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# Restricted Pools Monthly Report

*for*

THE CATHOLIC FOUNDATION

**As of August 31, 2019**

# The Catholic Foundation Restricted Pools – August 31, 2019

## Manager Performance Summary

<u>Asset Class / Manager</u>	<u>August</u>	<u>YTD</u>	<u>1Yr</u>	<u>3Yr</u>	<u>5Yr</u>
<i>Domestic Equity</i>					
Vanguard Total Stock Market Idx Adm	-2.0%	18.0%	1.3%	12.2%	9.6%
S&P 500 Index	-1.6%	18.3%	2.9%	12.7%	10.1%
LCG Large Cap Core Universe Average	-1.9%	16.6%	1.0%	10.6%	7.7%
<i>International Equity</i>					
Dodge & Cox International Stock	-3.1%	6.3%	-6.5%	3.8%	-1.0%
Harding Loevner International Eq Instl	-3.0%	10.9%	-6.4%	6.5%	3.8%
EAFE Index (in US Dollar (Net))	-2.6%	9.7%	-3.3%	5.9%	1.9%
LCG International Equity Universe Average	-2.0%	10.2%	-4.3%	5.3%	1.7%
<i>Fixed Income</i>					
Dodge & Cox Income	1.7%	8.9%	9.1%	3.9%	3.6%
Western Asset Total Return Uncons I	-0.7%	4.5%	5.7%	3.6%	2.8%
Barclays Aggregate Bond Index	2.6%	9.1%	10.2%	3.1%	3.3%
LCG Fixed Income-Core (Interm) Universe Average	2.0%	8.8%	8.8%	3.3%	3.1%
<i>Cash &amp; Equivalents</i>					
Invesco Prem US Gov Money Market - Instl	0.2%	1.5%	2.2%	1.4%	0.8%
T-Bills (90 Day) Index	0.2%	1.6%	2.4%	1.5%	0.9%
LCG Money Market Taxable Universe Average	0.2%	1.4%	2.0%	1.2%	0.7%

Note: Returns greater than one year are annualized. Past performance is no guarantee of future results. Performance shown is net of investment fees and has been backfilled with the managers' historical performance for illustrative purposes.

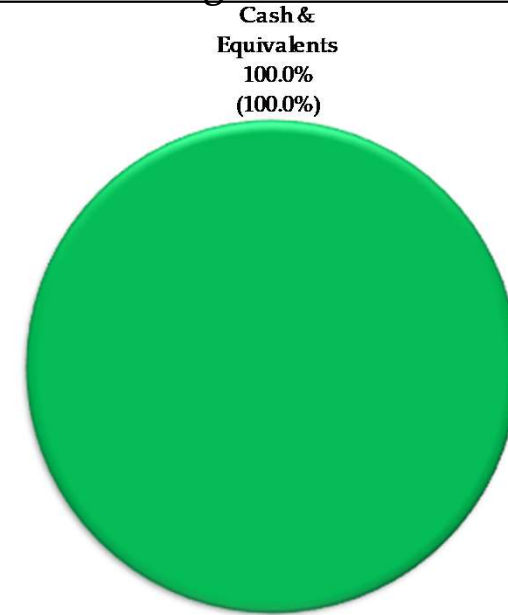
# The Catholic Foundation Restricted Pools – August 31, 2019

## Money Market Portfolio Performance

Asset Class / Manager	Market Value	Market Value %	Target %	Calendar				
				Aug	YTD	1Yr	3Yr	5Yr
Cash & Equivalents	\$411,812	100.0%	100.0%	0.2%	1.5%	2.2%	1.5%	--
<i>T-Bills (90 Day) Index</i>				0.2%	1.6%	2.4%	1.5%	0.9%
<b>Total Composite</b>	<b>\$411,812</b>	<b>100.0%</b>	<b>100.0%</b>	<b>0.2%</b>	<b>1.5%</b>	<b>2.2%</b>	<b>1.5%</b>	<b>--</b>

Note: Returns greater than one year are annualized. Past performance is no guarantee of future results.

