

# The Catholic Foundation Monthly Report – March 31, 2018

## Manager Performance Summary

<u>Asset Class / Manager</u>	<u>March</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%	-0.6%	13.9%	10.2%	13.0%
<i>S&amp;P 500 Index</i>	-2.5%	-0.8%	14.0%	10.8%	13.3%
<i>LCG Large Cap Core Universe Average</i>	-2.2%	-1.1%	12.6%	14.0%	11.3%
<i>International Equity</i>					
Dodge & Cox International Stock	-2.8%	-2.1%	11.0%	3.8%	7.3%
Harding Loevner International Eq Instl	0.0%	0.9%	19.2%	8.9%	8.3%
<i>EAFE Index (in US Dollar (Net))</i>	-1.8%	-1.5%	14.8%	5.6%	6.5%
<i>LCG International Equity Universe Average</i>	-0.8%	-0.6%	16.2%	6.1%	6.6%
<i>Fixed Income</i>					
Dodge & Cox Income	0.2%	-0.9%	2.2%	2.3%	2.8%
Western Asset Total Return Uncons I	0.4%	-0.8%	5.0%	3.9%	3.0%
<i>Barclays Aggregate Bond Index</i>	0.6%	-1.5%	1.2%	1.2%	1.8%
<i>LCG Fixed Income-Core (Interm) Universe Average</i>	0.3%	-1.3%	1.6%	1.7%	2.0%
<i>Cash &amp; Equivalents</i>					
Texas Capital Bank Money Market Account	0.1%	0.4%	1.2%	--	--
<i>T-Bills (90 Day) Index</i>	0.1%	0.4%	1.1%	0.5%	0.3%
<i>LCG Money Market Taxable Universe Average</i>	0.1%	0.3%	0.8%	0.3%	0.2%

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.

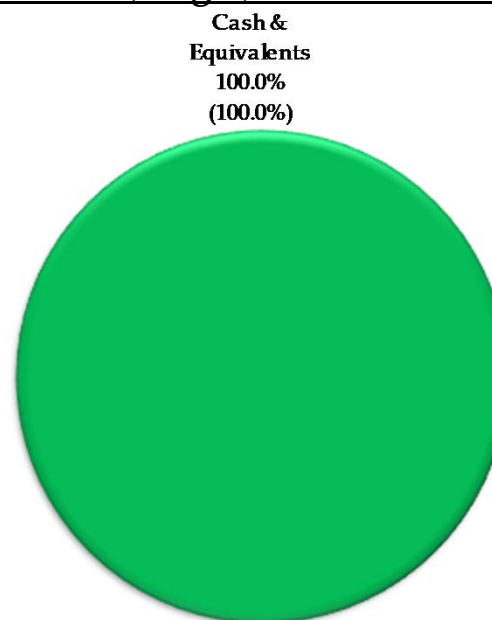
# The Catholic Foundation Monthly Report – March 31, 2018

## Money Market Portfolio Performance

Asset Class / Manager	Market Value	Market Value %	Target %	Calendar				
				March	YTD	1Yr	3Yr	5Yr
Cash & Equivalents	\$44,608	100.0%	100.0%	0.1%	0.4%	1.2%	--	--
<i>T-Bills (90 Day) Index</i>				0.1%	0.4%	1.1%	0.5%	0.3%
Total Composite	\$44,608	100.0%	100.0%	0.1%	0.4%	1.2%	--	--

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

Domestically, U.S. equities declined during the month amid fears of increased regulatory oversight, specifically in the technology sector, and increased rhetoric suggesting a global trade war could be looming. Total nonfarm payroll employment rose 103,000 in March; the unemployment rate was unchanged at 4.1%. Inflation, as measured by the Consumer Price Index was positive for the month. For the fourth quarter, the U.S. Real GDP third estimate released by the Bureau of Economic Analysis was revised upwards, increasing at an annual rate of 2.9%.

International equities were also negative during March as the Trump administration proposed levies on steel, aluminum and certain Chinese imports. European currencies strengthened against the U.S. Dollar with the European Central Bank dropping its commitment to quantitative easing, highlighting improving outlook. Developed international and emerging markets declined by 1.9% and 1.8%, respectively.

The Money Market Portfolio returned +0.1% during March.

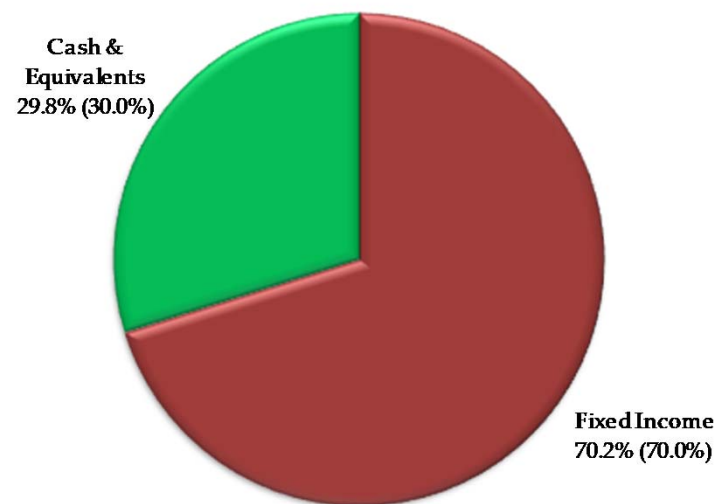
# The Catholic Foundation Monthly Report – March 31, 2018

