(3257 21 ,1&(2517\$5229(5

),1\$1&,\$/ 5(3257\$1*21 &203/,\$1&(\$217+(50\$77(56

%\$6(' 2\$1 \$8',Z)),1\$1&,\$/ 67\$7(0(176 3(5)250('

,1 \$&&25'\$1&(: GOVERNMENT AUDITING STANDARDS.....

,QWHUQDO &RQWURO 2YHU)LQDQFLDO 5HSRUWLQJ

&RPSOLDQFH DQG 2WKHU ODWWHUV

3XUSRVH RI WKLV 5HSRUW

\$ 8 ' , 7 2 5 (1 (5 \$ /
6 7 \$ 7 (2) / 2 5 , ' \$

6KHUULOO) 1RUPDQ &3\$:HVW 0DGLVRQ 6WUHHW 3KRQH *
\$XGLWRU *HQHUDO 7DOODKDVVHH)ORULGD)D[

7KH 3UHVLGHQW RI WKH 6HQDWH WKH 6SHDNHU RI WKH
+RXVH RI 5HSUHVHQWDWLYHV DQG WKH
/HJLVODWLYH \$XGLWLQJ &RPPLWWHH

,1'(3(1'(17 \$8',725¶6 5(3257

5HSRUW RQ WKH)LQDQFLDO 6WDWHPHQWV

:H KDYH DXGLWHG WKH DFFRPSDQ\LQJ ILYEDDQEWDRVWRXWHPHQWUL&I
XQLW RI WKH 6WDWH RI)ORULGD DQGHVWVDESRQJHQWHXGLWVJHWRC
\HDU HQGHG -XQH DQG WKH UODWVGHQRVWV VZKWFKHFROD
WKH 8QLYHUVLW\¶V EDVLF ILQDQFLDOCHVRVDFRQRVHQWWDV OLVWHG L

ILQDQFLDO UHSRUWLQJ IRU SODFLQJ WDKH DESVULFS ILLQDWHF LRDSH V DMD M
KLVWRULFDO FRQWH[W :H KDYH DS SVOR HWK F HUHTXILQ HGL R/LX\$ IS G HSPUR
LQ DFFRUGDQFH ZLWK DXGLWLQJ VWDQHQW M GJ H QHDWDHVO R ID \$PHH\$
FRQVLVWHG RI LQTXLULHV RI PDQDJHPHQW WERXVQ MRKHU DW WROR GQ G
LQIRUPDWLRQ IRU FRQVLVWHQF\ ZLWK QDIDUJHPHQW QWKH EDHWSR QLQDQ
DQG RWKHU NQRZOHGJH ZH REWDLQHIGQG QFLQD RYXD WXIGHQ VRV W KH
DQ RSLQLRQ RU SURYLGH DQ\ DVVXUDWFKH RQ RLVKHG QS B B P B X B QVE
XV ZLWK VXIILFLHQW HYLGHQFH WR H[SUVXUDDQHRSLQLRQ RU SURY

MANAGEMENT'S DISCUSSION AND ANALYSIS

0DQDJHPHQW\ V GLVFXVVR\ RQ SQBYDQEB\ ZQRRYWKHYLHLQDQFLDO SR
DFWLYLWLHV RI WKH 8QLYHUVLW\ IRU WDKGILKRD\ OGHEDU UHODGHGQ- XG
WKH ILQDQFLDO VWDWHPHQWV DQG QRWILHD\O\WK\H\W\WRH QWKH DQG \$ QDR
WKH UHVSQRVLELWLW\ RI 8QLYHUVLW\ PIDQDQ\FFEBQVDFW\KYLW\ \$RFRVQ
WKH ILVFDO \HDUV HQGHG -XQH DQG -XQH

),1\$1&,\$\$,*+/,*+76

7KH 8QLYHUVLW\ V DVVHWV DQG GHIDUHG R XEW\OODRZVQ RDUW HX\RXUF
EDODQFH UHIOHFWV D PLOOLRQFRFRSDUHSGH\WRH QWKHLQFUHDV
UHVXOWLQJ IURP LQFUHDVHV LQ FD\$ILH\WDSR\DWHP\SR\LR\YQH\VERH\QHWL
SHQVLRQ UHODWHG GHIDUHG RXWIOR\WVORZKL\GH\UHWRIXU\FD\Q\G\UHZI
GHIDUHG LQIORZV RI UHVRXUFHV DOWR LQ\$UH\H\W\Q\ EWRWD\ELQD
-XQH DV FRPSDUHG WR PLOOLRQ\WJ-KURP LQFUHDV
DQG SHQVLRQ OLDELWLWLHV DV ZHO\WV 23\%Y\LF\GF\$Q\GM\VR\Q\RUH\O
LQIORZV \$V D UHVXOW WKH 8QLYHUVLW\ \P\LO\W\RSR\VL\ML\XQ\WG\EB
EDODQFH RI PLOOLRQ

7KH 8QLYHUVLW\ V RSHUDWLQJ UHYH\XHV WR\WDFD\HG \HDUP\L\H\SLRH
SHUFHQW LQFUHDVH FRPSDUHG WR\W\HWR LQFUHDV\H\VIDQJ\G\X\H
2SHUDWLQJ H\SHQVHV WRWDOHG E\H\OODR\QH\SRUH\W\K\W\LQJ DQL
SHUFHQW DV FRPSDUHG WR WKH R LQFUHDV\H\W\DUQG\X\RP\SB\Q\Q
HPSOR\HH EHQHILWV VHU\LFHV DQG VXSSOLHV DQG VFKRODUVKL
1HW SRVLWLRQ UHSUHVHQWV WKH \M\VL\G\X\H\W\LD\Q\GH\GH\VM\U\GH\GV\RX\V
DIWHU GHG\XFWLQJ OLDELWLWLHV DQ\G\K\H\8\U\Y\H\G\VL\W\Q\R\Z\FR\RS\DUH
SRVLWLRQ E\ FDWHJRU\ IRU WKH ILVFDO\G\H\X\Q\H HQGHG LX\Q\MKRZQ
IROORZLQJ JUDSK

1HW 3RVLWLRQ
,Q 7KRXVDQGV

"iUiiiUiii

\$743,215

"oiiiUiii

"iiiUiii

\$239,918

\$213,073

r"iiiUiii

E š /vÀ • šu v š Z] v š Œ] š
%o] š o •• š•
îîîô

hvŒ • šŒ] š

îîîó

7KH IROORZLQJ FKDUW SURYLGHV D JVDKLFBOHQXHVHEDWEDWRQ
ILVFDO \HDU

7RWDO 5HYHQXH
)LVFDO <HDU

E}v}%o Œ š]vP
Z Á vµ •
ôî9

KšZ Œ Z Á vµ •
î9

K%o Œ š]vP Z Á vµ •
ñô9

29(59,(: 2)),1\$1&,\$67\$7(0(176

3XUVXDQW WR *\$6% 6WDMKHPHQW HIRVLSRUVWLQRQFLDQVURI WKUHH
VWDWHPHQWV WKH VWDWHPHQW RIYHQHSR VHSRQ/HWKEDQGVDM
SRVLWLRQ DQG WKH VWDWHPHQW RPHQW IDQZVQRWKH IWKEDQFLDQ
8QLYHUVLW\ DQG LWV FRPSRQHQW XQLW 7KHVH FRPSRQHQW XQ

- %OHQGHG &RPSRQHQW 8QLW
- o 8QLYHUVLW\ RI 6RXWK)ORULGD +HDQWK 3URJUDPPV &HQWHU

- 'LVFUHWHO\ 3UHVHQWHG &RPSRQHGW 8QLWV
 - 8QLYHUVLW\ RI 6RXWK)ORULGD)RXQGDWLRQ ,QF
 - 8QLYHUVLW\ RI 6RXWK)ORULGD \$OXPQL \$VVRFLDWLRQ ,QF
 - 86) +HDOWK 3URIHVVLRQV &RQIHUHQFLQJ &RUSRUDWLRQ
 - 8QLYHUVLW\ RI 6RXWK)ORULGD 0HGRDO 6HUFLFHV 6XSSRU
 - 6XQ 'RPH ,QF
 - 8QLYHUVLW\ RI 6RXWK)ORULGD 5HVHDFK)RXQGDWLRQ ,Q
 - 86))LQDQFLQJ &RUSRUDWLRQ
 - 86) 3URSHUW\ &RUSRUDWLRQ
 - 8QLYHUVLW\ 0HGLFDO 6HUFLFH \$VVRFLDWLRQ ,QF

,QIRUPDWLRQ UHJDUGLQJ WKHVH FRPSRQHGW XQLWV VHSWV DWHV SUHVWHXHG QDQV KEO
 SUHVHQWHG FRPSRQHGW XQLWV VHSWV DWHV SUHVWHXHG QDQV KEO
 VWDWHPHQWV 7KLV 0' \$ IRFXVHV RQ WKH 8QLYHUVLW\ SUHVWHXHG QDQV KEO
)RU WKRVH FRPSRQHGW XQLWV UHSRUWLQJ IRORZV LWBWLRQ %LWLRQ %LWLRQ
 VHSWV DWHV SUHVWHXHG QDQV KEO UHSRUWV

7KH 6WDWHPHQW RI 1HW 3RVLWLRQ

7KH VWDWHPHQW RI QHW SRVLWLRQ IRORZV HFWLWV HWRK UDFVWH VOL D 6 H O H L
 LQIRZV RI UHVRXUFHV RI WKH 8QLYHUVLW\ DWHV SUHVWHXHG QDQV KEO
 SRVLWLRQ RI WKH 8QLYHUVLW\ DWHV SUHVWHXHG QDQV KEO R \$ VWHV R X U S
 OHVV GHIHUUHG LQIRZV RI UHVRXUFHV R QHTXODOLF DWWUSR M WKHR Q
 ILQDQFLDO FRQGLWLRQ 7KH FKDQJHV LQ 0HGLFDO 6HUFLFH R QSW R D W P R I
 LQ WKH 8QLYHUVLW\ V ILQDQFLDO FRQGLWLRQ

7KH IRORZLQJ VXPPDUL]HV WKH 8QLYHUVLW\ UHVRXUFHV GHIHUUHG
 LQIRZV RI UHVRXUFHV DQG QHW SRVLWLRQ DW -XQH

&RQGHQVHG 6WDWHPHQW RI 1HW 3RVLWLRQ DW -XQ
,Q 7KRXVDQGV

\$VVHWV
&XUUHQW \$VVHWV
&DSLWDO \$VVHWV 1HW
2WKHU 1RQFXUUHQW \$VVHWV

7RWDO \$VVHWV _____

'HIHUUHG 2XWIORZV RI 5HVRXUFHV

/LDELWLHV
&XUUHQW /LDELWLHV
1RQFXUUHQW /LDELWLHV

7RWDO /LDELWLHV

'HIHUUHG ,QIORZV RI 5HVRXUFHV

1HW 3RVLWLRQ
1HW ,QYHVWPHQW LQ &DSLWDO \$VVHWV
5HVWULFWHG
8QUHVWULFWHG

7RWDO 1HW 3RVLWLRQ

DQG IHHV LQFUHDVHG E\ PLOOLRQ PZLQWR ZGX FDFW S DWG B DQGR Q DWR
ORUVDQL &ROOHJH RI OHGLFLQH SURMHFWV

7KH 6WDWHPHQW RI &DVK)ORZV

7KH VWDWHPHQW RI FDK IORZV SURYHLGHLWLQV RI UERDWERODERXXVOW
PDMRU VRXUFHV DQG XVHV RI FDK DQGPFDWK ZHLDXL YDVOHQW VLQ 7-
8QLYHUVLW\TV DELOLW\ WR JHQHUDPMH VQHLW VFDLQDQFLDVO B W O L D E W
GXH DQG LWV QHHG IRU H[WHUQDO DLQDQF DQWL YLDWLKH MORRZI WRPH
WKH RSHUDWLQJ DFWLYLWLHV RI WKSILWQLOY HLUQDQFLQ & DFKW LOB ZLH
IXQGV DQG UHODWHG ORQJ WHUP GEFWVDFLQJYDFW HYLWLDWKVIRZZV
XVH RI FDK UHODWHG WR SXUFKDV DQJ RQJVLHDFRPH RQ YHKRWRPHQQW
IORZV IURP QRQFDSLWDO ILQDQFLQWLDHFWQKWWFLRYHILQHGOKGHR WIKRUVH