## Money Market Portfolio Current / (Target) Asset Allocation



## Monthly Market Commentary

U.S. Equities produced negative results during a volatile month as U.S.-China trade tensions resurfaced. In addition, headlines were dominated by risks surrounding an economic downturn following the U.S. yield curve's inversion in mid-August. Total nonfarm payroll employment increased by 130,000 in August and the unemployment rate was unchanged at 3.7%. Inflation, as measured by the Consumer Price Index, rose 0.1% in August. For the second quarter of 2019, the second estimate of U.S. Real GDP released by the Bureau of Economic Analysis increased at an annual rate of 2.0%.

Developed International Equities also declined as renewed escalation of global trade tensions and their growing economic consequences triggered broad selling across markets. European equities were affected by weak economic data and increasing political uncertainty. Emerging Markets' equities fell in August, catching up with global markets' volatility.

The Money Market Portfolio returned +0.2% during August.

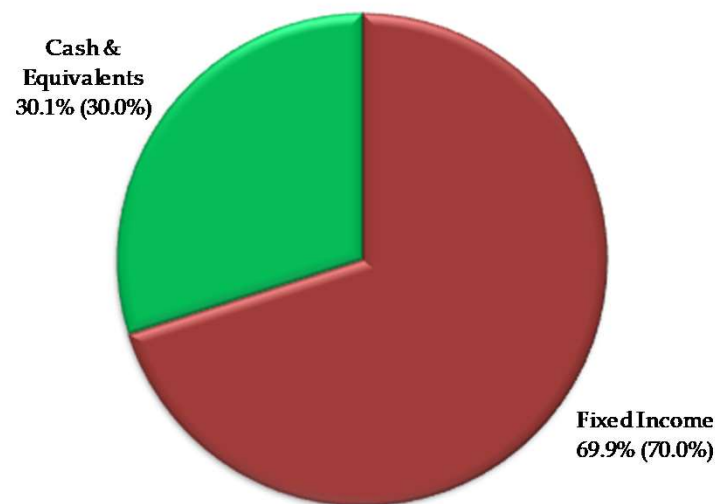
# The Catholic Foundation Restricted Pools – August 31, 2019

## Ultra Conservative Portfolio Performance

Asset Class / Manager	Market	Market	Target	Calendar				
	Value	Value %	%	Aug	YTD	1Yr	3Yr	5Yr
Fixed Income	\$1,759,500	69.9%	70.0%	0.5%	7.4%	8.1%	3.9%	--
<i>BloomBarc U.S. Aggregate Bond Index</i>				2.6%	9.1%	10.2%	3.1%	3.3%
Cash & Equivalents	\$756,594	30.1%	30.0%	0.2%	1.5%	2.1%	1.5%	--
<i>T-Bills (90 Day) Index</i>				0.2%	1.6%	2.4%	1.5%	0.9%
Total Composite	\$2,516,094	100.0%	100.0%	0.4%	5.5%	6.2%	3.1%	--

Note: Returns greater than one year are annualized. Past performance is no guarantee of future results.

## Ultra Conservative Portfolio Current / (Target) Asset Allocation



## Monthly Market Commentary

U.S. Equities produced negative results during a volatile month as U.S.-China trade tensions resurfaced. In addition, headlines were dominated by risks surrounding an economic downturn following the U.S. yield curve's inversion in mid-August. Total nonfarm payroll employment increased by 130,000 in August and the unemployment rate was unchanged at 3.7%. Inflation, as measured by the Consumer Price Index, rose 0.1% in August. For the second quarter of 2019, the second estimate of U.S. Real GDP released by the Bureau of Economic Analysis increased at an annual rate of 2.0%.

