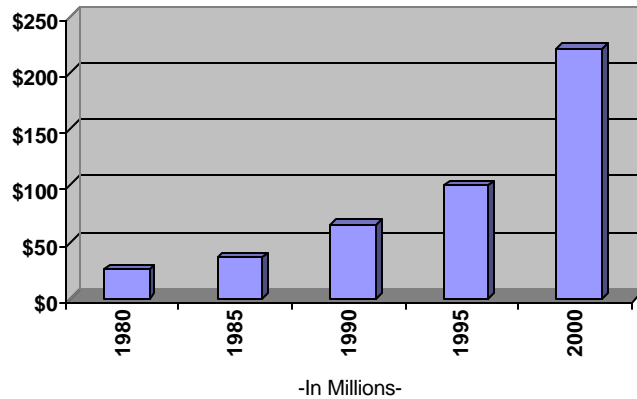


The Ohio University Foundation

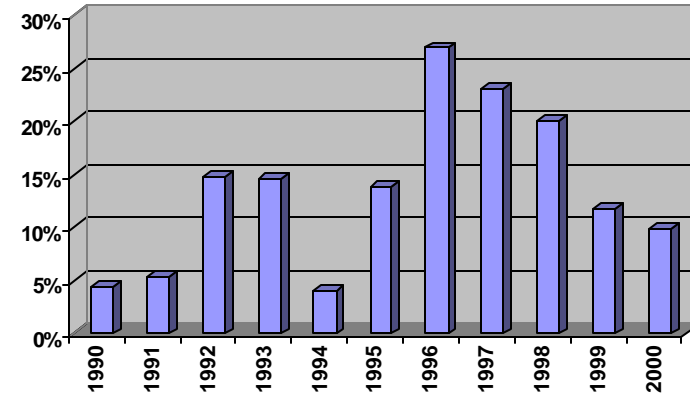
As illustrated by the following graph, the continued support of the University's alumni and friends and the outstanding returns from its investment portfolio have enabled the University's endowment to achieve remarkable growth.

Ohio University has achieved outstanding investment results. The total return of the endowment for the year ended June 30, 2000 was 9.9%. The average annual return for the five-year period ending June 30, 2000 has exceeded 18%.

Endowment Market Value



Annual Percentage Total Return



Endowment earnings are authorized for expenditure based upon the three year moving average of the market value of the investment pool. A rate between 6% and 9% of the average market value is approved annually by the Board of Trustees. To protect against inflation, the endowment principal is indexed annually by a factor equivalent to the Higher Education Price Index. Amounts from earnings on the endowments were provided to support expenditures as follows:

Support From Endowment (in thousands):	1996	1997	1998	1999	2000	2001
Instruction and Departmental Support	\$2,250	\$2,509	\$2,651	\$3,175	\$3,672	\$4,100
Academic Services Support	445	482	538	611	704	770
Student Services	98	116	117	128	144	157
Scholarships and Fellowships	1,780	1,952	2,358	2,787	3,151	3,528
Manasseh Cutler Scholars	-	143	158	283	295	340
Research	256	305	293	342	393	425
1804 Fund	564	592	452	433	464	510
Total Support From Endowment	\$5,393	\$6,099	\$6,567	\$7,759	\$8,823	\$9,830