

Optimist International Foundations

Endowment Spending Policy

These Policies

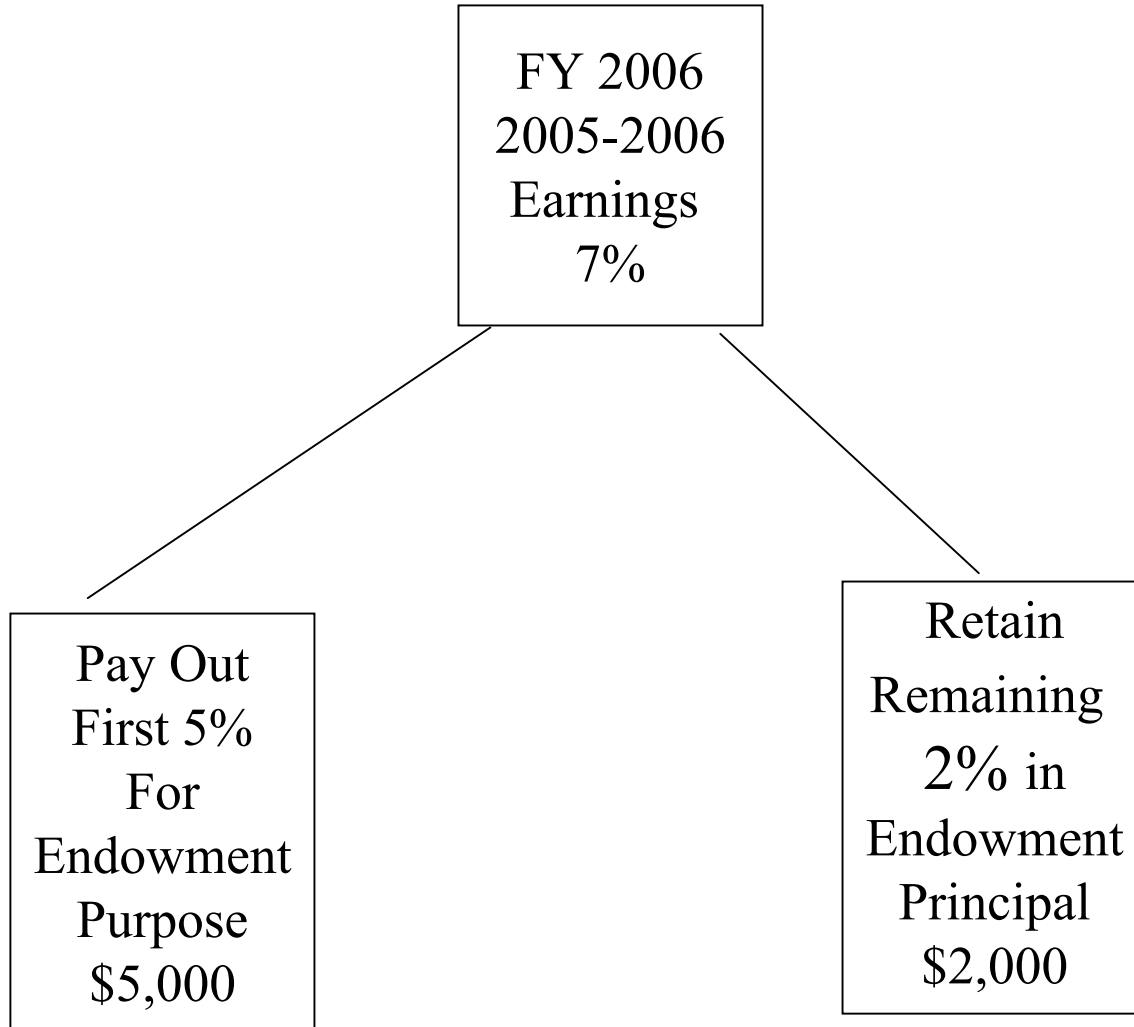
- Preserve the long term value of the fund
 - Protect against inflation
 - Protect against invading principal
- Recognize that an endowment is forever

Sample Chart
Optimist International Foundations
Endowment Growth

FY 2006

10-1-05 Endowment Starting Principal \$100,000
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FY 2006



