Market Overview
Q2 of 2019 was marked by increased equity market volatility, which can create meaningful opportunities for active investors to purchase or sell stocks at attractive prices. The S & P 500 returned +4.3% for Q2. Returns of the non-US market indices were more muted. The US fixed income market posted positive absolute returns in Q2 2019 as evidenced by the +3.1% return of the Bloomberg Barclays US Aggregate Bond Index for the period.

Investment Pool
The Foundation’s broadly diversified Investment Pool (Pool) returned +2.1% for Q2 2019. Longer term Pool results are strong with its 3, 5 and 10 year results all ranking above the Target Benchmark returns for each time period. The Pool continues to benefit from its exposure to a wide array of asset classes and carefully curated portfolio, which has an active management focus.

American Funds
For Q2 2019, the American Funds program returned +3.1%. Its 3 year return matches its Benchmark. 5 and 10 year returns are both above the related Benchmark. Given the absence of alternative investments (hedge funds, private equity and private real assets) in the American Funds program and other portfolio differences, it is expected that the American Funds performance results will vary from Pool returns during each time period.

Conservative Fund
The Conservative Fund continues to provide returns in line with a fund constructed to preserve principal and maintain a high degree of liquidity. It returned +.6% for Q2 2019.

Summary
The Foundation offers a diverse set of investment options designed to meet the varied needs of our donor advisors. These options continue to produce results in line with their respective objectives.

IMPORTANT MESSAGE: The performance information presented is being provided to donor advisors with an interest in the Foundation’s investment options. It is not intended to constitute an offering of any kind. The performance information is shown net of investment management fees and has not been audited.
2019 Investment Report: Q2

Portfolio Asset Allocation

Investment Pool
- Fixed Income: 29%
- US Equities: 12%
- Non US Equities: 25%
- Alternatives: 1%
- Cash: 33%

American Funds
- Fixed Income: 24%
- US Equities: 25%
- Non US Equities: 46%
- Cash: 5%

Conservative Fund
- Money Market: 96%
- CDARS: 4%

Performance

Q2 2019 1 yr 3 yrs 5 yrs 10 yrs

Investment Pool
- Q2 2019: 3.1%
- 1 yr: 3.6%
- 3 yrs: 6.0%
- 5 yrs: 7.3%
- 10 yrs: 9.6%

American Funds
- Q2 2019: 3.1%
- 1 yr: 3.6%
- 3 yrs: 6.0%
- 5 yrs: 7.3%
- 10 yrs: 9.6%

Conservative Fund
- Q2 2019: 0.6%
- 1 yr: 2.1%
- 3 yrs: 1.2%
- 5 yrs: 0.8%
- 10 yrs: n/a

Past performance is not indicative of future results.

*Preliminary. **The benchmark is a weighted average of market indices using the Foundation's strategic asset allocation through time.
***The benchmark is a weighted average of the underlying mutual fund benchmarks that comprise the American Funds program.

Note: Please see Benchmark Information for additional information.