

LORA L. AND MARTIN N.
**KELLEY FAMILY
 FOUNDATION TRUST**

IMPACT INVESTING SUMMARY

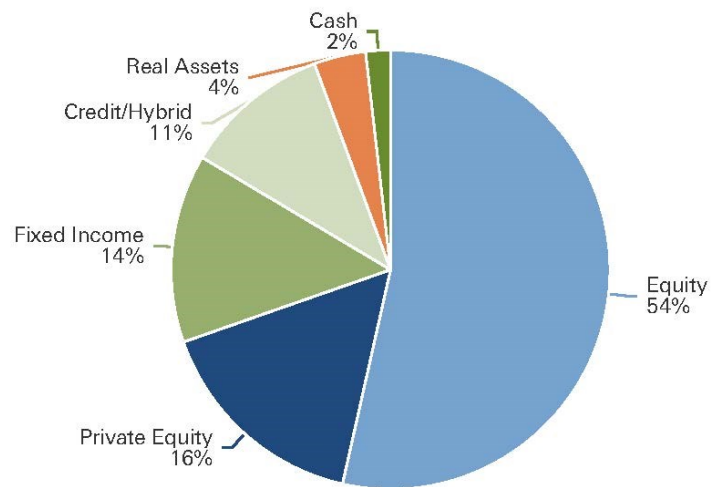
The Kelley Family Foundation (KFF) portfolio of ~\$22M is 99% invested with intentional impact, with only a small non-impact “working cash” account. KFF started our impact investing journey in 2002, reaching ~100% impact in late 2017.

Asset Allocation

KFF strives to optimize risk, return, and impact across all asset classes.

KFF is a long term investor with a fairly high risk tolerance.

KFF’s asset allocation has lower percentages of fixed income and higher percentages of illiquid/non-correlated assets such as real estate and private equity.

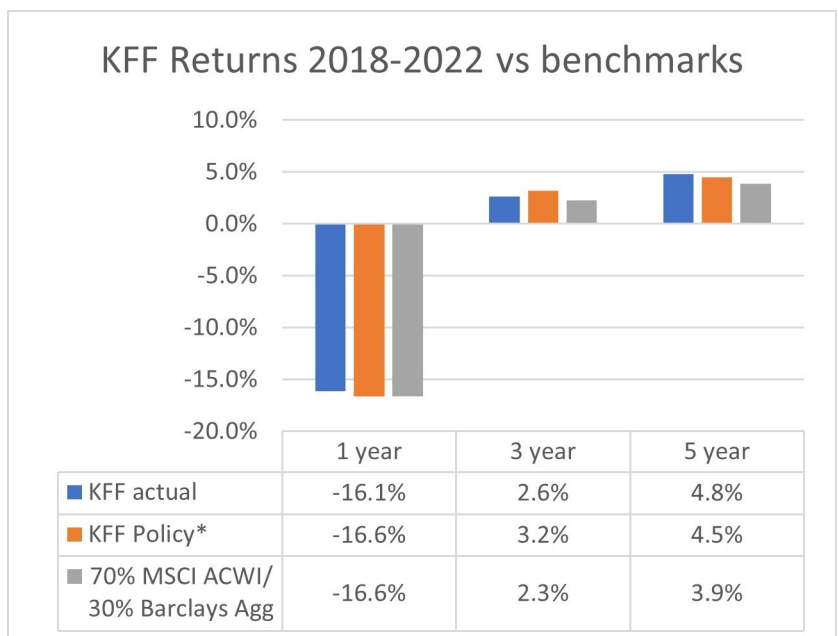


Returns

KFF implemented the 100% Impact Investing strategy at the end of 2017.

Financial returns in 1, 3, and 5-year periods are comparable with the KFF policy benchmarks and broad index benchmark.

From 2018-2021, KFF outperformed foundation peers¹ by 1% or 100 basis points



¹Peer performance data per Exponent Philanthropy 2023 Foundation Operations and Management Report

*50% MSCI ACWI/15% Barclay’s Agg/15% BofA Hedge/20% Cambridge PE

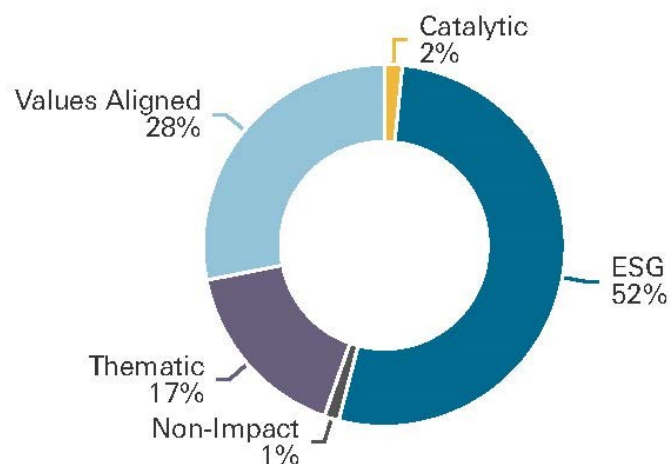
Impact Levels

Values aligned – Passive management in public equities with screens and tilts

ESG integration – Active management with Environmental, Social, & Governance diligence process.

Thematic – Private equity and real asset investments that target specific sectors

Catalytic – Impact first investments directly tied to programmatic focus areas.



Example investments

Values aligned: [Aperio](#) - Passive U.S. public equity account with screens on fossil fuels, tobacco, weapons, etc. and tilts toward diverse boards, low carbon, etc.

ESG integration: [Calvert Emerging Market Equity](#) - Active emerging market public equity manager. Leader in ESG field, including shareholder activism and low carbon.

Thematic: [EFM](#) – Private equity investment with majority women owned real asset firm purchasing and sustainably managing forest and farmland in the Pacific NW.

Catalytic: [Organically Grown Co.](#) - Direct preferred equity investment into Oregon based organic produce company with innovative [purpose trust](#) ownership model.

The Next Frontier—Net Zero Investing

KFF is analyzing the investment portfolio with the goal to reduce carbon emissions and possibly pursue a “Net Zero” portfolio. KFF did an initial carbon baseline showing a ~70% lower carbon intensity than benchmarks²

| % of Portfolio | % of IWEF | Manager | Emissions Intensity | Intensity as a % of Market Benchmark | Commitment to Net Zero |
|-------------------------|-----------|--------------------------|---------------------|--------------------------------------|------------------------|
| 29% | - | Aperio | 28 | 20% | N/A |
| 16% | - | Impact World Equity Fund | 39 | 25% | N/A |
| - | 37% | Generation (IWEF) | 55 | 35% | Yes |
| - | 27% | Impactive Capital (IWEF) | 52 | 33% | x |
| - | 25% | Ownership Capital (IWEF) | 9 | 6% | x |
| - | 7% | Fundsmith (IWEF) | 27 | 17% | x |
| - | 4% | Marcho Partners (IWEF) | 9 | 6% | x |
| 12% | - | Invesco | 9 | TBD | N/A |
| 9% | - | Forefront | 81 | 51% | x |
| 6% | - | AKO Global | 100 | 64% | x |
| 5% | - | Calvert EM Equity | 36 | 23% | x |
| Weighted Average | | | 30 | | |

²Based upon currently available data for publicly held managers covering approx. 75% of the portfolio value