FY 2006

10-1-05
Endowment
Starting
Principal
\$100,000

FY 2006
2005-2006
Earnings
7%

Pay Out
First 5%
For
Endowment
Purpose
\$5,000

Retain
Remaining
2% in
Endowment
Principal
\$2,000

FY 2007

10-1-06

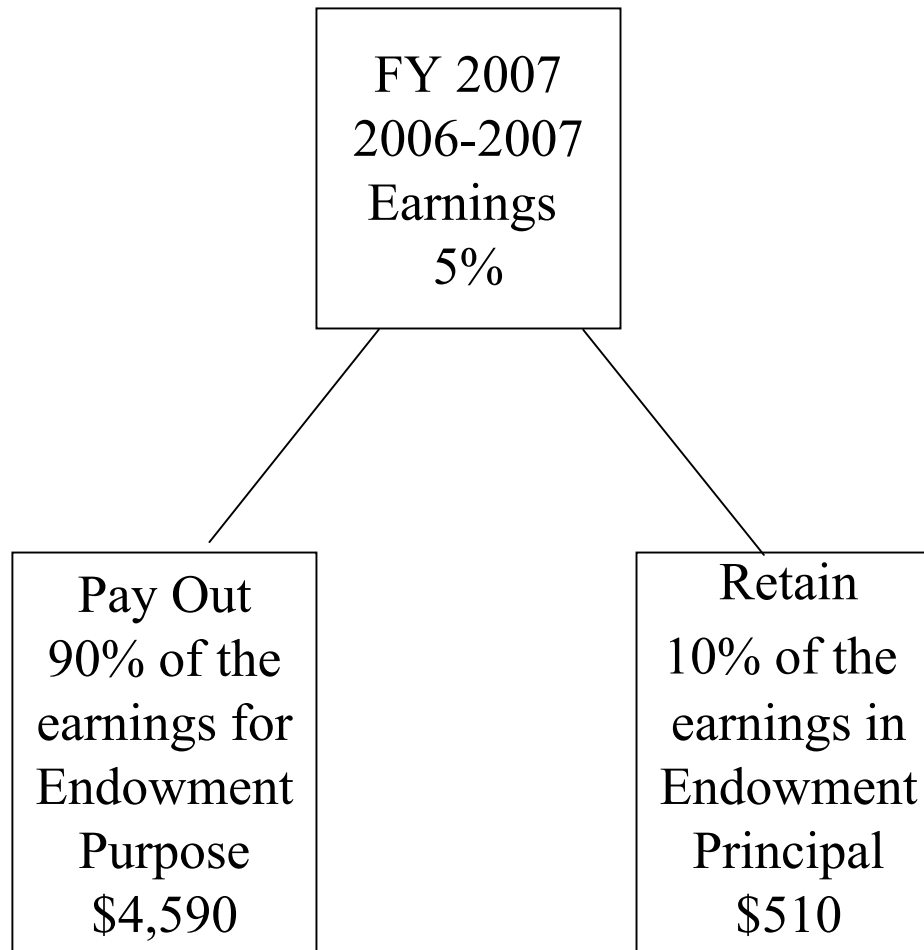
Endowment

Starting

Principal

\$102,000

FY 2007



FY 2007

10-1-06
Endowment
Starting
Principal
\$102,000

FY 2007
2006-2007
Earnings
5%

Pay Out
90% of the
earnings for
Endowment
Purpose
\$4,590

Retain
10% of the
earnings in
Endowment
Principal
\$510

FY 2008

10-1-07

