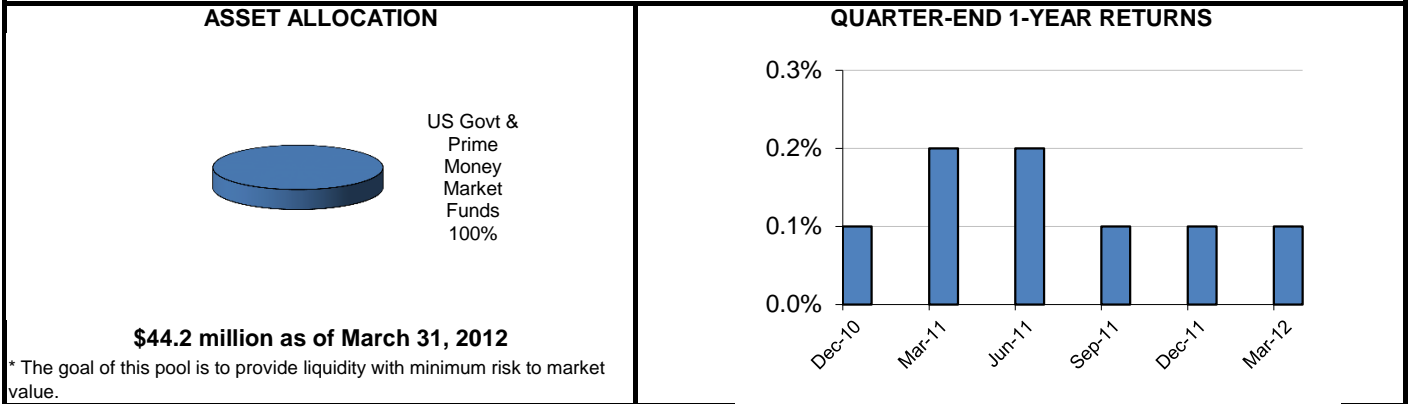


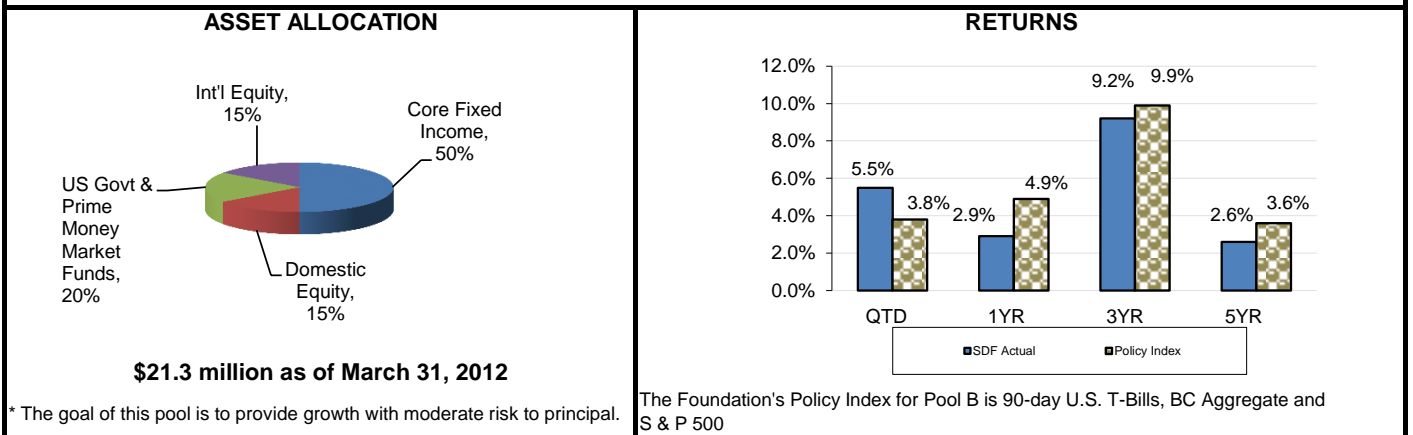
**INVESTMENT SUMMARY
NON-ENDOWMENT FUNDS
March 31, 2012**

Non-Endowment funds do not have a permanent principal balance and may be granted out in their entirety. The San Diego Foundation has three investment pool options in which funds can be invested based on the grant making time horizons. (see Pools A, B and C below)