Developed International Equities also declined as renewed escalation of global trade tensions and their growing economic consequences triggered broad selling across markets. European equities were affected by weak economic data and increasing political uncertainty. Emerging Markets' equities fell in August, catching up with global markets' volatility.

The Ultra Conservative Portfolio's Fixed Income allocation returned +0.5% in August, underperforming its benchmark by 210 bps.

The Cash & Equivalents composite returned +0.2% during the month.

The Total Composite returned +0.4% in August.

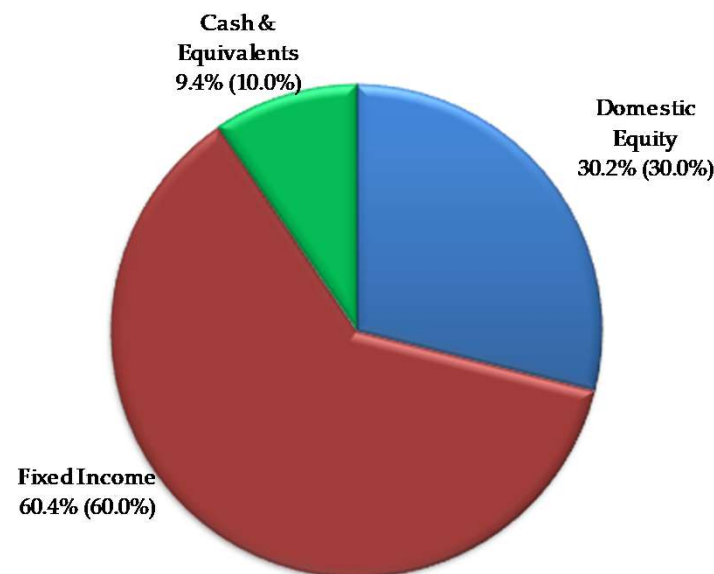
# The Catholic Foundation Restricted Pools – August 31, 2019

## Conservative Portfolio Performance

Asset Class / Manager	Market	Market	Target	Calendar				
	Value	Value %	%	Aug	YTD	1Yr	3Yr	5Yr
<b>Total Equity</b>	\$2,600,875	30.2%	30.0%	-2.0%	18.0%	1.3%	12.2%	--
<i>S&amp;P 500 Index</i>				-1.6%	18.3%	2.9%	12.7%	10.1%
<b>Fixed Income</b>	\$5,194,503	60.4%	60.0%	0.5%	6.6%	7.3%	3.7%	--
<i>BloomBarc U.S. Aggregate Bond Index</i>				2.6%	9.1%	10.2%	3.1%	3.3%
<b>Cash &amp; Equivalents</b>	\$812,999	9.4%	10.0%	0.2%	1.5%	2.2%	1.5%	--
<i>T-Bills (90 Day) Index</i>				0.2%	1.6%	2.4%	1.5%	0.9%
<b>Total Composite</b>	\$8,608,377	100.0%	100.0%	-0.3%	9.4%	4.5%	6.1%	--

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## Conservative Portfolio Current / (Target) Asset Allocation



## Monthly Market Commentary

U.S. Equities produced negative results during a volatile month as U.S.-China trade tensions resurfaced. In addition, headlines were dominated by risks surrounding an economic downturn following the U.S. yield curve's inversion in mid-August. Total nonfarm payroll employment increased by 130,000 in August and the unemployment rate was unchanged at 3.7%. Inflation, as measured by the Consumer Price Index, rose 0.1% in August. For the second quarter of 2019, the second estimate of U.S. Real GDP released by the Bureau of Economic Analysis increased at an annual rate of 2.0%.

Developed International Equities also declined as renewed escalation of global trade tensions and their growing economic consequences triggered broad selling across markets. European equities were affected by weak economic data and increasing political uncertainty. Emerging Markets' equities fell in August, catching up with global markets' volatility.

The Domestic Equity composite returned -2.0% in August, underperforming its benchmark.