7KH IROORZLQJ VXPPDULJHV FDK IORZMLIRFDWKH DUV DQG
&RQGHQVHG 6WDWHPHQW RI &DVK)ORZV
)RU WKH)LVFDO <H DUV
,Q 7KRXVDQGV

&\$3,7\$66(76&\$3,7\$(;3(16(6 \$1&200,70(176
\$1' ' (%7\$'0,1,675\$7,21

&DSLWDO \$VVHWV

\$W -XQH WKH 8QLYHUVLW\ KDGH WV ELHOML DE FLXP XODSWW O OC
PLOORQ IRU QHW FDSLWDO DMFLDWLRQ FKDU PH OORRQWKH \$U
WRWDOHG PLOORQ 7KH IROORZLWUWV DE O B SLXP O ULJ M WVK H
GHSUHFLDWLRQ DW -XQH

&DSLWDO \$VVHWV 1HW DW -XQH
,Q 7KRXVDQGV

/DQG
&RQVWUXFWLRQ LQ 3URJUHVV
%XLOGLQJV
,QIUDVWUXFWXUH DQG 2WKHU ,PSURYHPPHQWV
)XUQLWXUH DQG (TXLSPHQW
/LEUDU\ 5HVRXUFHV
3URSHUW\ 8QGHU &DSLWDO /HDVHV
:RUNV RI \$UW DQG +LVWRULFDO 7UHDVXUHV
2WKHU &DSLWDO \$VVHWV _____
&DSLWDO \$VVHWV 1HW _____

\$GGLWLRQDO LQIRUPDWLRQ DERXW W KH BQLQW H GL W Q W W F B S Q R M B
VWDWHPHQWV

&DSLWDO (ISHQVHV DQG &RPPLWPHQWV

7KH 8QLYHUVLW\ V FRQVWUXFWLRQ FR DPLR D Q W DW -XQH

\$PRXQW
_____,Q 7KRXVDQGV

7RWDO &RPPLWWHG
&RPSOHWHG WR 'DWH _____
%DODQFH &RPPLWWHG _____

\$GGLWLRQDO LQIRUPDWLRQ DERXW W KH BQLQW H GL W Q W W F B S Q R M B

/RQJ 7HUP 'HEW DW -XQH
,Q 7KRXVDQGV

&DSLWDO ,PSURYHPPHQW 'HEW
,QVWDOOPHQW 3XUFKDVHV
&DSLWDO /HDVHV _____

7RWDO

7+,6 3\$*(,17(17,21\$//< /()7 %/\$1.

BASIC FINANCIAL STATEMENTS

81,9(56,7< 2) 6287+)/25,'\$
\$ &RPSRQHQQW 8Q6LWDRMHWRKI)ORULGD
6WDWHPHQW RI 1HW 3RVLWLRQ

-XQH

&RPSRQHQQW
8QLYHUVLW\ 8QLWV

\$66(76

&XUUHQW \$VVHWV

&DVK DQG &DVK (TXLYDOHQWV

,QYHVWPHQWV

\$FFRXQWV 5HFHLYDEOH 1HW

/RDQV DQG 1RWHV 5HFHLYDEOH 1HW

'XH IURP 6WDWH

'XH IURP 8QLYHUVLW\

'XH IURP &RPSRQHQQW 8QLWV

,QYHQWRULHV

2WKHU &XUUHQW \$VVHWV

7RWDO &XUUHQW \$VVHWV

1RQFXUUHQW \$VVHWV

5HVWULFWHG &DVK DQG &DVK (TXLYDOHQWV

5HVWULFWHG ,QYHVWPHQWV

/RDQV DQG 1RWHV 5HFHLYDEOH 1HW

'HSUHFLDEOH &DSLWDO \$VVHWV 1HW

1RQGHSUHFLDEOH &DSLWDO \$VVHWV

2WKHU 1RQFXUUHQW \$VVHWV

7RWDO 1RQFXUUHQW \$VVHWV

7RWDO \$VVHWV

'(55(' 287)/2:6 2) 5(625&(6

C Cp A P 0 0 € p @ k r u 3 q r d w h p s o r e p o h c v p % h q h i l w v

p q @ p ' € v @ 0 Q V J V @ V W A V W W T ' .

\$66(7P1GSUHRWD•EUUHQ

€• ÉWLWV

81,9(56,7< 2) 6287+)/25,'\$
\$ &RPSRQHQQW 81Q6LWDRMHWRKI)ORULGD
6WDWHPHQW RI 1HW 3RVLWLRQ &RQWLQXHG
-XQH

&RPSRQHQQW
8QLYHUVLW\ 8QLWV

/,,\$%,/,7,(6 &RQWLQXHG
1RQFXUUHQW /LDELOLWLHV
%RQGV 3D\DEOH
&HUWLILFDWHV RI 3DUWLFLSDWLRQ 3D\DEOH
&DSLWDO ,PSURYHPHQW 'HEW 3D\DEOH
/RDQV DQG 1RWHV 3D\DEOH
,QVWDOOPHQW 3XUFKDVHV 3D\DEOH
&DSLWDO /HDVHV 3D\DEOH
(VWLDPWHG ,QVXUDQFH &ODLPV 3D\DEOH
&RPSHQVDWHG \$EVHQFHV 3D\DEOH
)HGHUDO \$GYDQFH 3D\DEOH
2WKHU 1RQFXUUHQW /LDELOLWLHV
'LQLQJ)HH)DFLOLW\ 3D\DEOH
2WKHU 3RVWHPSOR\PHQW %HQHILWV 3D\DEOH
1HW 3HQVLRQ /LDELOLW\

7RWDO 1RQFXUUHQW /LDELOLWLHV

7RWDO /LDELOLWLHV

'(55(' ,1)/2:6 2) 5(6285&(6
2WKHU 3RVWHPSOR\PHQW %HQHILWV
3HQVLRQV

'HIUUHG 6HUULFH &RQFHVVLRQ \$UUDQJHPHQW 5HFHLSWV

7RWDO 'HIUUHG ,QIORZV RI 5HVRXUFHV

1(7 326,7,21

1HW ,QYHVWPHQW LQ &DSLWDO \$VVHWV

5HVWULFWHG IRU 1RQH[SDQGDEOH

(QGRZPHQW

5HVWULFWHG IRU ([SHQGDEOH

'HEW 6HUULFH

/RDQV

&DSLWDO 3URMHFWV

2WKHU

8QUHVWULFWHG

727\$/ 1(7 326,7,21

7KH DFFRPSDQ\LQJ QRWHV WR ILQDQFSLDOWR MIDWIKIPHQW D VDWPHHQW LQWHJUDO

7+,6 3\$*(,17(17,21\$//< /()7 %/\$1.

81,9(56,7< 2) 6287+)/25,'\$
\$ &RPSRQHqw 8QLW RI WK

81,9(56,7< 2) 6287+)/25,'\$
\$ &RPSRQHGW 81Q6.WDRMHWKI)ORULGD
6WDWHPHQW RI &DVK)ORZV &RQWLQXHG
)RU WKH)LVFDO <HDU (QGHG -XQH
8QLYHUVLW\

5(&21&./,\$7,21 2) 23(5\$7,1* /266
72 1(7 &\$6+ 86(' %< 23(5\$7,1* \$&7,9,7,(6
2SHUDWLQJ /RVV
\$GMXVWPHQWV WR 5HFRQFLOH 2SHUDWLQJ /RVV
WR 1HW &DVK 8VHG E\ 2SHUDWLQJ \$FWLYLWLHV
'HSUHFLDWLRQ ([SHQVH
&KDQJHV LQ \$VVHWV /LDELWLWLHV 'HIUUHG 2XWIORZV RI 5HVRXUFHV
DQG 'HIUUHG ,QIORZV RI 5HVRXUFHV
5HFHLYDEOHV 1HW
/RDQV DQG 1RWHV 5HFHLYDEOH 1HW
,QYHQWRULHV
2WKHU \$VVHWV
\$FFRXQWV 3D\DEOH
6DODULHV DQG :DJHV 3D\DEOH
'HSRVLWV 3D\DEOH
&RPSHQVDWHG \$EVHQFHV 3D\DEOH
8QH DUQH 5HYHQXH
(VWLPDWHG ,QVXUDQFH &ODLPV 3D\DEOH
2WKHU 3RVWHPSOR\PHQW %HQHILWV 3D\DEOH
1HW 3HQVLRQ /LDELWLW\
'HIUUHG 2XWIORZV RI 5HVRXUFHV 5HODWHG WR 2WKHU 3RVWHPSOR\PHQW
'HIUUHG ,QIORZV RI 5HVRXUFHV 5HODWHG WR 2WKHU 3RVWHPSOR\PHQW
'HIUUHG 2XWIORZV RI 5HVRXUFHV 5HODWHG WR 3HQVLRQV
'HIUUHG ,QIORZV RI 5HVRXUFHV 5HODWHG WR 3HQVLRQV
1(7 &\$6+ 86(' %< 23(5\$7,1* \$&7,9,7,(6
6833/(0(17\$/ ',6&/2685(2) 121&\$6+ ,19(67,1* \$1'
&\$3,7\$/),1\$1&,1* \$&7,9,7,(6
8QUHDOLJHG JDLQV RQ LQYHVWPHQWV ZHUH UHFRRJLJHG DV DQ LQFUHDVH WR LQY
LQFRPH RQ WKH VWDWHPHQW06WD-Hp€R"DQ @.GL
/RVVHV IURP WKH GLVSRVDO RI FDSLWDO DVVHWV ZHUH UHFRRJLJHG RQ WKH VWDW
UHYHQXH H[SHQVHV DQG FKDQJHV LQ QHW SRVLQVLRQ EXW DUH QRW FDVK WUDQ
IRU WKH VWDWHPHQW RI FDVK IORZV

