

Investment Overview



vancouver
foundation

When you establish a fund with Vancouver Foundation we pool your money with other donations, invest it prudently, and use a portion of the income generated by these investments to support hundreds of worthwhile charities throughout BC.

Investment Objective

Vancouver Foundation's investment policy is designed to optimize total returns, maximize distributions, and at the same time protect the capital against inflation.

Investment Options

When you create a fund with Vancouver Foundation you have two investment options:

1. The **Consolidated Trust Fund (CTF)** is a diversified balanced fund of equities, fixed income and real estate. The majority of our funds are invested in the CTF.
2. The **Socially Responsible Investment Fund (SRI)** emphasizes companies that have strong environmental and social attributes and screens out companies involved in the production of tobacco products, weapons, nuclear energy and oil from non-conventional sources.

Investment Committee

To ensure the goals of the Foundation are met, an Investment Committee of senior volunteers with extensive knowledge in the investment field, provide oversight and monitor investment performance.

The Investment Committee:

- reviews the Investment Policy Statements
- reviews asset allocation
- monitors risk and return by fund and by manager
- monitors compliance
- Recommends appointment / termination of investment managers

Committee members:

- Tom Bradley* - Chair
- Sid Fattedad, CGA
- Dr. Robert Heinkel
- Brian Kenning
- Floyd Murphy, CLU, CH.F.C.*
- Lisa Pankratz, FCA, CFA

**Board member*

Investment Managers

Vancouver Foundation employs several investment management firms to manage the funds in our care. By spreading our funds over several firms we can select money managers based on their areas of expertise, and diversify our holdings.

As of September 30, 2011, our investment managers are:

Consolidated Trust Fund:

CTF - Equities

Burgundy Asset Management (Canadian)
CGOV Asset Management (Canadian)
McLean Budden (Canadian)
Pyramis Global Advisors (Canadian)
Vanguard ETFs (global)
Grantham, Mayo, Van Otterloo and Co. (global)
GMO (global)
JP Morgan (global)

CTF - Fixed Income

Phillips, Hager & North
PIMCO (core plus)

CTF - Real Estate/Mortgages

PenCor Capital Corp. (mortgages)
Bancorp Financial Services Inc. (mortgages)
HSBC Global Asset Management (mortgages)
Greystone Managed Investments (mortgages)
Bentall/Penreal/Westpen Funds (real estate)
GPM 12 (real estate)

Socially Responsible Investment Fund:

SRI - Equities

Genus Capital Management (Canadian)
Genus Capital Management (global)

SRI - Fixed Income

Phillips, Hager & North



Asset Classes

In order to achieve the appropriate levels of risk exposure balanced against return expectations, our Investment Policy allocates investments to the following asset classes:

	Target Allocation Range	
	CTF*	SRI
Canadian Equities	20% (10%-30%)	24%
Global Equities	31% (20%-40%)	36%
Fixed Income	29% (15%-40%)	40%
Real Estate	10% (3%-15%)	-
Mortgages	10% (3%-15%)	-
Cash	0% (0-5%)	-

**This is the interim target range. Longer term, the target allocation is 40% equities, 30% fixed income (including mortgages) and 30% alternatives (including real estate, infrastructure and market neutral hedge funds and absolute return strategies).*

Fund Details

	CTF	SRI
Fund Type	Balanced	Balanced
Inception Date	1943	2002
September 30, 2011 Total Assets	\$655 million	\$8.1 million
2011 Cost Recovery Fees	1.15% p.a	1.15% p.a
Administration (up to \$10 million)	0.65% p.a	0.65% p.a.
Administration (over \$10 million *)	0.325% p.a	0.325% p.a
<i>* For contributions made on or after January 1, 2009</i>		
Investment Recovery Fees	0.50% p.a.	0.50% p.a
<i>* Effective January 1, 2011</i>		
Approximate 2011 Distribution (based on Sept 30, 2010 Market Value)	3.84%	2.50%
Distribution Allocation Frequency	Quarterly	Quarterly

Calendar Year Returns

	2011 (To Sept. 30)	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
CTF	-3.2	9.0	14.3	-14.3	0.3	12.1	10.0	8.1	8.8	-8.3	-5.2	2.0
SRI	-3.9	8.6	13.2	-12.4	-1.5	12.7	10.1	8.6	8.9	-	-	-

Calendar Year Distribution Rate (%)

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999
CTF	3.84	3.8	3.0	5.0	5.0	4.8	4.5	4.5	4.8	5.5	5.5	5.5	5.5
SRI	2.5	2.5	3.0	5.0	5.0	4.8	4.5	4.5	4.8	-	-	-	-

Investment Policy

If you would like a copy of our Investment Policy please call our offices at 604.688.2204.

Updated Nov. 2011