



California Community Foundation Permanent Pool December 2009

The Permanent Pool returned 1.3% for the month of December, ahead of the 0.9% return for the Endowment's Total Fund Benchmark (customized index). Calendar year-to-date, the Permanent Pool returned 24.5% compared to 21.6% for the Total Fund Benchmark.

Total Pool Assets

\$641,597,812 (Permanent Pool), \$1.2 billion (total foundation assets) as of Dec. 31, 2009

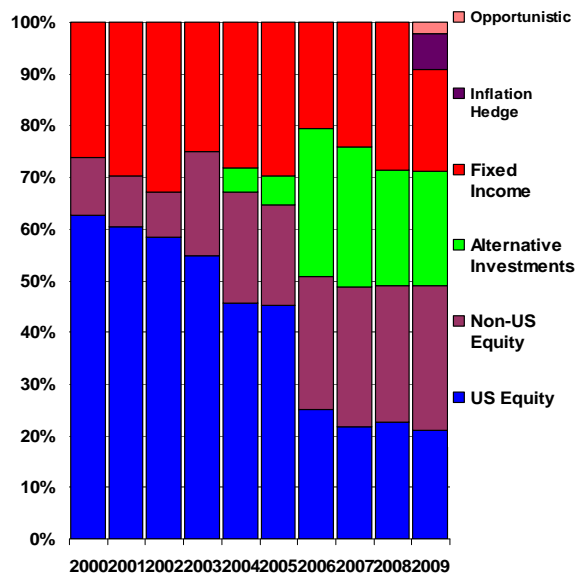
Pool Objective

Preserve the real (i.e., inflation-adjusted) purchasing power of the endowment net of annual distributions for grants and expenses. An additional objective is to provide a relatively predictable, stable stream of distributions for grants and expenses that keep pace with inflation over time.

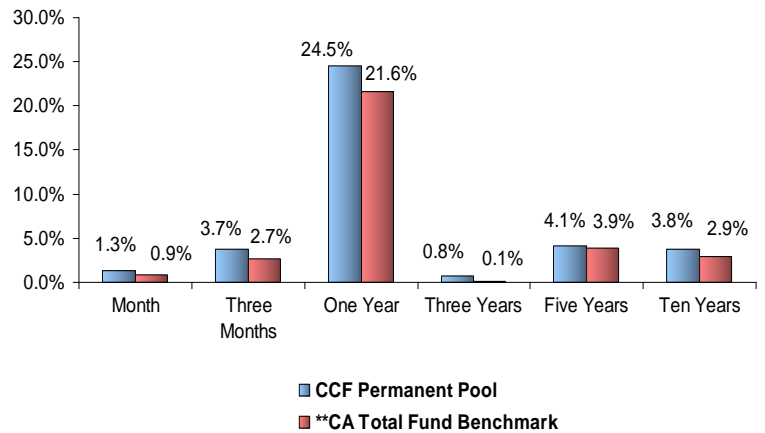
Investment Consultant

Cambridge Associates LLC

10-Year Asset Allocation (2000 – 2009)



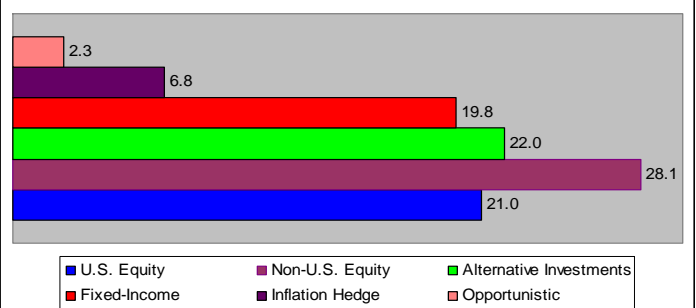
Permanent Pool as of 12/31/09



** Total Fund Benchmark is a combination of: 27.5% Russell 3000/ 27.5% MSCI ACW ex U.S. / 15% HFR FOF Index/ 10% CPI-U + 5%/ 20% Barclays U.S. Aggregate Bond

Investment performance is presented net of management fees. These fees vary across investment managers and asset classes, amounting to an annual average range of approximately 0.80% to 0.85% for the Permanent Pool. (Hedge fund manager incentive fees are not included.)

Permanent Pool Asset Allocation as of 12/31/2009





California Community Foundation

Socially-Responsible Pool

Oct. 1 – Dec. 31, 2009

The Socially-Responsible Pool (“The pool”) had a return of 3.6% for the quarter, underperforming its customized index, which returned 4.3%. The pool outperformed the customized index in the one-year period and underperformed for the three-year and five-year periods ending Dec. 31, 2009. Cumulative returns for the pool and the customized benchmark are presented below. The customized benchmark remains 70% S&P 500 and 30% Barclays Aggregate Bond Index.