NOTES TO FINANCIAL STATEMENTS

6XPPDU\ RI 6LJQLILFDQW \$FFRXQWLQJ 3ROLFLHV
5HSRUWLQJ (7KML8QLYHUVLW\ LV D VHSDUDWH SXW ORIF WLQW V WXPVHQ
V\ VWHP RI SXEOLF XQLYHUVLWLHV ZMLRQ IDQXCFRQWWRQI B HQKHU
*RYHUQRUV 7KH 8QLYHUVLW\ LV GLUHFWDW HIRYHQ QKGEIHD %R
PHPEHUV 7KH *RYHUQRU DSSRLQWV DFGWLIJH RYPHUQRUW DSSCR LV
PHPEHUV 7KHVH PHPEHUV DUH FRQILUPM EUEYHWKMD)JIRIWHGD V6HHQFDV
7KH FKDLU RI WKH IDFXOW\ VHQDWHWD QEGWRH SUKHIV&GHIHQW VU VW KDU
7KH %RDUG RI *RYHUQRUV HVWDEOLVKHJXW HSRZFNM DQGVWXMVHD
IRU VHWWLQJ SROLFLHV IRU WKH 8QLYHUVLW\ DFRUZDQKHS ZBWIKGHWJRW
RI *RI5WRHV@UGUH,, @ ÀPPEVWLQ@U POPPRI 2,0€ À•EP`Àp•3W DUHV@

H[FHOOHQFH E\ SURYLGLQJ VXSSOHPHQWDOGUEHWRXHUFMV DQRP YSDUX
VXSSRUW VHUYLFHV DQG DUH JRYHUQHGV E\ DVH\SKRUDLW\HIVEW E H G N R O
UHFHLYH KROG LQYHWHU SORSES E G W L Q D Q G L W R U P I D N W R H P S U I R U W K H
8QLYHUVLW\ 7KHVH RUJDQLJDWLRQW H G Q G W R K O B Z S X U S R V H V D U H F
• 7KH 8QLYHUVLW\ RI 6RXWK)ORULGD)RXQG DWLRQ ,QF DFFH

DOVR SURYLGHV WKH 8QLYHUVLW\ ZLW\ DFFRFXQWLQJ SULQFLSOHV SURPXOJDWH & XE\W\ \$6% 6WDWHPHQWV)L Q%DRQ
DFFRXQWLQJ SULQFLSOHV SURPXOJDWH & XE\W\ \$6% 6WDWHPHQWV)L Q%DRQ
*\$6% DOORZV SXEOLF XQLYHUVLWLHV 8QLYHUVLWLHV SKRUWH QH FRSHVL R
HQWLW\ HQJDJHG LQ RQO\ EXVLQHVV MTXHUDFWWKHWDGRSWLRLQ/ RHO
RI DFFRFXQWLQJ DQG HQWLW\ZLGH UHFRSRQGLQQLW\ FOXGLQJ WKH IRC

- 0DQDJHPHQW\ 'LVFXVLRQ DQG \$QDO\VLV
- %DVLV)LQDQFLDO 6WDWHPHQWV
 - 6WDWHPHQW RI 1HW 3RVLWLRQ
 - 6WDWHPHQW RI 5HYHQXHV ([SHQVHV DQG &KDQJHV LQ 1HW
 - 6WDWHPHQW RI &DVK)ORZV
 - 1RWHV WR)LQDQFLDO 6WDWHPHQWV
- 2WKHU 5HTXLUH 6XSSOHPHQWU\ ,QIRUPDWLRQ

0HDVXUHPHQW)RFXV DQG %DVLV DVLVFRXQWLQJ UHIHUV V
H[SHQVHV DVVHWV GHIHUUHG RXWIDQZVGRHWHVFRXUHQORZOLRELO
UHFRJQL]HG LQ WKH DFFRFXQWV DQG HFRUWVSHFLQLWDEOLQIDQFLH
RI WKH PHDVXUHPHQWV PDIGWKHJHDDXGUISPOLHG IRFKM BQLYHUVLW
VWDWHPHQWV DUH DTLP € p€@@ 0À

o

'HVFULSWLRQ

8QLYHUVLW\

7RWDO 8QUHVVWULFWHG 1HW 3RVLWLRQ %HIRUH 5HFRJQLWLRQ RI
/RQJ 7HUP /LDELOLWLHV 'HIHUUHG 2XWIORZV RI 5HVRXUFHV
DQG 'HIHUUHG ,QIORZV RI 5HVRXUFHV
\$PRXQW ([SHFWHG WR EH)LQDQFHG LQ)XWXUH <HUV

Stocks and other equity securities 7 KLV W\SH LQFOXGHV GRPHVWLF DQ D WQWH
TXRWHG SULFHV LQ DQ DFWLYH PDUNHW /HYHO LQ SXWV

Equity Mutual Funds 7 KLV FDWHJR UQYBFWXPHWLEQDQBPQDWHHTQDWLHV W
FRPPLQJOHG IXQG VWUXFWXUHV 7KHIXQGYH VWUHQWURDFMHWWHYSHB
UHVSHFWLYH EHQFKPDUNV ,QYHVWPHQWVTKQWHGLSUFDFWHVJRQ\DDQ
/HYHO LQ SXWV

Bond Mutual Funds 7 KLV FDWHJR U\ LQFOXGHV LQYHVWPHQWVWXUQ FIRPIBLQ
IXQG VWUXFWXUHV 7KH LQYHVWPHQWUREMHWKMLSHHURIRWRDQFHIRXQ

(GXFDWLRQ IRU WKH EHQHILW RI WLRQY 8Q WPHLQW WFR QKH VQ LRMH8QLLW
VHFXULWLHV ZLWK PDWXULW\ GDWHSR BWH E RQW KDLEUY DEXM D7KG
RQ SROLFLHV GHYHORSHG E\ WKH 6% \$NIDQ PFDI GLOW UQWUURUW
'LVFORVXUHV IRU WKH 'HEW 6HUYLEFHR \$FFR XRWIL DDQIFLQ DOXG EY HFO
&RPSUHKHQVLYH \$QQXDO)LQDQFLDO 5HSRUW

&RPSRQHQQW 8QLWV ,QYHVWPHQWV

7KH 8QLYHUVLW\ GLVFUHWHO\ SUHVHQWING FRQIS RQHQQW DULWVSRQ
YDOXH DV IROORZV

	8QLYHUVLW\ RI	8QLYHUVLW\ RI	8QLYHUVLW\ RI
	8QLYHUVLW\ RI	6RXWK)ORULGD	6RXWK)ORULGD
	6RXWK)ORULGD	\$OXPQL	5HVHDFK 86)
)RXQGDWLRQ	\$VVRFLDWLRQ)RXQGDWLRQ)LQDQFLQJ
,QYHVWPHQW 7\SH	,QF	,QF	,QF &RUSRUDWLRQ

&HUWLILFDWHV RI 'HSRVLW
6HFXULW\ 3OHGJHG WR
6ZDS &RXQWHUSDUW\
%RQGV DQG 1RWHV
6 • HG WR

••0 'Q C" C" C" H'(€°00

4XRWHG
3ULFHV 6LJQLILFDQW
LQ \$FWLYH 2WKHU 6LJQLILF
0DUNHWV IRU 2EVHUYDEOH 8QREVF
,GHQWLFDO \$VVHWV ,QSXWV ,QS
 \$PRXQW /HYHO /HY

,QYHVWPHQWV E\ IDLU YDOXH OHYHO
&HUWLILFDWHV RI 'HSRVLW
%RQGV DQG 1RWHV

0XWXDO)XQGV
(TXLWLHV
%RQGV
0RQH\ 0DUNHW

7RWDO LQYHVWPHQWV E\ IDLU YDOXH OHYHO

,QYHVWPHQWV PHDVXUHG DW WKH QHW DVVHW YDOXH 1\$9

WKURXJK WKH OLTXLGDWLRQ RI WKH XQGHUO\LQJ DVVHWV RI WKH

8QLYHUVLW\ 'HEW ,QYHVWPHQW 0DWXULW\ DQG 4XDOL

:HLJKWHG &UHGLW 4XDOLW\ 5DWLQJ

\$YHUDJH 6WDQGDUG)DLU

,QYHVWPHQW 7\SH 0DWXULWLHV 0RRG\ V DQG 3RR

8QLWHG 6WDWHV 7UHDVXU\ 6HFXULWLHV <HDUV

%RQGV DQG 1RWHV <HDUV \$DD \$ \$\$\$ \$

%RQGV DQG 1RWHV 'D\ \$D 1RW 5DWHG

%RQG 0XWXDO)XQGV <HDUV 1RW 5DWHG 1RW 5D

0RQH\ 0DUNHW 0XWXDO)XQGV 'D\V \$DD PI \$\$\$P

0RQH\ 0DUNHW 0XWXDO)XQGV 'D\V \$DD PI \$\$\$P

7RWDO

'LVFORVXUH RI FUHGLW ULVN LQVWRMSHTXLUHG IRU WKLW LQYHVWPH

86) +HDOWK 6FLHQFHV &HQWHU 6HOI ,QVXUDQFH 3URJUDP

8QLYHUVLW\

8QLYHUVLW\ RI 6RXWK)ORULGD 5HVHDFK)RXQGDWL ,Q

,QYHVWPHQW 0DWXULWHV ,Q <HDUV

)DLU /HV 7KDQ 0RUH 7KDQ

,QYHVWPHQW 7\SH 9DOXH

%RQGV DQG 1RWHV

0XWXDO)XQGV

%RQGV

0RQH\ 0DUNHW

7RWDO

8QLYHUVLW\ RI 6RXWK)ORULGD 5HVHDFK)RXQGDWL 4XDOLW\ 5DWLQJV

)DLU /HV 7KDQ \$

,QYHVWPHQW 7\SH 9DOXH \$\$\$ \$\$ \$ RU 1RW 5D

%RQGV DQG 1RWHV

0XWXDO)XQGV

%RQGV

0RQH\ 0DUNHW

7RWDO

1 RQGV •

'XH)URP DQGS7RQ 8QW 8QLWV 8QLYHUVLW\

7KH UHSRUWHG DV GXH IURP FRP SRXQHW RZHLGW FR RQKHL 8W
WKH 8QLYHUVLW\ RI 6RXWK)ORULGD 5HVHDFRU)R DQG DWDRG V
SURMHFW UHODWHG UHYHQXH DQG DGPLQXQW RFWLY, R FRYHUKHDG
RSHUDWLQJ H[SHQVHV DQG PHUFKDQGLWH RDORXWKHYORQXIHGDURRQ
SULPDULO\ IRU VDODU\ DQGWRSIHURPWWQH H 8 8 H QHDO WKS S
&RQIHUHQFLQJ &RUSRUDWLRQ IIRIPSWR HU DQLVHV V GWDORV 6
\$OXPQL \$VVRFLDWLRQ IRU SDIUROO H[SHQVHV

7KH UHSRUWHG DV GXH WR FRP SRQWQWR ZHQGVV WKH 8HQLYH
86))LQDQFLQJ &RUSRUDWLRQ IRU WKH ERDQVWLQJFWDRG SOGGLHQ
DQG WR WKH 8QLYHUVLW\ QHQGLFDO 6HUFLFR \$VGRSRDWM
VXSSRUW WKH IXQGLQJ RI VDODULHV DQGRDQW RSHUDWLQJ H[SH
&DSLWDO \$VVHWV

&DSLWDO DVVHWV DFWLYLW\ IRU WKHLMVFRZQLDQWHQGHFRGOORZLQJ

'HVFULSWLRQ %HJLQQLQJ \$GMXVWPHQWV (QGL
%DODQFH \$GGLWLRQV 5HGXFWRQV %DOD

1RQGH SUHFLDEOH &DSLWDO \$VVHWV
/DQG
:RUNV RI \$UW DQG +LVWRULFDO 7UHDVXUHV
2WKHU &DSLWDO \$VVHWV
&RQVWUXFWLRQ LQ 3URJUHVV