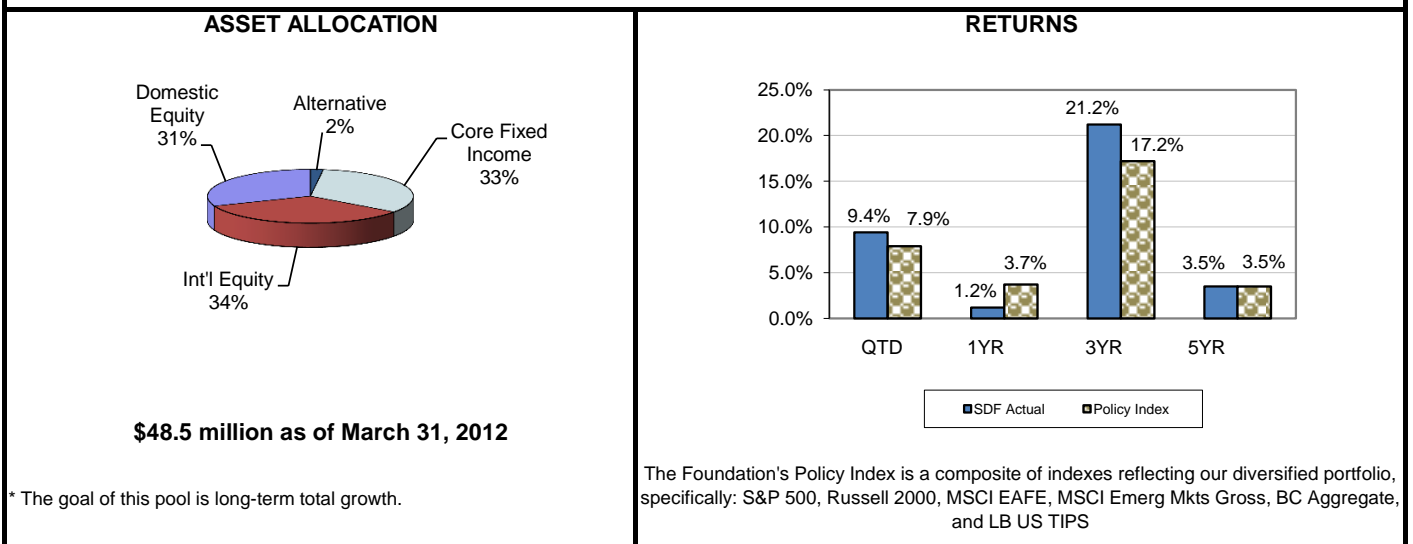
POOL A: Grant Time Horizon - Under 2 Years *



POOL B: Grant Time Horizon - 2+ Years *



POOL C: Grant Time Horizon - 5+ Years *



All investment returns are presented net of investment management fees.

Investment performance of individual funds may vary from the total pool return due to the timing of contributions and grants.



**INVESTMENT SUMMARY
NON-ENDOWMENT FUNDS
March 31, 2012**

INVESTMENT COMMITTEE MEMBERS

John D. Cambon / Chair
Principal, Regent Partners, LLC

Richard F. Grannis / Vice Chair
SVP and Treasurer, QUALCOMM, Inc.

Bob Kelly
President & CEO, The San Diego Foundation

Corey Buuhoan
Sr. Investment Officer, SD City Empl. Ret. System

Steve Klosterman
Regional Director, Halbert Hargrove

Kay Chandler
President & CEO, Chandler Asset Management

Horacio Valeiras
Chief Investment Officer, Allianz Global Investors

Skip Coomber
President, Rancho Capital Management

John Wylie
Portfolio Manager, Nicholas Investment Partners

Joseph Holland (Ex-Officio)
Partner, DLA Piper Rudnick Gray Cary US LLP

FOUNDATION STAFF

Hal Orr
Chief Financial & Investment Officer

Travis Clancy
Senior Accountant

INVESTMENT COMMITTEE MISSION

The mission of the Investment Committee is to provide oversight, guidance and direction regarding the investment of the assets of The Foundation. The Investment Committee operates under the guidelines of the Investment Policy Statement approved by the Board of Governors of The Foundation:

- 1) Protecting the invested assets of The Foundation
- 2) Preserving the spending capacity of the fund income
- 3) Maintaining a diversified portfolio of assets that meet investment return objectives while keeping risk at a level commensurate with that of the median fund in comparable foundations
- 4) Complying with applicable law.

RECENT INVESTMENT COMMITTEE ACTIONS

Q1 - 2012

The Investment Committee made no investment policy changes during the 1st quarter of 2012

Q4 - 2011

The Investment Committee made no investment policy changes during the 4th quarter of 2011

Q3 - 2011

Pool B Allocation added International Equity

Q2 - 2011

The Investment Committee approved PIMCO Low Duration as Short-term Domestic Fixed Income manager

ADDITIONAL INFORMATION

For more information about The San Diego Foundation, please visit our website at www.sdfoundation.org. Audited financial statements, tax returns and additional investment resources are available for viewing in the website's Professional Advisor's Center.