

## **UVIMCO VALUATION POLICY**

---

The University of Virginia Investment Management Company (“Company”) shall calculate the estimated fair value of the Long-Term Pool (“Pool”) on a monthly basis. In determining the fair value of Pool assets, the Company shall apply generally accepted accounting principles and shall consider all factors that may be deemed appropriate to the valuation process. All estimates of fair value will be based upon available information and may not represent the amounts that might ultimately be realized upon sale.

### **1. *Marketable Securities***

Exchange-traded marketable securities are valued using the last reported sale price of the security as of the valuation date. Over-the-counter marketable securities are valued using the mean of the bid and ask prices of the security as of the valuation date. Publicly registered investment company shares / open ended mutual fund shares are valued using the published net asset value as of the valuation date.

In connection with any such valuations, the Company may obtain prices and other relevant information from any reputable third party pricing service, broker, dealer or other source deemed appropriate by the Audit Committee. Generally, the Company utilizes third party pricing sources as provided by its custodian bank(s) and prime brokers.

### **2. *Private Placement Securities, Indirect Interest***

Interests in domestic and foreign limited partnerships, corporations or other similar private investment vehicles that do not actively trade through established exchange mechanisms are valued at fair value by the Company in such manner as it may determine in good faith. Values will be determined using the latest available investment manager financial statements and/or manager representations, adjusted for subsequent cash flows, currency exchange, and any other factors deemed applicable to the valuation process. Factors considered in valuing individual investments may include, without limitation, the nature of underlying securities, valuation procedures utilized by the external manager, marketability, liquidity, restrictions on disposition, recent purchases or sales of the same or similar securities by the Company or other investors, pending transactions, and risks and potential of the individual investment.

### **3. *Private Placement Securities, Direct Interest***

Direct investments in real estate, timber, and any other private placement securities will be stated at fair market values as the Company’s management may reasonably determine based upon appropriate internal valuation procedures mutually agreed upon by the Company’s Audit Committee and the President’s Designee. Appraisal reports prepared by independent appraisers mutually agreed upon by the Company’s Audit Committee and the President’s Designee will be obtained on a periodic basis to assist the Company’s management in determining estimated market values.

**4. *Other Investments***

Valuation procedures for any other material assets not specifically addressed in this valuation policy will be mutually agreed upon by the Company's Audit Committee and the President's Designee.

**5. *Annual Review and Documentation***

On no less than an annual basis, the Company will provide a summary of its valuation of Pool investments, together with the Company's basis therefore, to the Audit Committee. The Company shall maintain proper documentation of the valuation process for each investment.