7RWDO 1RQGH SUHFLDEOH &DSLWDO \$VVHWV
'HSUHFLDEOH &DSLWDO \$VVHWV
%XLOGLQJV
,QIUDVWUXFWXUH DQG 2WKHU ,PSURYHHPHQWV
)XUQLWXUH DQG (TXLSPHQW
/LEUDU\ 5HVRXUFHV
3URSHUW\ 8QGHU &DSLWDO /HDVHV
:RUNV RI \$UW DQG +LVWRULFDO 7UHDVXUHV
2WKHU &DSLWDO \$VVHWV

7RWDO 'HSUHFLDEOH &DSLWDO \$VVHWV
/HV \$FFXPXODWHG 'HSUHFLDWLRQ
%XLOGLQJV
,QIUDVWUXFWXUH DQG 2WKHU ,PSURYHHPHQWV
)XUQLWXUH DQG (TXLSPHQW
/LEUDU\ 5HVRXUFHV
3URSHUW\ 8QGHU &DSLWDO /HDVHV
:RUNV RI \$UW DQG +LVWRULFDO 7UHDVXUHV
2WKHU &DSLWDO \$VVHWV

DO

7RWDO \$FFXPXODWHG 'HSUHFLDWLRQ
7RWDO 'HSUHFLDEOH &DSLWDO \$VVHWV 1HW

6HUYLEFH &RQFHVVLRQ \$UUDQJHPHQW

'XULQJ WKH ILVFD O \HDU WKHD8QIHYHPUHQVW ZHVQW H 65(G&DCSW W
//& 7HQDQW XQGHU ZKLFK WKH 7HQDQW QDGHWF SQVPHQVW W IRUS HV
DQG UHWDLO IDFLOLWLHV W~~KDQ~~ Q~~DKH~~ X~~QDU~~ \ FDIW XEIVW~~HD~~ WLDO FRPS
7KH 8QLYHUVLW\ HQWHUHG LQWR WKLVK~~E~~ JEXHU~~PHQW~~ DQGRSGRIMHW
GHPDQGV IRU VWXGHQW KRXLQJ IDFLQLQW D~~Q~~ VHZKLFQ H QW L~~Q~~ GLWMH
3KDVH , RI FRQVWUXFWLRQ LQFOXGLQJ DGGZ~~E~~ D~~Q~~ HDVFL~~OD~~ FL~~OD~~ QG
FRPSOHWHG GXULQJ WKH FXUUHQW ILVFD~~E~~ H~~V~~ W~~B~~ Q~~D~~ W~~L~~ D~~O~~ , O~~L~~ V~~F~~ R~~I~~ P~~S~~

ILVFD O \HDU 7KH 7HQDQW ZLOO~~H~~ Z~~U~~ D~~I~~ Q~~L~~ V~~O~~ H~~W~~ LRZQ W~~I~~ R~~V~~ W~~K~~ S~~I~~ B~~R~~ W
RI WKH DJUHHPHQW 7KH 7HQDQW LW~~K~~ H~~Q~~ W~~L~~ Q~~D~~ R~~H~~ G~~W~~ R~~I~~ H~~D~~ L~~O~~ Y~~H~~ G~~I~~ Y~~H~~ B~~R~~ H~~F~~
KRXLQJ IDFLOLWLHVSD~~Y~~ W~~K~~ H~~F~~ H~~Q~~ D~~L~~ W~~M~~ Q~~Z~~ W~~L~~ D~~Q~~ G~~E~~ D~~O~~ H~~D~~ V~~D~~ G~~L~~ V~~U~~ L~~E~~
RSHUDWLQJ VXUSOXV DV GHILQH LQ~~Z~~ M~~K~~ H~~S~~ D~~D~~ U~~W~~ K~~P~~ H~~T~~ H~~Q~~ D~~Q~~ W~~H~~ D~~8~~ Q~~I~~ H~~Y~~ H~~F~~

SHU \HDU IRU WKH XVH RI WKH~~H~~ U~~G~~ L~~L~~ Q~~L~~ Q~~U~~ H~~V~~ D~~I~~ Q~~L~~ W~~W~~ K~~H~~ K~~H~~ J~~8~~ Q~~V~~
WHQDQWV DQG ZLOO RYHUVHH VWXGHQW~~L~~ K~~R~~ X~~V~~ H~~L~~ Q~~J~~ L~~E~~ H~~S~~ U~~R~~ Y~~X~~ G~~L~~ Q~~J~~ D~~E~~
UDWHV PXVW EH DSSURYHG XQDQLPRXV~~F~~ I~~E~~ Q~~D~~ Q~~D~~ G~~E~~ V~~L~~ W~~R~~ \ P~~H~~ P~~E~~ H~~L~~ W~~V~~
E\ WKH 8QLYHUVLW\ 7KH 8QLYHUVLW\ UHSRUWR~~R~~ Q~~D~~ W~~K~~ X~~Q~~ W~~L~~ R~~Q~~ D~~E~~
WKH DPRXQW RI KRXLQJ IDR~~X~~ Q~~W~~ W~~R~~ H~~V~~ ZLWK D~~B~~ D~~G~~ L~~L~~ Q~~J~~ D~~E~~
OLDELWLW\ LQ WKH DPRXQW RI UHVR~~X~~ Q~~B~~ H~~G~~ H~~L~~ Q~~U~~ W~~K~~ I~~S~~ D~~R~~ Q~~R~~ Q~~Z~~ W~~R~~
\HDU HQG SXUVXDQW WR WKH VHUYLEFH FRQFHVVLRQ DUUDQJHPHQW

8QH DUQH G 5HYHQXH

8QH DUQH G UHYHQXH DW -XQH L~~Q~~ W~~E~~ K~~I~~ G~~H~~ J~~7~~ S~~O~~ X~~H~~ W~~3~~ I~~X~~ Q~~R~~ G~~X~~ D~~S~~ S~~I~~ O
ZKLFK WKH 8QLYHUVLW\ KDG QRW \HWU~~L~~ B~~D~~ H~~L~~ Y~~S~~ D~~J~~ W~~S~~ B~~O~~ R~~Y~~ B~~O~~ (I~~G~~ X~~R~~ P~~I~~
-XQH WR VSHQG WKH IXQGV D~~F~~ R~~X~~ Q~~W~~ Q~~G~~ U~~H~~ B~~E~~ Q~~V~~ H~~G~~ D~~X~~ R~~I~~ P~~O~~ E~~D~~ Q~~I~~
DQG VWXGHQW WXLWLRQ DQG IHHV U~~H~~ G~~B~~ W~~H~~ G~~S~~ R~~J~~ L~~R~~ X~~E~~ W~~H~~ T~~X~~ I~~H~~ Q~~V~~ D~~O~~ D~~E~~ F~~I~~
\$V RI -XQH WKH 8QLYHUVLW\ U~~H~~ V~~R~~ W~~D~~ W~~X~~ Q~~M~~ D~~X~~ H~~Q~~ I~~R~~ G~~O~~ R~~I~~ Z~~L~~ H~~Q~~ X~~E~~ F~~I~~

'HVFULSWLRQ \$PRXQW
&RQWUDFWV DQG *UDQWV
&DSLWDO \$SSURSULDWLRQV
\$X[LOLDU\ 3UHSD\PHQWV
6WXGHQW 7XLWLRQ DQG)HHV
7RWDO 8QH DUQH G 5HYHQXH

/RQJ 7HUP /LDELWLWLHV

/RQJ WHUP OLDELWLWLHV RI WKH 8Q~~G~~ Y~~H~~ B~~D~~ S~~W~~ W~~D~~ W~~L~~ P~~X~~ S~~J~~ R~~Y~~ H~~P~~ H~~Q~~ W~~L~~
LQVWDOOPHQW SXUF~~B~~ D~~V~~ W~~D~~ O~~S~~ D~~H~~ D~~E~~ V~~H~~ V~~S~~ D~~E~~ D~~E~~ O~~V~~ X~~U~~ B~~I~~ Q~~W~~ H~~L~~ P~~B~~ O~~D~~ I~~L~~ P~~V~~
FRPSHQVDWHG DEVHQFHV SD\DEOH)HGHU~~D~~ F~~L~~ O~~D~~ W~~X~~ D~~Q~~ F~~H~~ S~~D~~ \D~~E~~ O~~H~~
SRVWHPSOR\PHQW EHQHILWV SD\DEOH~~J~~ W~~E~~ G~~P~~ Q~~M~~ D~~S~~ H~~O~~ V~~W~~ R~~Q~~ V~~O~~ D~~E~~ W~~L~~ O
HQGHG -XQH LV VKRZQ LQ WKH IROORZLQJ WDEOH

)LVFDO <H DU (QGLQJ -XQH 3ULQFLSDO ,QWHUHVW

6XEW RWDO
'HIHUHG /RVV RQ
5HIXQLQJ
7RWDO

,QVWDOOPHQW 3XUF, KOP, QV, DD, B, CHG, Q, Q, P, S, W, A, R, O, P, D, U, P, 85, A, #, OI s U

IRU WKH DFFUXHG OHDYH KRZHYHU 6IXDQWRQQQFKSLSDOWLSRU RS
WKDW LV XVHG RU SDLG LQ WKH FX8QLYQWVILWFHQSHFDWV V\$OHVORLXJ
SULPDULO\ IURP IXWXUH DSSURSULDWLRQVSULHQFHSDEO\GRFQRSWSHG
RI D UHFHLYDEOH LQ DQWLF LSDWLRQRI IXWXUHWBSSHRWU EDWHRG
FRPSHQVDWHG DEVHQFHV ZKLFK LQFOXGHV)WRKULGQLYHWVUWPTHQW
)&\$ FRQWULEXWLRQV WRWDOHG I WKH FRPSHQVDWHQMG \$REWWD
LV WKH DPRXQW H[SHFWHG WRD\H\SDUGDQG WKBSUFRVLOW
SHUFHQWDJH RI OHDYH XVHG DSSOLMVG WR WRWDO DFFUXHG OHDYH
)HGHUDO \$GYDQFH7KDVDUEISUHVHQWV WKH 8QLYHUVLWVDOO&DEWOLV
DGYDQFH SURYLGHG WR IXQG WKH 8QLYHUVLWV\77KHGHDFROXQWUZI
EH UHWXUQHG WR WKH)HGHUDO *RYHUQPPIDMLQKRKGBUMIOH38QINLK
KDV H[FHVVDVK LQ WKH ORDQ SURJULRV KHHGUEO VFDISLWOLYHF

'LQLQJ)DFLOLW\)HFK&D\DESHHVHQWV WKH 8QLYHUVLWV\77DESELO
//& WKH 7HQDQW LQ D VHUYLFH FRQFHIVHLRQUDWIDQVHPHQWWDIQQ
FRQVWUXFWHG DV SDUW RI WKH DJUHRHQWHUPLQHGLKFRXQDVE LLOLW
)XWXUH PLQLXP SD\PHQW UHPDLQLQJ XQBSHWQWKYD D XWH RPHQW
SD\PHQWV DV RI -XQH DUH DV IROORZV