## Ultra Conservative Portfolio Performance

Asset Class / Manager	Market Value	Market Value %	Target %	Calendar				
				March	YTD	1Yr	3Yr	5Yr
Fixed Income <i>BloomBarc Aggregate Bond Index</i>	\$1,036,700	70.2%	70.0%	0.3%	-0.8%	3.7%	--	--
				0.6%	-1.5%	1.2%	1.2%	1.8%
Cash & Equivalents <i>T-Bills (90 Day) Index</i>	\$439,372	29.8%	30.0%	0.1%	0.4%	1.2%	--	--
				0.1%	0.4%	1.1%	0.5%	0.3%
Total Composite	\$1,476,072	100.0%	100.0%	0.3%	-0.4%	3.0%	--	--

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



## Monthly Market Commentary

Domestically, U.S. equities declined during the month amid fears of increased regulatory oversight, specifically in the technology sector, and increased rhetoric suggesting a global trade war could be looming. Total nonfarm payroll employment rose 103,000 in March; the unemployment rate was unchanged at 4.1%. Inflation, as measured by the Consumer Price Index was positive for the month. For the fourth quarter, the U.S. Real GDP third estimate released by the Bureau of Economic Analysis was revised upwards, increasing at an annual rate of 2.9%.

International equities were also negative during March as the Trump administration proposed levies on steel, aluminum and certain Chinese imports. European currencies strengthened against the U.S. Dollar with the European Central Bank dropping its commitment to quantitative easing, highlighting improving outlook. Developed international and emerging markets declined by 1.9% and 1.8%, respectively.

The Ultra Conservative Portfolio's Fixed Income allocation returned 30 bps in March, underperforming its benchmark by 30 bps.

The Cash & Equivalents composite returned +0.1% during the month.

The Total Composite gained 30 bps in March.

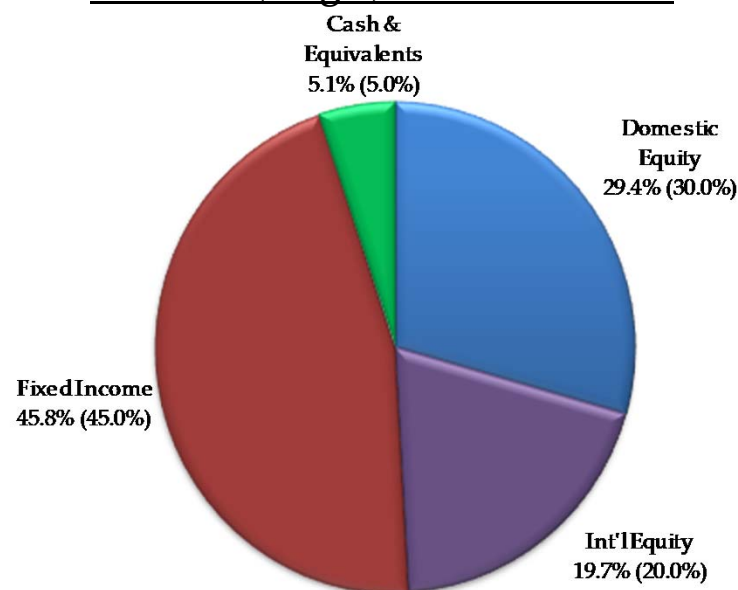
# The Catholic Foundation Monthly Report – March 31, 2018

## Balanced Portfolio Performance

Asset Class / Manager	Market Value	Market Value %	Target %	Calendar				
				March	YTD	1Yr	3Yr	5Yr
Domestic Equity <i>S&amp;P 500 Index</i>	\$2,004,767	29.4%	30.0%	-2.0%	-0.6%	13.9%	--	--
				-2.5%	-0.8%	14.0%	10.8%	13.3%
International Equity <i>EAFE Index (in US Dollar NET)</i>	\$1,337,547	19.7%	20.0%	-1.4%	-0.6%	15.1%	--	--
				-1.8%	-1.5%	14.8%	5.6%	6.5%
Fixed Income <i>BloomBarc Aggregate Bond Index</i>	\$3,124,493	45.8%	45.0%	0.3%	-0.8%	3.6%	--	--
				0.6%	-1.5%	1.2%	1.2%	1.8%
Cash & Equivalents <i>T-Bills (90 Day) Index</i>	\$346,278	5.1%	5.0%	0.1%	0.4%	1.2%	--	--
				0.1%	0.4%	1.1%	0.5%	0.3%
<b>Total Composite</b>	<b>\$6,813,085</b>	<b>100.0%</b>	<b>100.0%</b>	<b>-0.7%</b>	<b>-0.7%</b>	<b>8.8%</b>	<b>--</b>	<b>--</b>

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## Balanced Portfolio Current / (Target) Asset Allocation



## Monthly Market Commentary

Domestically, U.S. equities declined during the month amid fears of increased regulatory oversight, specifically in the technology sector, and increased rhetoric suggesting a global trade war could be looming. Total nonfarm payroll employment rose 103,000 in March; the unemployment rate was unchanged at 4.1%. Inflation, as measured by the Consumer Price Index was positive for the month. For the fourth quarter, the U.S. Real GDP third estimate released by the Bureau of Economic Analysis was revised upwards, increasing at an annual rate of 2.9%.