The Conservative Portfolio's Fixed Income allocation returned +0.5% in August, underperforming its benchmark by 210 bps.

The Cash & Equivalents composite returned +0.2% during the month.

The Total Composite returned -0.3% during August.

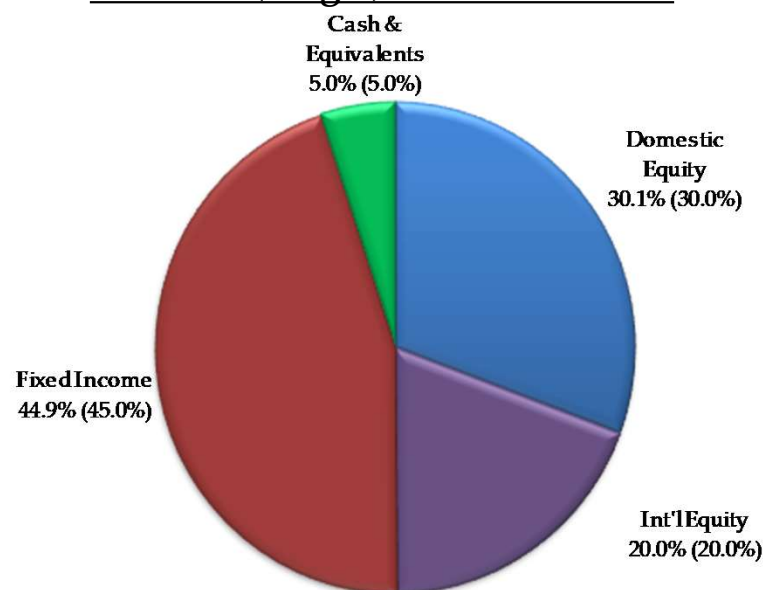
# The Catholic Foundation Restricted Pools – August 31, 2019

## Balanced Portfolio Performance

Asset Class / Manager	Market Value	Market Value %	Target %	Calendar				
				Aug	YTD	1Yr	3Yr	5Yr
Domestic Equity	\$3,777,985	30.1%	30.0%	-2.0%	18.0%	1.3%	12.2%	--
<i>S&amp;P 500 Index</i>				-1.6%	18.3%	2.9%	12.7%	10.1%
International Equity	\$2,511,241	20.0%	20.0%	-3.1%	8.6%	-6.5%	5.2%	--
<i>EAFE Index (in US Dollar NET)</i>				-2.6%	9.7%	-3.3%	5.9%	1.9%
Total Equity	\$6,289,226	50.1%	50.0%	-2.4%	14.3%	-1.8%	9.5%	--
Fixed Income	\$5,631,861	44.9%	45.0%	0.5%	6.7%	7.4%	3.7%	--
<i>BloomBarc U.S. Aggregate Bond Index</i>				2.6%	9.1%	10.2%	3.1%	3.3%
Cash & Equivalents	\$628,105	5.0%	5.0%	0.1%	1.5%	2.2%	1.5%	--
<i>T-Bills (90 Day) Index</i>				0.2%	1.6%	2.4%	1.5%	0.9%
Total Composite	\$12,549,192	100.0%	100.0%	-0.6%	10.9%	2.5%	6.7%	--

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## Balanced Portfolio Current / (Target) Asset Allocation



## Monthly Market Commentary

U.S. Equities produced negative results during a volatile month as U.S.-China trade tensions resurfaced. In addition, headlines were dominated by risks surrounding an economic downturn following the U.S. yield curve's inversion in mid-August. Total nonfarm payroll employment increased by 130,000 in August and the unemployment rate was unchanged at 3.7%. Inflation, as measured by the Consumer Price Index, rose 0.1% in August. For the second quarter of 2019, the second estimate of U.S. Real GDP released by the Bureau of Economic Analysis increased at an annual rate of 2.0%.