Total Pool Assets

\$1,679,871 (Socially-Responsible Pool), \$1.2 billion (total foundation assets) as of Dec. 31, 2009

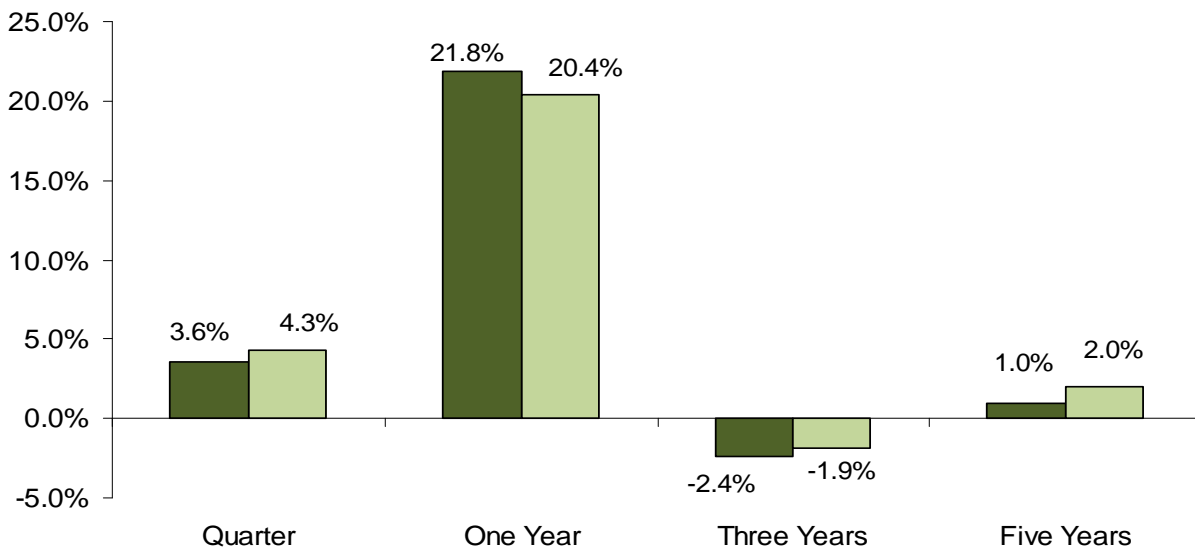
Pool Objective

The primary long-term financial objective is to preserve the real (i.e., inflation-adjusted) purchasing power of the pool net of annual distributions for grants and expenses. This objective should be achieved over rolling five- to 10-year periods on a total return basis. The primary investment objective of the pool is to earn a market rate of return sufficient to meet the foundation’s spending policy net of investment management fees, over the long term (i.e. over most rolling five-year periods). The pool follows a sustainable investing approach, combining rigorous financial analysis with equally rigorous environmental, social and governance (ESG) analysis in order to identify investments. Under normal market conditions, the pool expects to invest approximately 70% of its assets in equity securities and 30% of its assets in debt securities. However, depending on market conditions, the equity portion may range from 50% to 75% of the pool’s assets and the debt portion, from 25% to 50%.

Investment Manager

PAX World Investments

Socially-Responsible Pool as of 12/31/09



■ CCF Socially-Responsible Pool ■ 70% S&P500 / 30% Barclays U.S. Agg. Bond



California Community Foundation

Short-Term Liquidity Pool (STLP)
December 2009

For the month of December, the Short-Term Liquidity Pool (“The pool”) was up slightly at 0.05%. For the fourth quarter, the pool was up 0.23%. Year-to-date and for the trailing 12 months, the pool was up 1.66%.

Total Pool Assets

\$151,886,494 (The pool), \$1.2 billion (total foundation assets) as of Dec. 31, 2009

Pool Objective

To provide liquidity and working funds for present and future needs of the foundation. To accomplish this it is essential that our cash be invested in a high quality fixed-income portfolio that:

- ❖ Preserves principal
- ❖ Provides liquidity to meet projected cash flow requirements and provides for unexpected cash needs
- ❖ Provides a positive return in relationship to any foreseeable economic and market conditions
- ❖ Reduces volatility due to fluctuations in interest rates
- ❖ Minimizes credit risk by meeting credit rating requirements while avoiding inappropriate concentrations
- ❖ Provides fiduciary control of all investments and cash by the foundation

Investment Managers

City National Bank, Broadway Federal Bank, Promerica Bank

Short-Term Liquidity Pool as of 12/31/09