International equities were also negative during March as the Trump administration proposed levies on steel, aluminum and certain Chinese imports. European currencies strengthened against the U.S. Dollar with the European Central Bank dropping its commitment to quantitative easing, highlighting improving outlook. Developed international and emerging markets declined by 1.9% and 1.8%, respectively.

The Domestic Equity composite outperformed its benchmark during March by 50 bps (-2.0% vs. -2.5%).

The International Equity allocation outperformed its benchmark during the month (-1.4% vs. -1.8%).

The Balanced Portfolio's Fixed Income allocation returned 30 bps in March, lagging its benchmark by 30 bps.

The Cash & Equivalents composite returned +0.1% during the month.

The Total Composite lost 70 bps during March, driven by the Domestic and International Equity allocations.

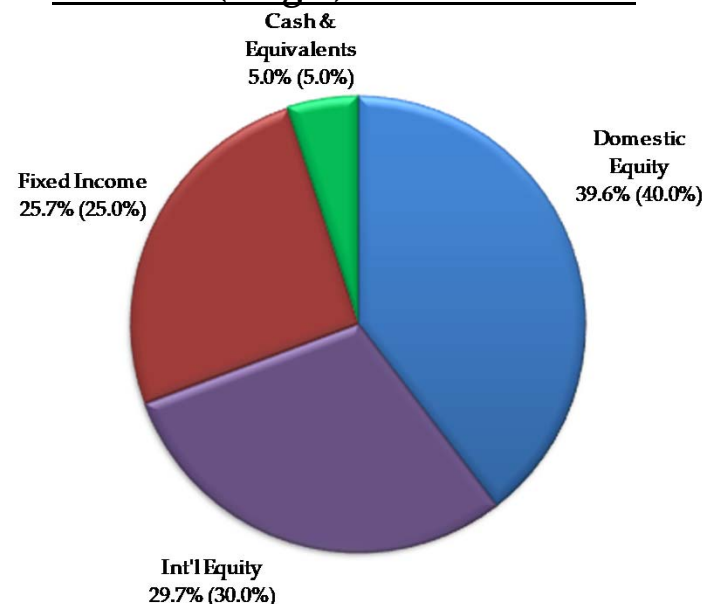
# The Catholic Foundation Monthly Report – March 31, 2018

## Growth Portfolio Performance

Asset Class / Manager	Market Value	Market Value %	Target %	Calendar				
				March	YTD	1Yr	3Yr	5Yr
Domestic Equity <i>S&amp;P 500 Index</i>	\$2,149,204	39.6%	40.0%	-2.0%	-0.6%	13.9%	--	--
				-2.5%	-0.8%	14.0%	10.8%	13.3%
International Equity <i>EAFE Index (in US Dollar NET)</i>	\$1,612,645	29.7%	30.0%	-1.4%	-0.6%	15.0%	--	--
				-1.8%	-1.5%	14.8%	5.6%	6.5%
Fixed Income <i>BloomBarc Aggregate Bond Index</i>	\$1,394,705	25.7%	25.0%	0.3%	-0.8%	3.7%	--	--
				0.6%	-1.5%	1.2%	1.2%	1.8%
Cash & Equivalents <i>T-Bills (90 Day) Index</i>	\$273,489	5.0%	5.0%	0.1%	0.4%	1.2%	--	--
				0.1%	0.4%	1.1%	0.5%	0.3%
<b>Total Composite</b>	<b>\$5,430,043</b>	<b>100.0%</b>	<b>100.0%</b>	<b>-1.1%</b>	<b>-0.6%</b>	<b>11.3%</b>	<b>--</b>	<b>--</b>

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

Domestically, U.S. equities declined during the month amid fears of increased regulatory oversight, specifically in the technology sector, and increased rhetoric suggesting a global trade war could be looming. Total nonfarm payroll employment rose 103,000 in March; the unemployment rate was unchanged at 4.1%. Inflation, as measured by the Consumer Price Index was positive for the month. For the fourth quarter, the U.S. Real GDP third estimate released by the Bureau of Economic Analysis was revised upwards, increasing at an annual rate of 2.9%.

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The Domestic Equity composite outperformed its benchmark during March by 50 bps (-2.0% vs. -2.5%).

The International Equity allocation outperformed its benchmark during the month (-1.4% vs. -1.8%).

The Growth Portfolio's Fixed Income allocation returned 30 bps in March, lagging its benchmark by 30 bps.

The Cash & Equivalents composite returned +0.1% during the month.

The Total Composite lost 110 bps during March, driven by the Domestic and International Equity allocations.