)LVFDO <HDU (QGLQJ -XQH \$PRXQW

p... P P
p
€

• u

,QIODWLRQ SHUFHQW
 6DODU\ LQFUHDVHV W DYHSHUFHQWQFOXGLQJ LQIODWLRQ
 'LVFRXQW UDWH SHUFHQW
 +HDOWKFDUH FRVW W SHUFHQW IRU 3UHIHUHG 3URYLGHU
 2UJDQLJDWLDOG 332SHUFHQW IRU
 +HDOWK 0DLQWHQDQFH 2UJDQLJDWLQRV +0
 ILVFDQ \HDUV WR GHFUHDVLQJ WR
 XOWLPDWH UDWH RI SHUFHQW IRU ILVFDQ
 DQG ODWHU \HDUV
 5HWLUHHV VKDUH RI SHUFHQW RORSWRIG GHFWHG KHDOWK LQVXU
 FRVWV SUHPLXPV IRU UHWLUHHV

7KH GLVFRXQW UDWH ZDV EDVHG RQ WKH %RHOQ %XQHUL*SHOH %ROQ
 0RUWDOLW\ UDWHV ZHUH EDVHG RQ WKH FWHG UDFDORQ % 53 ZL
 :KLOH DQ H[SHULHQFH VWXG\ KDG QRW EDHQ WR FSDHFWXHG ILBO WKH
 GHWHUPLQH WKH WRWDO 23(% OLDELORW\ FRUWDLQ 23H %XODQ RZH
 H[SHULHQFH VWXG\ IRU WKH)56 3ODQ

7KH IROORZLQJ FKDQJHV KDYH EHHQ PDGH VLQFH WKH SULRU YDOX

- 7KH FHQVXV GDWD UHIOHFWV FKDQJHV RQ VWDFMX-XORU WKH
- 7KH DQQXDO SHU FDSLWD FODLP FRVWV XUKUDYH EDUHQDQSGXOWHGG
- 7KH SUHPLXP UDWHV KDYH EHHQ XSGDWHG WR XVH WKH UDWH
- +HDOWKFDUH LQIODWLRQ UDWHV KEMVEHHQ XSGDWHG WR EOH
 6RFLHW\ RI \$FWXDULHV \$GGLWLRQDQW WKH KGRUWPHQW RQ
 RQ WKH)LQDQFLDO 2XWORN IRU WKH ILWEDRUXHDXQHGLQJ
 DGRSWHG \$XJXV E\ WKH 6HOI ,QVXUDQFH (VWLPDWHG
- 7KH DFWLYH PRUWDOLW\ UDWHV KDYH EHHQ XSGDWHG WR XVH
 RI)ORULGD IRU SHQVLRQ SODQV 7KLDW 23Z \$ROORGDWHQV BAWKH
 PRVW UHFHQW)56 YDOXDWLQRV 7KH ULVLPDWH ROLH RXV
 YDOXDWLQRQ UHSRUW
- 7KH GLVFRXQW UDWH DV RI WKH PHDVVUHPHQW PPAH IRU *\$6

&XUUHQW
'HFUHDVHVLVFRXQW 5DWFUHDVH

8QLYHUVLRSFUVS
VKDUH RI WKH W
OLDELOLW\

Sensitivity of the University's Proportionate Share of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates 7KH IROORZLQJ WDEOH SUHVHQW WKUH 8QILWIKU WRWDO 23(% OLDELOLW\ DV ZHOO DQDZWKD W KDKH 8Q LW KIU WLRW DVO SZU EH LI LW ZHUH FDOFXODWHG XVLQJ KH DOWS KFDUHQ FDUW SRILQVQ D GHFUHDVLQJ WR SHUFHQW RU SHUFHQW GHFUHB B LQQJ KW RKHUSH FXUUHQW KHDOWKFDUH FRVW WUHQG UDWHV

+HDOWKFDUH
&RVW 7UHQG
'HFUHDVH 5DWHV QFUHDVH

8QLYHUVLRSFUVSL
VKDUH RI WKH WF
OLDELOLW\

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

)RU WKH ILVFDO \HDU HGGHG -XQH JHG 23% HH 8QILWIKU VLIW\ UHFRJ -XQH WKH 8QLYHUVLW\ UHSRUXHG GHFUHQJ B G IRXWHGRZQIBR UHODWHG WR 23(% IURP WKH IROORZLQJ VRXUFHV

'HVFULSWLRQ 'HIHUHG 2XWIDRZUHG ,QIORZV
RI 5HVRXUFHV RI 5HVRXUFHV

&KDQJH RI DVVXPSWLRQV RU RWKHU LQGXWV
&KDQJHV LQ SURSRUWLRQ DQG GLIIHUHQFHV
EHWZHHQ 8QLYHUVLW\ EHQHILW SD\PHQWV
DQG SURSRUWLRQDWH VKDUH RI EHQHILW SD\PHQWV
7UDQVDFWLRQV VXEVTXHQW WR WKH
PHDVXUHPHQW GDWH

7RWDO

2I WKH WRWDO DPRXQW UHSRUWHG DV GHFUHQJHG RR 23(% ORZV RI UH IURP WUDQVDFWLRQV VXEVTXHQW WR WKKHPHQG XRIH WKH W LGDGH LQFOXGHG DV D UHGFWLRQ RI WKH WRWDO 23(% H[SOLQVHQ DQW KHQ -XQH 2WKHU DPRXQWV UHSRUWHG VXEVTXHQW DQG GGRXWUORU UHVRXUFHV UHODWHG WR 23(% ZLOO EH IRXHG RZLJHG LQ 23(% H[SH

7KH 6HULHV \$ YDULDEOH UDWH & HUWRIOEDWMM WZHHUHI ICHFWJROFK
UDWHV 2Q \$SULO LQ FRQQHF WIKRHQ & ZILWKL IWKBIWUHV L VW K B Q
&RUSRUDWLRQ WHUPLQDWHG WKH LQWMBHWKH V B V&H U VZ DIS FDDWHM P H
7KH 6HULHV \$ 5HPDUNHWLQJ & HUWLILFBWDH VO DZHWIHUL VUXHV \$ J
GDWHG 0D\ DV VXSSOHPHQWHG E\ W K M D G H U L X M W \$ J J H X F S S
2FWREHU DQG DPHQGHG RQ \$SULOXVWHH EAKDIQ83 DPBRQSHUW\
DV OHVVRU DQG WKH 86))LQDQFLQJ &RUSRUDWLRQ DV OHVVHH
)RU WKH 6HULHV \$ 5HPDUNHWLQJ & HURWISREB DWH R Q VKIHW 86Q V B U R I S
/HDVH \$JUHHPHQW GDWHG 0D\ DQG ZLPHIQ G M K H B Q L O Y H U V L W
7UXVWHHV ZKHUHE\ WKH 8QLYHUVLW\ K O R U S R D D M G R V R W K K I H O S D Q G 3
KRXVLQJ DQG SDUNLQJ IDFLOLWLHV W U L M O H R F D W G L Q V \$ I O H R W W R K H
&RUSRUDWLRQ LQ WKH *URXQG /HDVH B J U W K I P H G W 3 U R S F O X V L Q J R W S
UHFHLYH OHDVH SD\PHQWV WR XVHG VM R O H [H D Q G L V H H W H H P V S U H R S H U K
EHHQ LUUHYRFDEO\ DVVLJQH G E\ WKH 86) J X V R S I H U W \ & R U S R U D W L R Q
&HUWLILFDWHV RQ 3DUWHF L S D V L U H I X Q G R G U M I L L F D W H V ± + R
2Q 2FWREHU WKH 86))LQDQFLQJ &RUSRUDWLRQ F D W M M G R W 3 D
% WR UHIXQG WKH 6HULHV & HUWRXIV EQVHV KHI W D Q M I F P S D W L
&HUWLILFDWHV DUH KHGJHG WR OLPLW WKH HIIHFV RI FKDQJHV @

\$V D UHVXOW RI D FKDQJH LQ WKH 8H6HFRU S BWDWRHQWDK H D WULHM
&HUWLILFDWHV LQFUHDVHG WR SHUFHQW HIIHFWLYH -DQXDU\
7KH SURFHGGV GHULYHG IURP WKH LVVXDLOFDWRM WKH DOWKHLV
1RYHPEHU ZHUH XVHG WR SURYLGH ILXQQV U W WKH S
FRQVWUXFWLRQ LQVWDOODWLRQ DQG GLTXL SRFQWRIGDR QHV KFDQQ
&DPSXV IXQG D FDSLWDOLJHG LQWUHLQWHD SFRXQW UDQDWHGS
DQG VDOH RI WKH &HUWLILFDWHW ± 7KH DOWKHLQ/LWL D QVFDIWBDM
UDWHV IRU JHQHUDOO\ VFFFHVVLYH VHQHZHG B\ VZHHXUHG USXUHVSD
LUUHYRFDEOH GLUHFWD\ OHWWHG ERV KH GHWL SVLRU%W&HEHMLQUF

VHOO DQG UH OHW SURSHUWLHV DQG WR YH [E H F Q V H U U H F R G D B O \ W D
86) 3URSHUW\ &RUSRUDWLRQ WR WKH 7UXVWHH

%RQGV 6HULHV ± 0DUVKDOO &HQWHU LULFDXVW 6HULHV
WKH 86))LQDQFLQJ &RUSRUDWLRQ LVVXH GDSWKMDO , PSURY GHPULQW
5HYHQXH %RQGV ± 0DUVKDOO &HQWHU WR ILFDXVW GDSWKMDO WULFDXVW
WD[H[HPSW IL[HG UDWH %RQGV KDYHW RQ WSHUHFVW W D D Q G V P D D X U J
7KH SURFHGGV GHULYHG IURP WKH LVVXD DQFHWRI W K M X G H G I R Q V - D Q X
ZHUH XVHG WR ILQDQFH WKH FRQVW V X F X G L R Q W R F H Q W H U D D W Q G C
H[SHQVHV UHODWHG WR WKH LVVXDQFH H D Q G L V B D W H R I W Q F H X G I L Q J
JXDUDQW\ LQVXUDQFH SROLF\ SUHPLXP

2Q 0D\ LQ FRQQHFWRQ ZLWK WKH &H X Q G V L Q J L F B W H W K F Z L
6HULHV 0DUVKDOO &HQWHU %RQGV H D Q W H G R W R G W G H D A R X D J Q H
DPHQGHG DQG WKH 0DUVKDOO &HQWHU D B M Q J H F R Y H G J R X Q G V O K H D W H
UHTXLUV WKDW DQ\ SURSHUW\ DQG FLP SUR Y W K F H Q Q L V M U K V I L W H R Q S R U
WKH JURXQG OHDVH 7KXV RQ WKH V D B B R G D W W H R Q W K H U B Q V) H Q D B E
&HQWHU EXLOGLQJ DQG EXLOGLQJ L P S H U R Y E H R R H Q W D V O W R W K H 8 Q L Y H U

7KH 6HULHV %RQGV ZHUH LVVXH G S X W V , Q D Q W Q W X U W K B D W H U G D R I
E\ DQG DPRQJ D 7UXVWHH DQG WKH 86))LQDQFLQJ &RUSRUDWLRQ

