



Endowed Fund Agreement

between

The Bioenvironmental Sciences Professional Board

and

Texas A&M Foundation

The following sets forth the agreement between The Bioenvironmental Sciences Professional Board and the Texas A&M Foundation ("Foundation") with regard to the (I) Purpose, (II) Schedule and Form of Contributions, (III) Recognition, and (IV) Administration of a gift to the Texas A&M Foundation.

I. Purpose

The Foundation agrees to use this gift to establish the **Bioenvironmental Sciences Endowed Excellence Fund** in an original amount of \$25,000. Distributions from this endowment will be used to support the College of Agriculture and Life Sciences Department of Plant Pathology and Microbiology and its efforts to prepare excellent environmental professionals responsive to industry needs at Texas A&M University in College Station, Texas in accordance with University guidelines.

In the event the need for funds for this purpose becomes obsolete, inappropriate, or impracticable, then the Board of Trustees of the Texas A&M Foundation will, in consultation with representatives of The Bioenvironmental Sciences Professional Board if available or with the President of Texas A&M University in our absence, direct the use of the Fund in the best interest of the University and as close to the original intent as possible. The identity of the Fund will be retained and will always bear the name indicated by the donor.

II. Schedule and Form of Contributions

Members of the Bioenvironmental Sciences Professional Board agree to fulfill this commitment with gifts of cash, securities, or other assets over a one-year period beginning in November 2012.

In the event this commitment is unfulfilled at the end of the period above, the donor will be contacted to discuss an alternate use or an additional contribution. In the donor's absence, the Foundation will select an alternate use or combine the gift with other funds for a similar purpose, keeping in mind the donor's original intent.

Gifts should be made payable to the **Texas A&M Foundation**. The Foundation is a 501(c)(3) organization under IRS guidelines and is charged with soliciting, receiving, investing, and disbursing private gifts which benefit the University. Customary fees associated with the acceptance and management of gifts benefiting Texas A&M University will be assessed. Exhibit A to this agreement provides a summary of fees and the endowed fund spending policy.

### III. Recognition

In appreciation of this gift, The Bioenvironmental Sciences Professional Board will be recognized in accordance with the standard recognition procedures of the College of Agriculture and Life Sciences. In addition, the donor will be recognized on the College of Agriculture and Life Sciences donor wall as The Bioenvironmental Sciences Professional Board. The Foundation may recognize this gift by publication of the donor's name in donor rolls as The Bioenvironmental Sciences Professional Board.

### IV. Administration

The Foundation will establish accounts and make distributions according to policy in support of the purpose designated in Section I. The property comprising this gift may, for investment purposes, be merged with any of the general investments assets of the Texas A&M Foundation.

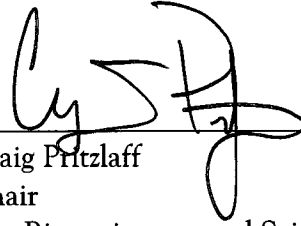
Distributions from the fund will be administered at the discretion of the Head of the Department of Plant Pathology and Microbiology and are intended to support the department's Bioenvironmental Sciences program or its successor.

The Bioenvironmental Sciences Professional Board requests to be notified by the Department of Plant Pathology and Microbiology when donations are made to the fund.

The department head of Plant Pathology and Microbiology agrees to provide an annual report to the Bioenvironmental Sciences Professional Board regarding use of the funds.

12/3/12

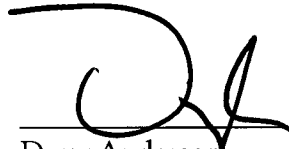
Date



Craig Pritzlaff  
Chair  
The Bioenvironmental Sciences  
Professional Board

12/6/12

Date

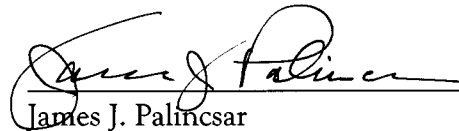


Doug Anderson  
Co-Chair, Financial Development  
The Bioenvironmental Sciences  
Professional Board  
11 Nafta Circle  
New Braunfels, Texas 78132

**Texas A&M Foundation**

12/19/2012

Date



James J. Palincsar  
Senior Vice President for Development

**Acknowledged by Texas A&M University:**

12/12/12

Date



Leland Pierson  
Department Head  
Plant Pathology and Microbiology

cc: Mark Hussey

MHD  
Rev. 10/31/2012

**Summary of Fees and Endowment Fund Spending**

The Texas A&M Foundation is a non-profit corporation legally separate from Texas A&M University. Its budget is primarily supported by fees described below. It is not funded by the University or the State of Texas.

**Management Fee**

Texas A&M Foundation annually allocates a total of 0.88 percent (as of the date of this Exhibit) of the Foundation's Long-term Investment Pool (LTIP) market value to support the operations of the Foundation.

**Gift Fee**

As approved by the Texas A&M System Board of Regents in 1989, a one-time fee of 5.0 percent is assessed on all gifts to Texas A&M University and Texas A&M Foundation. The gift fee on endowed gifts is collected from the first earnings on the endowed gift and does not reduce the endowment principal. This means the endowment earnings are available to support the purpose of the endowed fund in approximately 18 months. Non-endowed scholarships are exempt from the fee.

**Endowment Fund Spending**

The Texas A&M Foundation spending policy allocates a fixed percentage of an average market value to the spending account from which distributions are made for the purpose of the endowment gift account. The Foundation formula uses the market value average over a 5 year period to smooth out short-term fluctuations and then allocates 4.4 percent (as of the date of this Exhibit) of that amount as income available to spend.

Endowed gifts received by the Foundation are pooled for investment much like a mutual fund investment. The distribution rate is established on an annual basis.

The Foundation's Board of Trustees may change the management fee policy and/or the spending policy from time to time to protect the intergenerational equity of the endowment.