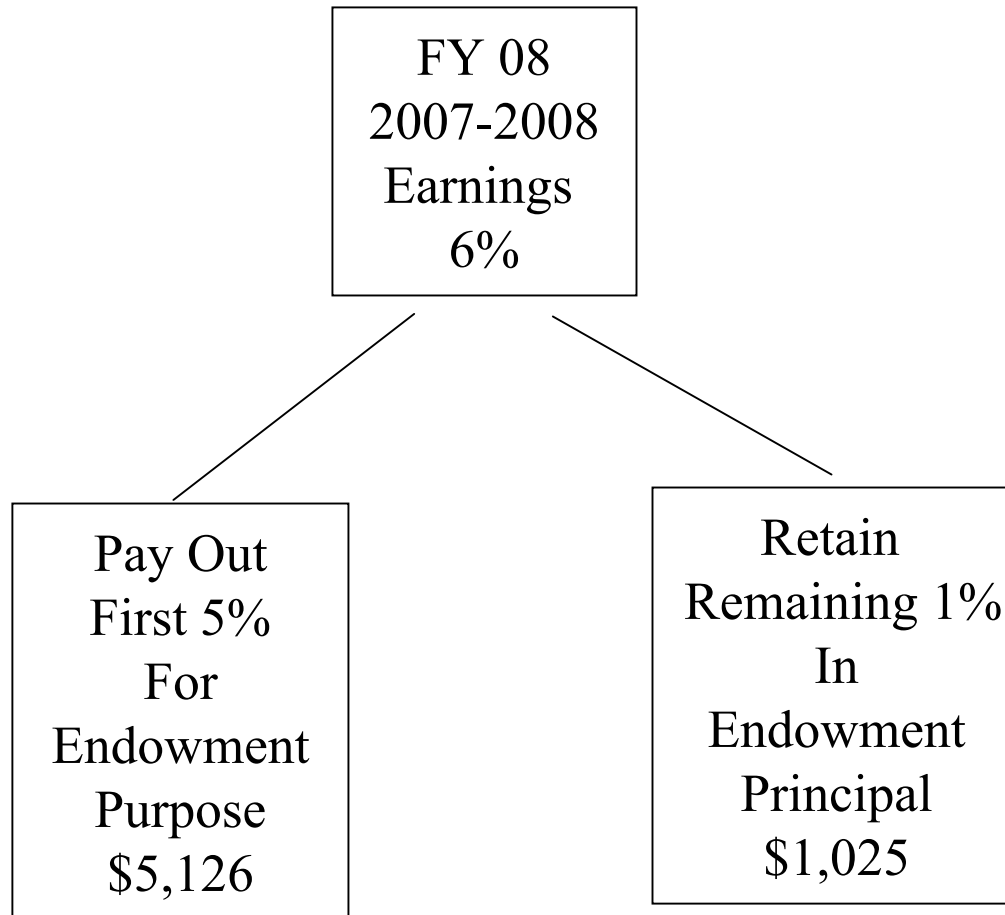
Endowment

Starting

Principal

\$102,510

FY 2008



FY 2008

10-1-07
Endowment
Starting
Principal
\$102,510

FY 08
2007-2008
Earnings
6%

Pay Out
First 5%
For
Endowment
Purpose
\$5,126

Retain
Remaining 1%
In
Endowment
Principal
\$1,025

FY 2009

10-1-08

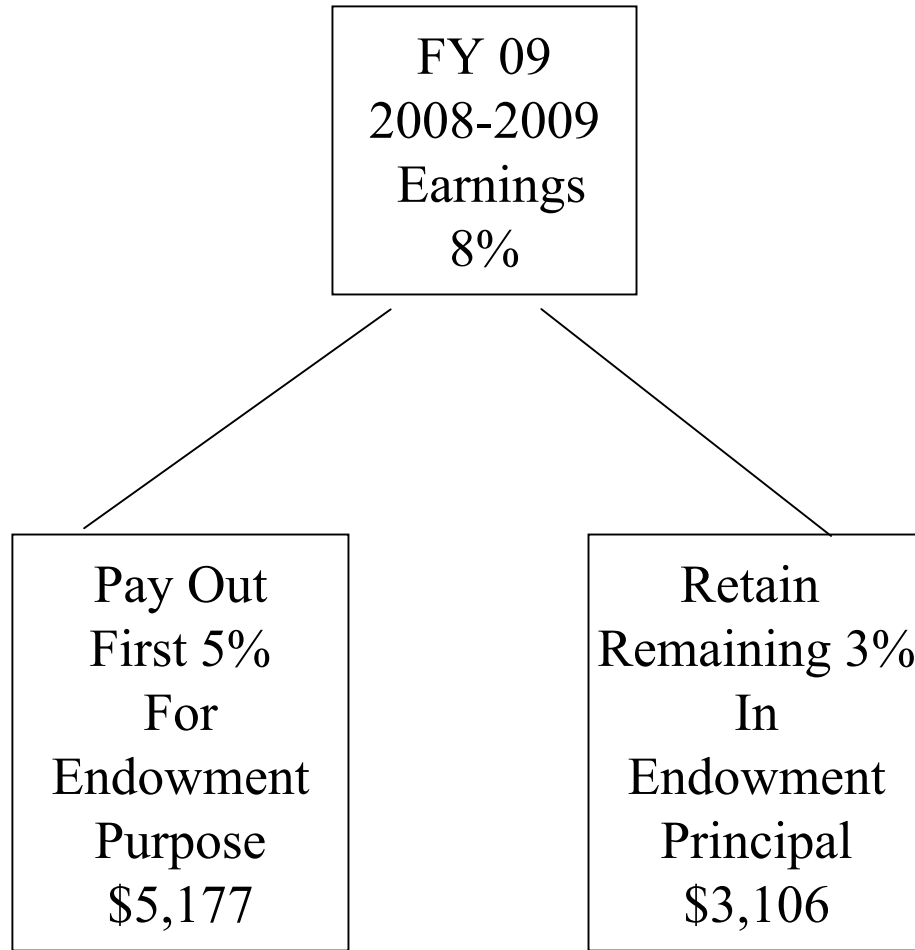
Endowment

Starting

Principal

\$103,535

FY 2009



FY 2009

10-1-08
Endowment
Starting
Principal
\$103,535

FY 09
2008-2009
Earnings
8%

Pay Out
First 5%
For
Endowment
Purpose
\$5,177

Retain
Remaining 3%