1RWHV 6HULHV \$ DQG % UHIXQGHHG FV \$2 Q Q G U F K % \$ W
WKH 86))LQDQFLQJ &RUSRUDWLRQ LVV X H G W G H W L F V 7 D [6 (H H P S W 3
1RWH DQG WKH 6HULHV % \$ W K O H W L F V 1 R W H (W H P S W H I
6HULHV \$ D Q G % \$ W K O H W L F V 7 D [D W D H B L H P P S L W V R L J H G R U D W H W 6
1RWH KDV DQ LQWHUHVW UDWH RI 7 B H U F B I Q M [H D R S G V P D W X G H U D W Q H
1RWH KDV DQ LQWHUHVW UDWH RI S H U F H Q W D Q G P D W X U H V L Q

7KH SURFHGGV GHULYHG IURP WKH LVVXD Q F H V R K O W K W L F V H U I R H W H V
-DQXDU\ DQG 'HFHPEHU UHV S H D Q F I Y W G H D F T X L X V W G R Q R F E
HTXLSSLQJ RI T@ p0"ÀR\6DÀR`UH@0

UHIXQG WKH 6HULHV &\$0/6 7D[DEOHHB[URP SW VIR UH G RMDWH 7KHU WHE
KDV DQ LQWHUHV UDWH RI SHUFHQW DQG PDWXUHV LQ

7KH SURFHGGV GHULYHG IURP WKH LVVXIDRWFH RM WXHHG6 RQL'HV HPE &
ZHUH XVHG WR ILQDQFH WKH DFTXLVLQWLRQ WR RQ 8/6/08 XHFOM RQ IBQ
OHGLFDO /HDUQLQJ DQG 6LPXODWLRQ &\$0/6 WHIDFLO LDVJURWKH LQWHU

SHUFHQW \$V WKH 1RWH ZDV LVVXIDRQG XSGRUVDPH WKH QGH \$PHQV
HTXDO WR SHUFHQW RI WKH JURVH UG WXLUHPH QDWRI WKH VDPHQ
%XGJHW DQG (PHUJHQF\ 'HILFLW &RQWUROI \$FWDRI\ HDU GWKURJJKK
UHIXQGLQJ WKH GLUHFW)HGHUDO VQWHLGH ZDV RVHG XFTXG DQG WK

)RU WKH 6HULHV &\$0/6 1RWH WKH 86) HDVFLQG &QWRD DWB
\$JUHHPHQW GDWHG DV RI 'HFHPEHU H DQG DQBQDHF KDV RI -X
WKH 8QLYHUVLW\ %ZKHGHRE\ WKN VQH VHG VWR\ WKH 86) D LQDQFLQJ
WKH ODQG RQ ZKLFK WKH &\$0/6 IDFLOLWQL &RUSFDWHGLRQ KD 86Y X
&\$0/6 IDFLOLW\ WR WKH 86) +HDOWK 3URDMLRQRQV &RQH FWHVQFSRU
RI WKH 8QLYHUVLW\ SXUVXDQW WR D IDFLOLW\ OHDVH DJUHHPHQW

1RWH 6HULHV 6XQ 'RPH \$UHQD WKH 86))LQDQFLQJ
WKH 6HULHV \$UHQD 7D[DEOHSURRPHG VRRJ\ WRWH RWKH
UHLPEXUVH WKH 8QLYHUVLW\ RI 6RXWRV)WR UGPHURUD DHRBW WKH
UHQRWDWH WKH 86) 6XQ 'RPH \$UHQD 7D[DEOHSURRPHG VRRJ\ WKH 86))LQDQFLQJ
PDWXUHV LQ

3ULQFLSDO DQG ,QWHUHVLFSDO DQG LQWHUHVW SD\PHQWHEMTXL
RXWVWDQGLQJ DV RI -XQH DUH DV IROORZV

)LVFDO <HDU (QGLQJ -XQH 3ULQFLSDO ,QWHUHVW

6XEW RDO
3UHPLXPV
&RVW RI ,VVXDQFH
7RWD O

,QWHUHVW 5DWH 6ZDS (\$UHFWPHQV WSWHPEHU WKH 86))LQ
HQWHUHG LQWR DQ LQWHUHV UDWH WZDSDRPHGPHQW ZLWK DFR

RQ WKH VZDS DJUHHPHQW DV DPHQGHG RUFHQWFHQG WKH LQWHU
DJUHHPHQW H[SLUHV -XO\
(IIHFWLYH 1RYHPEHU WKH 86))LQDQ E DQWR &RQ S RQWHUHRQV HQ
ZLWK D FRXQWHUSDUW\ WR OLPLW WKH WHVHRQ VWRKH FKHUJHW LQ%
UHIXQGHG 6HULHV &HUWLILFDWRHQ D+ D D XQW R7KMKEHLQW DQ
DJUHHPHQW LV 7KH HIIHFWRU WWRKH HDUQ WHPHQQW HV SWR V
SULQFLSDO LQ WKH YDULDE E WJHWH 7KHU LQWHUHV W HUDW
DJUHHPHQW LV SHUFHQW DQG WKH VZDS DJUHHPHQW H[SLUH -
7KH LQWHUHV UDWH VZDS DJUHHPHQW FRV FRQW DWH FFRQ DWHHSDO V
FROODWHUDO SURYLVLQRV RI WKH LQWHUHV WKH DMUHL MZDS D% LHHWRV
WKH 86))LQDQFLQJ &RUSRUDWLRQ WR PDLEWR RGD V D, QYGV VRRUDW
%% E\ 6WDQGDUG 3RRU V RQ LWV YRXLROJ &HUTXLUH DMKHV 86

FROODWHUDO DVVHWV ZRXOG SURYIFG Q JD & RLUTSRLUGDRMILRQWK D V KHQ 8R \$
WKH LQWHUHVW UDWV VZDS DJUHHPHODVQ D LGGJ & RUVS R H DFDVRIQR R ZV LKH
SD\PHQW WR WKH FRXQWHUSDUW\ W KH F B Q IRYH UXVQ GW S B R O GGXVGH EFD
WUDQVDFWLRQ

5HWLUHPPHQW QG D Q % H Q H L L W 3H Q V L R Q 3 O D Q V

*HQHUDO ,QIRUPDWLORRUDGRXSWWIKUHPHQW 6\VWHP)56

7KH)56 ZDV FUHDWHG LQ &KDSWHU H)D R GUH G Q H G W D M Q X M H W S W H R Q
SDUWLFLSDWLQJ SXEOLF HPSOR\HHV 7 X G G) 5 6 K Z H V H D F U H Q G G H G H W Q L U H
3URJUDP '523 XQGHU WKH GHILQHG EHQHWRWSS S Q D Q G D H Q D G P H Q G H G G
SODQ DOWHUQDWLYH WR WKH GHILQH G H E W Q Y H L W X S O D Q I R U 7 5 6 L P H
GHILQH FRQWULEXWLRQ SHQVLRQ S O K D S W H U W K H) 5 6 R , Q L Y G D V W P D W W V
WKH 5HWLUHH +HDOWK ,QVXUDQFH 6 X E L Q L G P X Q , W L S O R J W P S O F D H F U R V G
SHQVLRQ SODQ WR DVVLVW UHWLUHG G P H P E H L W H R H Q W \ V 6 W D M P H L D G B
RI KH D O W K L Q V X U D Q F H & K D S W H U G H Y O R U L G D Q L W D M X W D W H G O R S
SURJUDPV LQ OLHX RI WKH)56 WR F H L Q D D H Q F Q M P E H H W Y I R A H W & O I D 6 / V Q H

HQUROOHG SULRU WR -XO\ DUHWHQHJLHEIQWVRDWQBRJHPDORUHT
 \HDUVRIFUHGLWDEOHVHUYLEFH H\FVHSHWFUBO BHPBHZKRFDLHVWIOIL
 UHWLUHPPHQW EHQHILWV DW DJH RUHQWVDEOEBJWHDIWLFH \$GOLPH
 WKH 3ODQ RQ RU DIWHU -XO\ UROFUPDIQVWHVGLUHPHGVLEHEQHIL
 WLPH DIWHU \HDUVRIFUHGLWDEOHDAVHLYLHGB H\FVHSHWFUBO BHPB
 IRU QRUPDO UHWLUHPPHQW EHQHILWV \DIWUDJRI FRHJGLWDEOHDVHUYDI
 HQUROOHG LQ WKH 3ODQ PD\ LQFOXGHV \WRHUYHIDHWWRZBUHGLWGH
 3ODQ DOVR LQFOXGHV DQ HDUO\ UHWLUHPPHQWDEWQSHURWLVHRSQFWREZBY
 PHPEHU UHWLUHV EHIRUH KLV RU KHUOQUSUDROYLGHVWUHFVHLOWPHQWV
 EHQHILWV DQG DQQXDO FRVW RI OWLIFQSDGEMXVWPHQWV WR HOLJ
 7KH '523 VXEMHFW WR SURYLVLQRV RWHMFWLRSCHUPLWV)HPSORLGDH
 QRUPDO UHWLUHPPHQW XQGHU WKH 3ODQHWRW GSHYPUHQMVFHZISWOHR
 HPSOR\PHQW ZLWK DIQQJ5B PSSOURVHEJLS \$Q \$D\$OVLHLS DWH LQ '523 IRU
 WR H[FHHG PRQWKV DIWHU HOHFWISQJLVRE SDUW23 LSSDUWHLFL'XDW
 PRQWKO\ EHQHILWV DUH KHOG LQ WKH H567UXXWQMQGSDIQQGLRQFOX
 LQFOXGH DPRXQWV IRU '523 SDUWLFSLDQVGMUBG WKKVLEHFGHDEKUDU
 DGGLWLRQDO SHQVLRQ EHQHILWV

Benefits Provided %HQHILWV XQGHU WKH 3ODQ DUH FBPSUXWHGU RGRWKHU
 DYHUDJH ILQDO FRPSHQVDWLRQ DQG FUHGLWVHUYLEFHpÀ#A LRO p

&ODVV ,QLWLDO (QURRPHQW\$JEGHBUWIRI 69DUYLFH

5HJXODU &ODVV PHPEHUV LQLWLDOO\ HQUROOHG EHIRUH -XO\
5HWLUHPPHQW XS WR DJH RU XS WR \H DU V RI VHUYLFH
5HWLUHPPHQW DW DJH DU V RRU ZHWKLFH
5HWLUHPPHQW DW DJH DU V RRU ZHWKLFH
5HWLUHPPHQW DW DJPRUHRUHZLUWKRI RHUYLFH
5HJXODU &ODVV PHPEHUV LQLWLDOO\ HQUROOHG EHIRUH -XO\
5HWLUHPPHQW XS WR DJH RU XS WR \H DU V RI VHUYLFH
5HWLUHPPHQW DW DJH DU V RRU ZHWKLFH
5HWLUHPPHQW DW DJH DU V RRU ZHWKLFH
5HWLUHPPHQW DW DJPRUHRUHZLUWKRI RHUYLFH
6HQLRU 0DQDJHPPHQW 6HU YLFH &ODVV
6SHFLDO 5LVN &ODVV
6HU YLFH RQ DQG DIWHU 2FWREHU

