**Market Overview**

The markets had a strong fourth quarter as the Presidential election, vaccine rollouts, and Federal Reserve reassurance of support signaled the potential for a reinvigorated economy going forward. The MSCI All Country World Index gained 14.7% in the fourth quarter, closing out 2020 with a 16.3% gain for the year. In contrast to prior quarters, the United States and emerging Asia were relative underperformers in the fourth quarter. Latin America led all regions, and Europe made up for some of its recent weakness.

The S&P 500 gained 11.7% in the fourth quarter, closing 2020 up 16.7%. The MSCI EAFE Index gained 16.1% in the quarter and finished the year up 7.8%. The final agreement on Brexit alleviated a long-held concern about European markets.

The MSCI EM Index gained 19.7% in the quarter and finished the year up 18.3%. In Q4, China underperformed other major emerging market countries, as economic sanctions on government-related businesses and rising tensions between the central government and increasingly influential companies like Alibaba soured sentiment.

**Investment Pool**

The Investment Pool (Pool) returned 12.7% for the fourth quarter, outperforming the Target Benchmark by 0.6%. The Pool benefited from strong stock selection by hedge fund and equity managers. The Pool’s overweight to emerging markets during the quarter also enhanced performance. The Pool continues to employ a long-term diversified investment strategy to generate attractive returns over the longer term.

**American Funds**

The American Funds Program returned 10.8% in the fourth quarter, outperforming its benchmark by 0.4%. The program’s longer-term relative performance continues to be strong, outperforming its benchmark in the 1, 3, 5, and 10 year periods. The program invests in three American Funds: American Balanced Fund, EuroPacific Growth Fund, and Small Cap World Fund.

**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.

**Summary**

The Foundation offers a diverse set of investment options, designed to meet the varied needs of our donor advisors. Our investment strategy is based on the principles of discipline, balance, diversification, and a longer view that is risk-aware but opportunistic. We are confident that these principles will continue to serve us well as we steward philanthropic capital.

For more information, contact your philanthropic officer at 404.688.5525 or visit cfgreateratlanta.org
Portfolio Asset Allocation Performance

### Investment Pool
- **Fixed Income**: 41%
- **US Equities**: 25%
- **Non US Equities**: 10%
- **Alternatives**: 1%
- **Money Market**: 1%

### American Funds
- **Fixed Income**: 42%
- **US Equities**: 25%
- **Non US Equities**: 8%
- **Money Market**: 25%

### Conservative Fund
- **Money Market**: 96%
- **Certificate of Deposits**: 4%

#### Performance
- **Q4 2020**: 12.1%, 13.7%, 14.3%, 9.1%, 7.9%
- **1 yr**: 10.4%, 8.4%, 6.9%, 8.7%, 7.9%
- **3 yrs**: 10.0%, 8.7%, 6.9%, 8.7%, 7.9%
- **5 yrs**: 9.8%, 7.0%, 6.9%, 8.7%, 7.9%
- **10 yrs**: 9.2%

#### American Funds
- **Q4 2020**: 10.4%, 15.6%, 14.3%, 11.1%, 9.9%
- **1 yr**: 10.4%, 15.6%, 14.3%, 11.1%, 9.9%
- **3 yrs**: 10.0%, 9.8%, 9.2%
- **5 yrs**: 11.1%, 9.9%
- **10 yrs**: 9.2%

#### Conservative Fund
- **Q4 2020**: 0.0%, 0.5%, 1.4%
- **1 yr**: 0.0%, 0.5%, 1.4%
- **3 yrs**: n/a
- **5 yrs**: n/a
- **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.