In
Endowment
Principal
\$3,106

FY 2010

10-1-09

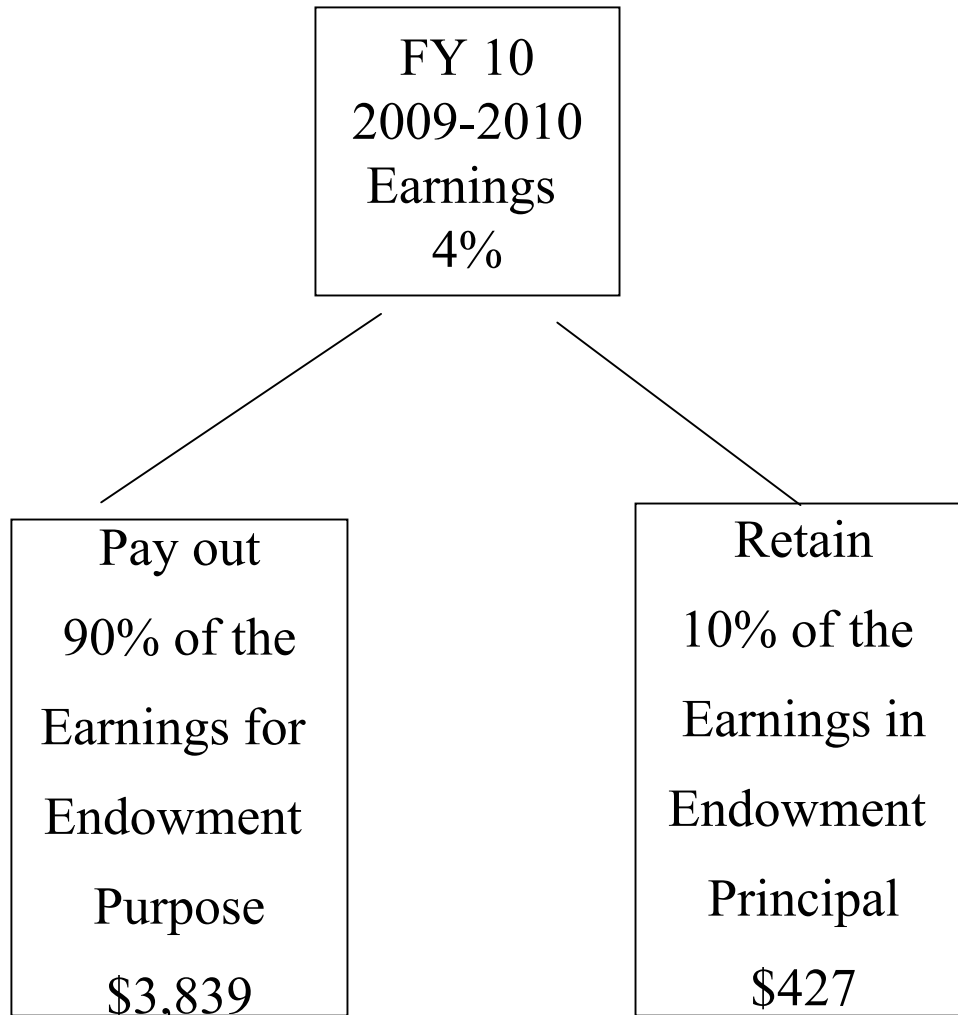
Endowment

Starting

Principal

\$106,641

FY 2010



FY 2010

10-1-09
Endowment
Starting
Principal
\$106,641

FY 10
2009-2010
Earnings
4%

Pay out
90% of the
Earnings for
Endowment
Purpose
\$3,839

Retain
10% of the
Earnings in
Endowment
Principal
\$427

FY 2011

10-1-10

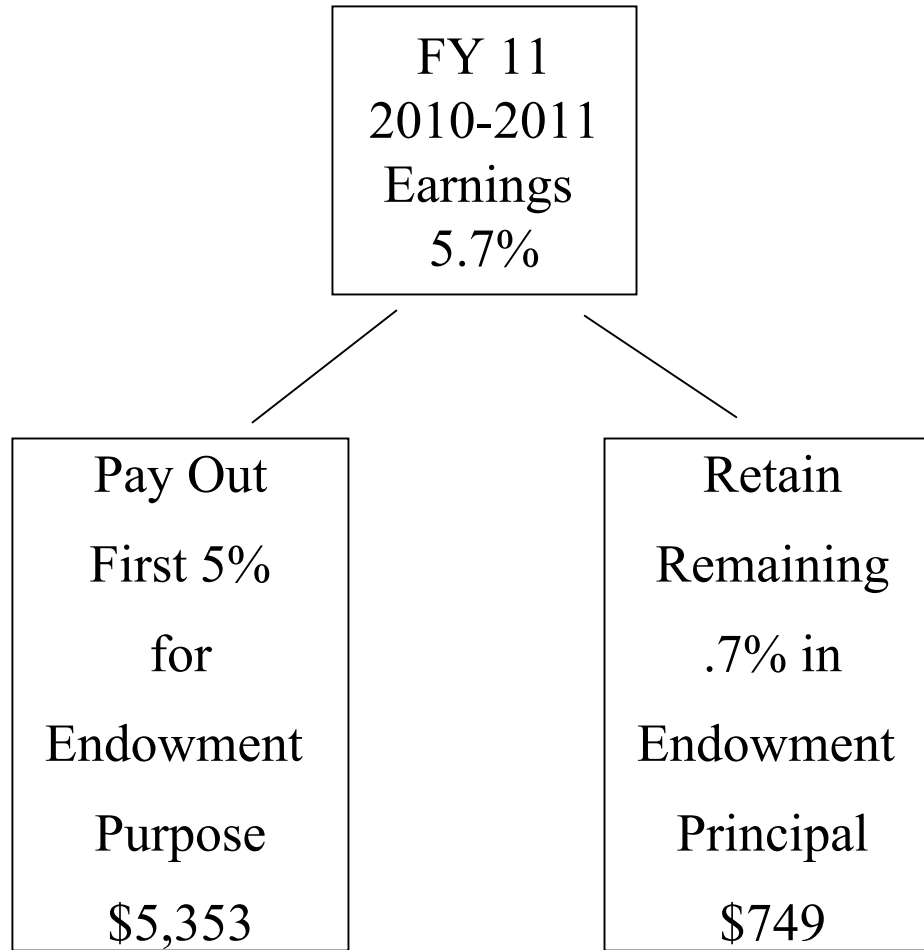
Endowment

Starting

Principal

\$107,068

FY 2011



FY 2011

10-1-10
Endowment
Starting
Principal
\$107,068

FY 11
2010-2011
Earnings
5.7%

Pay Out
First 5%
for
Endowment
Purpose
\$5,353

Retain
Remaining
.7% in
Endowment
Principal
\$749

FY 2012

- On 10-1-11 the Endowment Starting Principal is \$107, 817.
- In six years, the market value of the endowment has grown 7.8% - despite two down years.
- Additionally, in six years, the endowment has paid out \$29,085 for the purpose of the endowment.

The endowment spending policy
of the

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is designed to grow principal
to support the endowment's purpose
Forever.