\$V SURYLGHG LQ 6HFWLRQ)ORULGD LQWLDOO\ HQUROOHG EHIRUH
-XO\ DQG DOO VHUYLFH FUHGLW ZHWKLFH FODVV DOO FRVWV R-XO\ Y
LV SHUFHQW SHU \H DU ,I WKH PHREHU-XOW LQLWLDOO\ KDUWRU
RU DIWHU -XO\ WKHUH LV DQRILQLYLQJ XDDO XFWDFRQW DWHKH FR
DGMXVWPHQW LV D SURSRUWLRQ RI WSHUFXPQRU GHKMH SUPHLQXIG\ E\ GM
E\ WKH WRWDO VHUYLFH FUHGLW DQWUH 3DQDJHPPHQW FRVWV WQLSWLDHGOE V
-XO\ ZLOO QRW KDYH D FRVWV RILU LPHLOW DGMXVWPHQW DIWHU
Contributions 7KH)ORULGD /HJLVODWXUH HVWDBO WLFH \$DFRQW UHLE \$OVR
HPSOR\HHV &RQWULEXWLRQ UDWHV HXULQJ WKH ILVFDO \HI

3HUFHQW RI *URVV 6DODU\
(PSOR\H HPSOR\HU

&ODVV
)56 5HJXODU
)56 6HQLRU 0DQDJHPPHQW 6HU YLFH
)56 6SHFLDO 5LVN
)56 3ODQ (
'HIHUUHG 5HWLUHPPHQW 2SWLRQ 3URJUDP DSSOLFDEOH WR
PHPEHUV IURPKDOOERYH FODVVHV
)56 5HPSOR\HG 5HWLUHH

(PSOR\HU UDWHVSHOFOXGH IRU WKH SHROVR SLOXPIDWFH VXEVLG\
\$OVR HPSOR\HU UDWHV RWKHU WKDQ IRU SHUFRHODW WILFULSDQW V
DGPLQLVWUDWLYH FRVWV RI WKH ,QYHVWPHQW 3ODQ
&RQWULEXWLRQ GHODWV \$RGE GHSHKUHPPHQW HPSOR\HGO Z

7KH 8QLYHUVLW\ TV FRQWULEXWLRQ VIRURWKHIBOEDOWRVDCHGGHG -
Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of
Resources Related to Pensions \$W -XQH WKH 8QLYHUVLW\ UHSRURWHG D
LVV SURSRUWLRQDWH VKDUH RI WKHS HQWLRSQOVLDFEQOOLWDEZOLWRH

-XQH DQG WKH WRWDO SHQVH RQK E L O E W O S W Q X L V H G O V L D E F L D O L
E\ DQ DFWXDULDO YDOXDWLRQ DV RI S X B S R U W L R Q D M H H 8 Q K L Y H U V L W
OLDELOLW\ ZDV E B V N G W R Q V W K H 8 Q I L W F U D E X W D B Q F R Q H O D W L Y H W R W K
\HDU FRQWULEXWLRQV RI DOO SDUWLFLSDKMLQQLYHHPJEHLWY\ V \$ S U R S R U
ZDV SHUFHQW ZKLFK ZDV DQ I R P F U W D V S U R S R U W L R Q D W H V I
DV RI -XQH

)RU WKH \HDU HQGHG -XQH WKHV B R Q Y H H [S H L Q W H U R I F R J Q L] H G
DGGLWLRQ WKH 8QLYHUVLW\ UHSRUWD D G G G H H H U H H G R X O M I O R Z W R I I U
WR SHQVLRQV IURP WKH IROORZLQJ VRXUFHV

'HVFULSWLRQ 'HIHUUHG 2XWIORZV 'HIHUUHG ,QIORZ
RI 5HVRXUFHV RI 5HVRXUFH
'LIIHUHQFHV EHWZHHQ H[SHFWHG
DQG DFWXDO H[SHULHQFH
&KDQJH RI DVVXPSWLRQV
1HW GLIIHUHQFH EHWZHHQ SURMHFWHG DQG
DFWXDO HDUQLQJV RQ)56 3ODQ LQYHVWPHQW
&KDQJHV LQ SURSRUWLRQ DQG GLIIHUHQFHV EHWZHHQ
8QLYHUVLW\ FRQWULEXWLRQV DQG SURSRUWLRQDWH VKDUH
RI FRQWULEXWLRQV
8QLYHUVLW\)56 FRQWULEXWLRQV VXEVHTXHQW WR WKH
PHDVXUHPHQW GDWH
7RWDO

+,6 3HQVLRQ 3ODQ

Plan Description 7KH +,6 3HQVLRQ 3ODQ +,6 3ODQ R S ODR \FRU V HV K Q H G Q E J
SHQVLRQ SODQ HVWDEOLVKHG XQGHU 6H7WH REHQHILW J LORW LPGRQ W/W
DVVVLVW UHVLUHHV RI 6WDWH DGPLQLVW HVKHLU HWIDLOHPKH Q V V X \ W D V
DGPLQLVWHUHG E\ WKH)ORULGD 'HSDU'WPHQLR CR R D B G W J L H U H P Q I W V 6 H I

Benefits Provided)RU WKH ILVFDO \HDU HQGHG -XQG EHQHILFOLDW E I O V U
D PRQWKO\ +,6 SD\PHQW RI IRU HDFKRPHSDOHRMIFU B W L W D E O W L R H I U R Y
D PLQLXP +,6 SD\PHQW RI DQG D PD [LP SHU +, BRSDMRH SWURKD
6HFWLRQ)ORULGD 6WDWXWHV +7R 3EHD Q O E H Q E I O L W W B U H F W
6WDWH DGPLQLVWHUHG UHVLUHPHQW W K W L H P V X D W F S U R R Y L G H D S H
LQFOXGH OHGLFDUH

Contributions 7KH +,6 3ODQ LV IXQGHG E\ UHTXLUHG FRSDWULEXWERSOR \
E\ WKH)ORULGD /HJLVODWXUH (P S Q R A D J H F R I Q J W U R L V E X F R L R S H Q D M I D
)56 PHPEHUV)RU WKH ILVFDO \HDU H U L E X O V L R Q H U D W H Z D W K H F B B W
SXUVXDQW WR 6HFWLRQ)ORULGD W W D E X W H G / 7 8 H U F H L Q M U R
UHTXLUHG FRQWULEXWLRQV IRU WKH +,6 X J U D H Q W R D Q G I S E X M H R Q Q J D U
VHSDUDWH WUXVW IXQG IURP ZKLFK +663 SD P H E Q M I D W N D X W K R R M J H
DUH VXEMHFW WR DQQXDO OHJLVODWHL Y H D I S S O R S U Y E W D I S S O R S Q L W M V
IDLO WR SURYLGH IXOO VXEVLG\ B H V M I P W V E H R U D I C Q F S D G W U F L S Q R W
7KH 8QLYHUVLW\ \ V F R Q W U L E X W L R Q V W R U W K H + J 6 V F O D D Q \ W I R U W B I Q B G

VHOHFWHG E\ WKH SODQ VSRQVRU 7KH %RQG% XHQLFHSOHU DOR Q E
DGRSWHG DV WKH DSSOLFDEOH PXQLFDSHO XEHOGLQQ WKH 7KH Y DQ
XSGDWHG IURP SHUFHQW WR SHUFHQW

7KH 8QLYHUVLW\|V FRQWULEXWLRQV WRDQGHHPSORJDI WROMOLEX
IRU WKH ILVFDO \HDU

&RQVWUXFWLRQ &RPPLWPHQWV

7KH 8QLYHUVLW\|V FRQVWUXFWLRQ FRPDWIRIOWZVDW -XQH

3URMHFW 'HVFULSWLRQ 7RWDO &RPSOHWHG %DODQFH
&RPPLWPHQW WR 'DWH &RPP

86) 0RUVDQL &ROOHJH RI 0HGLFLQH

86) +HDOWK +HDUW ,QVWLWXWH

86) :HOOQHVV &HQWHU &RPSOH[

+ROO\ 5HVLGHQFH +DOO 5HQRWDWLRQV

6XEWRWDO

)XQFWLRQDO &ODVVLILFDWLRQ

\$PRXQW

,QVWUXFWLRQ
5HVHDFK
3XEOLF 6HUFLFHV
\$FDGHPLF 6XSSRUW
6WXGHQW 6HUFLFHV
,QVWLWXWLRQDO 6XSSRUW
2SHUDWLRQ DQG 0DLQWHQDQFH RI 30DQW
6FKRODUVKLSV)HOORZVKLSV DQG :DLYHUV
'HSUHFLDWLRQ
\$X[LOLDU\ (QWHUSULVHV
/RDQ 2SHUDWLRQV

7RWDO 2SHUQMHV

6HJPHQW ,QIRUPDWLRQ

\$ VHJPHQW LV GHILQH DV DQ LGHQWLIFYING MIDDLE MANAGEMENT POSITION
RWKHU GHEW LQVWUXPHQWV RXWVWDQG LQJVSURUDWURIY WQDM VGHU
WKH DFWLYLW\ UHODWHG UHYHQXVHG HHSURQV XJDIORZ VORIVHV
DQG GHIHUHG LQIRZV RI UHVRXUFHRI DUHSDHUXWHG WRKBIHROF
LQIRUPDWLRQ IRU WKH 8QLYHUVLW\ QDWNLDEJOHD DFWLWLLHWL HVSB
ERQGV DUH RXWVWDQGLQJ