Developed International Equities also declined as renewed escalation of global trade tensions and their growing economic consequences triggered broad selling across markets. European equities were affected by weak economic data and increasing political uncertainty. Emerging Markets' equities fell in August, catching up with global markets' volatility.

The Domestic Equity composite returned -2.0% in August, underperforming its benchmark.

The International Equity allocation underperformed the benchmark during the month (-3.1% vs. -2.6%).

The Balanced Portfolio's Fixed Income allocation returned +0.5% in August, underperforming its benchmark by 210 bps.

The Cash & Equivalents composite returned +0.2% during the month.

The Total Composite returned -0.6% during August.

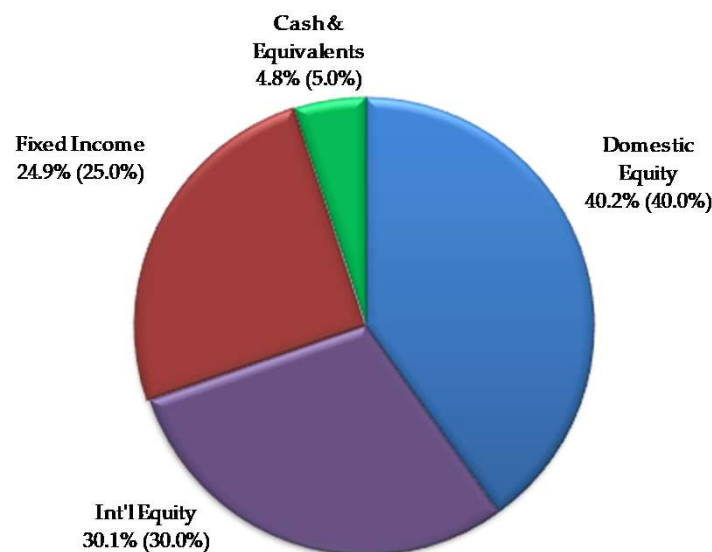
# The Catholic Foundation Restricted Pools – August 31, 2019

## Growth Portfolio Performance

Asset Class / Manager	Market Value	Market Value %	Target %	Calendar Aug	Calendar YTD	1Yr	3Yr	5Yr
Domestic Equity <i>S&amp;P 500 Index</i>	\$15,342,742	40.2%	40.0%	-2.0%	18.0%	1.3%	12.2%	--
				-1.6%	18.3%	2.9%	12.7%	10.1%
International Equity <i>EAFE Index (in US Dollar NET)</i>	\$11,453,593	30.1%	30.0%	-3.1%	8.7%	-6.5%	5.2%	--
				-2.6%	9.7%	-3.3%	5.9%	1.9%
Total Equity	\$26,796,335	70.4%	70.0%	-2.5%	14.0%	-2.0%	9.3%	--
Fixed Income <i>BloomBarc U.S. Aggregate Bond Index</i>	\$9,484,918	24.9%	25.0%	0.5%	6.7%	7.4%	3.7%	--
				2.6%	9.1%	10.2%	3.1%	3.3%
Cash & Equivalents <i>T-Bills (90 Day) Index</i>	\$1,822,844	4.8%	5.0%	0.2%	1.6%	2.2%	1.5%	--
				0.2%	1.6%	2.4%	1.5%	0.9%
Total Composite	\$38,104,097	100.0%	100.0%	-1.7%	11.4%	0.1%	7.5%	--

Note: Returns greater than one year are annualized. Past performance is no guarantee of future results.

## Growth Portfolio Current / (Target) Asset Allocation



## Monthly Market Commentary

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The Domestic Equity composite returned -2.0% in August, underperforming its benchmark by 40 bps.

The International Equity allocation underperformed the benchmark during the month (-3.1% vs. -2.6%).

The Growth Portfolio's Fixed Income allocation returned +0.5% in August, underperforming its benchmark by 210 bps.

The Cash & Equivalents composite returned +0.2% during the month.

The Total Composite returned -1.7% during August.