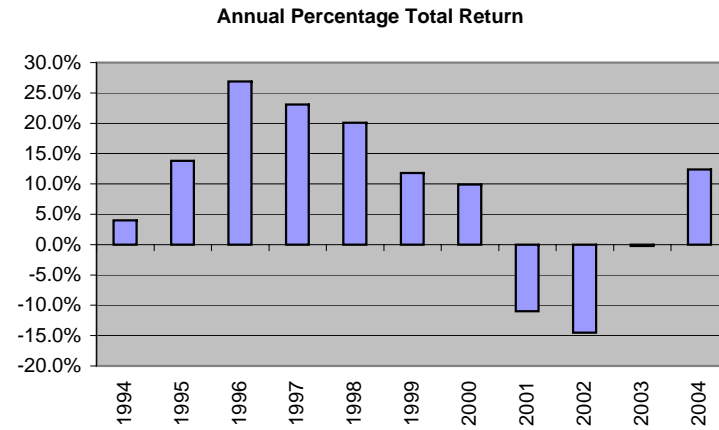
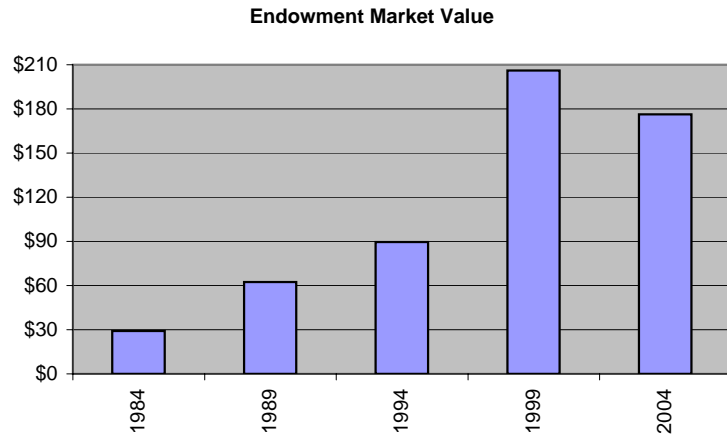


OHIO UNIVERSITY
OHIO UNIVERSITY FOUNDATION SUPPORT

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

For the fiscal year ending June 30, 2004, the long term assets of Ohio University and the Ohio University Foundation grew nearly \$17M to \$176.3M, with a return of 12.4%. Our annual returns for the previous five and ten year periods have averaged -1.3% and 8.4%, respectively.



Endowment earnings are authorized for expenditure based upon the three year moving average of the market value of the investment pool. A rate between 5% and 9% of the average market value is approved annually by the Board of Trustees; the rate for FY05 and FY06 is 5%. To protect against inflation, the endowment principal is indexed annually by a factor equivalent to the Higher Education Price Index. Projected earnings on the endowments were provided to support expenditures as follows:

Support From Endowment (in thousands):	1999-00	2000-01	2001-02	2002-03	2003-04	2004-05	2005-06
Instruction and Departmental Support	\$3,175	\$3,672	\$4,100	\$4,346	\$3,819	\$2,875	\$2,499
Academic Services Support	611	704	770	769	668	503	490
Student Services	128	144	157	159	142	114	111
Scholarships and Fellowships	2,787	3,151	3,528	3,601	3,263	2,575	2,344
Manasseh Cutler Scholars	283	295	340	395	516	376	409
Research	342	393	425	422	359	271	249
1804 Fund	433	464	510	456	365	272	231
Total Support From Endowment	\$7,759	\$8,823	\$9,830	\$10,148	\$9,132	\$6,986	\$6,333