&RQGHQVHG 6WDWHPHQW RI 1HW 3RVLWLRQ

3DUNLQJ
)DFLOLWLHV

\$VVHWV
&XUUHQW \$VVHWV
&DSLWDO \$VVHWV 1HW
2WKHU 1RQFXUUHQW \$VVHWV

7RWDO \$VVHWV

'HIHUHG 2XWIORZV RI 5HVRXUFHV

/LDELOLWLHV
&XUUHQW /LDELOLWLHV
1RQFXUUHQW /LDELOLWLHV

7RWDO /LDELOLWLHV

'HIHUHG ,QIRZV RI 5HVRXUFHV

1HW 3RVLWLRQ
1HW ,QYHVWPHQW LQ &DSLWDO \$VVHWV
5HVWULFWHG ([SHQGDEOH
8QUHVWULFWHG

7RWDO 1HW 3RVLWLRQ

%OHQGHG &RPSRQHGW 8QLW

7KH 8QLYHUVLW\ KDV RQH EOHQGHG FRPSWQHGW 7XQLWRORZLQF
LQIRUPDWLRQ LV SUHVHQWHG QHW RM EOHQGHGFRPSRQHGWKXQ&Q

&RQGHQVHG 6WDWHPHQW RI 1HW 3RVLWLRQ

86) +HDOWK
6FLHQFHV &HQWHU 7RW
6HOI ,QVXUDQFH 3ULPDU
3URJUDP 8QLYHUVLW\ (OLPLQDWLRQV

\$VVHWV

2WKHU &XUHQW \$VVHWV
&DSLWDO \$VVHWV 1HW
2WKHU 1RQFXUHQW \$VVHWV

7RWDO \$VVHWV

'HIHUHG 2XWIORZV RI 5HVRXUFH

/LDELWLHV

2WKHU &XUHQW /LDELWLHV
1RQFXUHQW /LDELWLHV

7RWDO /LDELWLHV

'HIHUHG ,QIORZV RI 5HVRXUFHV

1HW 3RVLWLRQ

1HW ,QYHVPHQW LQ &DSLWDO \$VVHWV
5HVWULFWHG ([SHQGDEOH
8QUHVWULFWHG

7RWDO 1HW 3RVLWLRQ

&RQGHQVHG 6WDWHPHQW RI 5HYHQXH ([SRQVWLRQ &K

86) +HDOWK
6FLHQFHV
6HOI ,QVXUDQFH
3URJUDP 8QLYHUVLW\ 7RWDO 3ULPDUV
(OLPLQDWLRQV

2SHUDWLQJ 5HYHQXH
'HSUHFLDWLRQ ([SHQVH
2WKHU 2SHUDWLQJ ([SHQVHV

2SHUDWLQJ ,QFRPH /RVV

1RQRSHUDWLQJ 5HYHQXH ([SHQVHV
1RQRSHUDWLQJ 5HYHQXH
,QWHUHVW ([SHQVH
2WKHU 1RQRSHUDWLQJ ([SHQVH

1HW 1RQRSHUDWLQJ 5HYHQXH

2WKHU 5HYHQXH

,QFUHDVH LQ 1HW 3RVLWLRQ

1HW 3RVLWLRQ %HJLQQLQJ RI <H DU
\$GMXVWPHQW WR %HJLQQLQJ 1HW 3RVLWLRQ

1HW 3RVLWLRQ %HJLQQLQJ RI <H DU DV 5HVWDWHG

1HW 3RVLWLRQ (QG RI <H DU

p P P

&RQGHQVHG 6WDWHPHQW RI 1HW 3RVLWLRQ

	8QLYHUVLW\ RI		86))LQDQFLQJ	8QLYHUVLW\	
8QLYHUVLW\ RI	6RXWK)ORULGD	86) +HDOWK	8QLYHUVLW\ RI	&RUSRUDWLRQ	0HG
6RXWK)ORULGD	\$OXPQL	3URIHVVLQRV		6RXWK)ORULGD	DQG 86)
)RXQGDWLRQ	\$VVRFLDWLRQ	&RQIHUHQFLQJ	6XQ 'RPHRQ)RQGDWLRQ\	&RUSRUDW
,QF	,QF	&RUSRUDWLRQ	,QF	3UDFWLFH	3ODQ
					7RWDO

\$VVHWV
 &XUUHQW \$VVHWV
 &DSLWDO \$VVHWV 1HW
 2WKHU 1RQFXUUHQW \$VVHWV

 7RWDO \$VVHWV
 'HIUUHG 2XWIORZV RI 5HVRXUFHV
 /LDELWLHV
 &XUUHQW /LDELWLHV
 1RQFXUUHQW /LDELWLHV

&XUUHQW /@p` s QÀ Pp@H 000 À

&RQGHQVHG 6WDWHPHQW RI 5HYHQXHV ([SHQVHV DQG &KDQJHV LQ 1H

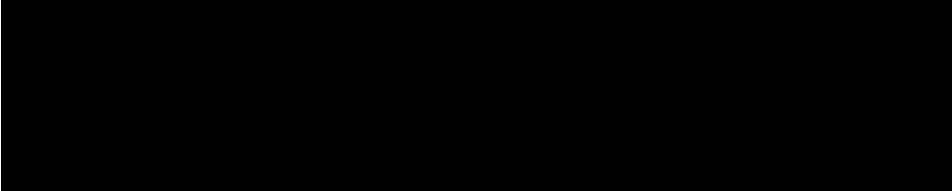
6WDWHPHQW RI 1HW 3RVLWLRQ

86) 86) 86) 6DUDVRWD 7RWDO 86
7DPSD 6W 3HWHUVEXUJ 0DQDWHH

\$66(76
&XUUHQW \$VVHWV
&DVK DQG &DVK (TXLYDOHQWV
,QYHVWPHQWV
\$FFRXQWV 5HFHLYDEOH 1HW
/RDQV DQG 1RWHV 5HFHLYDEOH 1HW
'XH IURP 6WDWH
'XH IURP &RPSRQHQW 8QLWV
,QYHQWRULHV
2WKHU &XUUHQW \$VVHWV
7RWDO &XUUHQW \$VVHWV
1RQFXUUHQW \$VVHWV
5HVWULFWHG &DVK DQG &DVK (TXLYDOHQWV
5HVWULFWHG ,QYHVWPHQWV
/RDQV DQG 1RWHV 5HFHLYDEOH 1HW
'HSUHFLDEOH &DSLWDO \$VVHWV 1HW
1RQGHSUHFLDEOH &DSLWDO \$VVHWV
7RWDO 1RQFXUUHQW \$VVHWV
7RWDO \$VVHWV

'(55(' 287)/2:
:... k@p
P p Q M &sU" € 1R °ð

t6)1



6WDWHPHQW RI 1HW 3RVLWLRQ &RQWLQXHG

86)
7DPSD

86)
6W 3HWHUVEXUJ

86) 6DUDVRWD
0DQDWHH

7RWDO 86)

6WDWHPHQW RI &DVK)ORZV

86) 86) 86) 6DUDVRWD 7RWDO 86
7DPSD 6W 3HWHUVEXUJ 0DQDWHH

&\$6+)/2:6)520 23(5\$7,1* \$&7,9,7,(6
6WXGHQW 7XLWLRQ DQG)HHV 1HW
*UDQWV DQG &RQWUDFWV
6DOHV DQG 6HUFLFHV RI \$X[LOLDU\ (QWHUSULVHV
,QWHUHVW RQ /RDQV DQG 1RWHV 5HFHLYDEOH
3D\PHQWV WR (PSOR\HHV
3D\PHQWV WR 6XSSOLHUV IRU *RRGV DQG 6HUFLFHV
3D\PHQWV WR 6WXGHQWV IRU 6FKRODUVKLSV DQG
)HOORZVKLSV
3D\PHQWV RQ 6HOI ,QVXUDQFH &ODLPV DQG ([SHQVHV
/RDQV ,VVXHG WR 6WXGHQWV
&ROOHFWLRQ RQ /RDQV WR 6WXGHQWV
2WKHU 2SHUDWLQJ 5HFHLSWV
1HW &DVK 8VHG E\ 2SHUDWLQJ \$FWLYLWLHV

&\$6+)/2:6)520 121&\$3,7\$/
) ,1\$1&,1* \$&7,9,7,(6
6WDWH 1RQFDSLWDO \$SSURSULDWLRQV
)HGHUDO DQG 6WDWH 6WXGHQW)LQDQFLDO \$LG
1RQFDSLWDO *UDQWV &RQWUDFWV DQG 'RQDWLRQV
)HGHUDO 'LUHFW /RDQ 3URJUDP 5HFHLSWV
)HGHUDO 'LUHFW /RDQ 3URJUDP 'LVEXUVHPHQWV
2SHUDWLQJ 6XEVLGLHV DQG 7UDQVIHUV
1HW &KDQJH LQ)XQGV +HOG IRU 2WKHUV

0 1 •ð

•L

6WDWHPHQW RI &DVK)ORZV &RQWLQXHG

86) 86) 86) 6DUDVRWD 7RWDO 86)
7DPSD 6W 3HWHUVEXUJ 0DQDWHH

5(&21&,/, \$7,21 2) 23(5\$7,1* /266
/266 72 1(7 &\$6+ 86(' %<
23(5\$7,1* \$&7,9,7,(6
2SHUDWLQJ /RVV
\$GMXVWPHQWV WR 5HFRQFLOH 2SHUDWLQJ /RVV
WR 1HW &DVK XVHG E\ 2SHUDWLQJ \$FWLYLWLHV
'HSUHFLDWLRQ ([SHQVH
&KDQJHV LQ \$VVHWV /LDELQWLHV 'HIUUHG
2XWIORZV RI 5HVRXUFHV DQG 'HIUUHG
,QIORZV RI 5HVRXUFHV
5HFHLYDEOHV 1HW
/RDQV DQG 1RWHV 5HFHLYDEOH 1HW
,QYHQWRULHV
2WKHU \$VVHWV
\$FFRXQWV 3D\DEOH

P @ Qp7•4€À

\$ 8 ' , 7 2 5 (1 (5 \$ /
6 7 \$ 7 (2) / 2 5 , ' \$

& ODXGH 'HQVRQ 3HSSHU %XLOGLQJ 6XLWH *
6KHUULOO) 1RUPDQ & 3\$:HVW 0DGLVRQ 6WUHHW 3KRQH
\$XGLWRU *HQHUDO 7DOODKDVVHH)ORULGD)D[

7KH 3UHVVLGHQW RI WKH 6HQDWH WKH 6SHDNHU RI WKH
+RXVH RI 5HSUHVHQWDWLYHV DQG WKH
/HJLVODWLYH \$XGLWLQJ &RPPLWWHH

,1'(3(1'(17 \$8',725 6 5(3257 21 ,17(51\$/ &21752/ 29(5
,1\$1&,\$/ 5(3257,1* \$1' 21 &203/,\$1&(\$1' 27+(5 0\$77(56
%\$6(' 21 \$1 \$8',7 2)),1\$1&,\$/ 67\$7(0(176 3(5)250('
,1 \$&&25'\$1&(: **GOVERNMENT AUDITING STANDARDS**

:H KDYH DXGLWHG LQ DFFRUGDQFH ZLWK KWIK FFXHSUWHG LQ WDKHGSD
\$PHULFD DQG WKH VWDQGDUGV DSSOLHG 600 Annular Auditing Standards DXGL
LVVXHG E\ WKH &RPSWUROOHU *HQHUDO FOLBOWWKD WQIPM HQ 6 VRD WWHVH 8
)ORULGD D FRPSRQH QW XQLW RI WKH HQWHUWHU RU HQWHUWHU HQWHUWHU
DV RI DQG IRU WKH ILVFDQ \HDU HQWHUWHU -QRWHV WR WDKHG ILVFDQ HQWHUWHU
FROOHFWLYHO\ FRPSULVH WDKWL BQLVHQW FIDOG VWDYWHIPVHQHG RXU L
GDWHG -DQXDU\ LQFOXGHG 63 KIQ GH US 8V K72 5K165(3Q 52X U UHSRU
LQFOXGHV D UHIHUHQFH WR RWKHU DXGLWHUHQW HQWHUWHUHQW HQWHUWHUHQW HQWHUWHUHQW
GLVFUHWHO\ SUHVHQWHG FRPSRQH QW RQLWKH BQLVHQW FIDOG VWDYWHIPVHQHG RXU L
7KLV UHSRUW GRHV QRW LQFOXGH WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW
UHSRUWLQJ RU FRPSOLDQFH DQG RWKHUHQW HQWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW
,QWHUQDO &RQWURO 2YHU)LQDQFLDO 5HSRUWLQJ
,Q SODQQLQJ DQG SHUIRULQJ RXU DXGLWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW
FRQWURO RYHU ILQDQFLDO UHSRUW LQJLQV 8HQWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW
FLUFXPWDQFHV IRU WKH SXUSRVH RI HQWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW
SXUSRVH RI HQWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW
ZH GR QRW HQWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW
\$ deficiency in internal control HQWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW
PDQDJHPHQW RU HQWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW
GHWHFW DQG FRUHFW PLVVDWQH HQWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW
FRPELQDWLRQ RI GHILFLHQFLHV LQ HQWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW
PLVVDWPHHQW RI WKH HQWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW
D WLPHO\ HQWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW WWHUWHUHQW

WKDW LV OHVV VHYHUH WKDQ D PDW ~~XUKDWRZFBNDW~~VDW ~~WHQW~~ ~~PSQ~~UE
ZLWK JRYHUQDQFH
2XU FRQVLGHUDWLRQ RI LQWHUQDO FRQWURO ZDV IRU WKH OLPLW