

---

# Agency Pools Monthly Report *for*

THE CATHOLIC FOUNDATION

---

**As of December 31, 2021**

# The Catholic Foundation Agency Pools – December 31, 2021

## Manager Performance Summary

| <u>Asset Class / Manager</u>                           | <u>December</u> | <u>4Q 2021</u> | <u>1Yr</u> | <u>3Yr</u> | <u>5Yr</u> |
|--|-----------------|----------------|------------|------------|------------|
| <i>Domestic Equity</i>                                 |                 |                |            |            |            |
| CUIT Core Equity Index Fund B                          | 4.5%            | 11.4%          | 29.0%      | 26.1%      | 18.2%      |
| <i>S&amp;P 500 Index</i>                               | 4.5%            | 11.0%          | 28.7%      | 26.1%      | 18.5%      |
| <i>LCG Large Cap Core Universe Average</i>             | 4.7%            | 9.0%           | 25.1%      | 22.6%      | 15.7%      |
| <i>International Equity</i>                            |                 |                |            |            |            |
| Dodge & Cox International Stock                        | 5.1%            | 2.4%           | 11.0%      | 11.7%      | 7.2%       |
| Harding Loevner International Eq Instl                 | 4.5%            | 4.6%           | 8.5%       | 17.8%      | 12.8%      |
| <i>EAFE Index (in US Dollar (Net))</i>                 | 5.1%            | 2.7%           | 11.3%      | 13.5%      | 9.5%       |
| <i>LCG International Equity Universe Average</i>       | 4.4%            | 2.6%           | 10.2%      | 14.9%      | 10.2%      |
| <i>Fixed Income</i>                                    |                 |                |            |            |            |
| Dodge & Cox Income                                     | 0.1%            | -0.4%          | -0.9%      | 6.0%       | 4.4%       |
| Baird Aggregate Bond Fund                              | -0.2%           | -0.1%          | -1.5%      | 5.4%       | 4.0%       |
| <i>Barclays Aggregate Bond Index</i>                   | -0.3%           | 0.0%           | -1.5%      | 4.8%       | 3.6%       |
| <i>LCG Fixed Income-Core (Interm) Universe Average</i> | 0.0%            | -0.1%          | -0.5%      | 5.3%       | 3.8%       |
| <i>Cash &amp; Equivalents</i>                          |                 |                |            |            |            |
| Invesco Prem US Gov Money Market - Instl               | 0.0%            | 0.0%           | 0.0%       | 0.8%       | 1.0%       |
| <i>T-Bills (90 Day) Index</i>                          | 0.0%            | 0.0%           | 0.0%       | 1.0%       | 1.1%       |
| <i>LCG Money Market Taxable Universe Average</i>       | 0.0%            | 0.0%           | 0.0%       | 0.8%       | 0.9%       |

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 Agency Pools – December 31, 2021

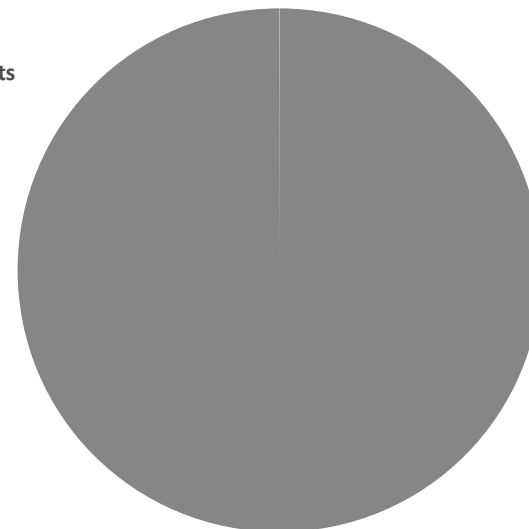
## Money Market Portfolio Performance

| Asset Class /<br>Manager      | Market          | Market        | Target        |             |             |             |             |             |
|-------------------------------|-----------------|---------------|---------------|-------------|-------------|-------------|-------------|-------------|
|                               | Value           | Value %       | %             | December    | 4Q21        | 1Yr         | 3Yr         | 5Yr         |
| Cash & Equivalents            | \$19,783        | 100.0%        | 100.0%        | 0.0%        | 0.0%        | 0.0%        | 0.8%        | 1.0%        |
| <i>T-Bills (90 Day) Index</i> |                 |               |               | 0.0%        | 0.0%        | 0.0%        | 1.0%        | 1.1%        |
| <b>Total Composite</b>        | <b>\$19,783</b> | <b>100.0%</b> | <b>100.0%</b> | <b>0.0%</b> | <b>0.0%</b> | <b>0.0%</b> | <b>0.8%</b> | <b>1.0%</b> |

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

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

Cash &  
Equivalents  
100.0%  
(100.0%)



## Monthly Market Commentary

U.S. equities finished the year with a strong fourth quarter, providing investors with the third year in a row of double-digit returns. Ten of the eleven sectors in the S&P 500 generated positive results over the quarter, led by Real Estate (+17.5%), Information Technology (+16.7%), and Materials (+15.2%). Unemployment claims hit their lowest level since the onset of the pandemic despite the spread of the Omicron variant. Total nonfarm payroll employment increased in December by 199,000 and the unemployment rate decreased to 3.9%. Inflation, as measured by the Consumer Price Index, increased +0.5% in December. In the third quarter of 2021, the U.S. Real GDP, released by the Bureau of Economic Analysis, increased at an annual rate of +2.3%.

Developed non-U.S. equity markets also had a strong fourth quarter, but trailed U.S. equity markets for the year. The MSCI Emerging Markets Index declined in the fourth quarter and was negative for the year. Fixed Income markets were flat during the fourth quarter as rates remained relatively stable.

The Money Market Portfolio returned 0.0% during December.

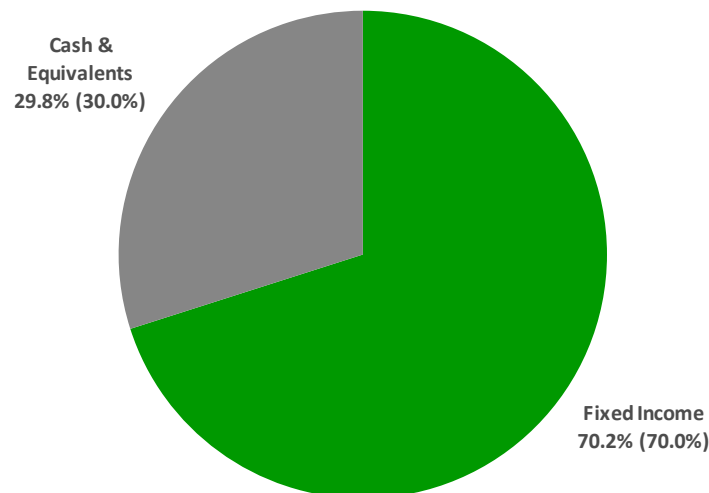
# The Catholic Foundation Agency Pools – December 31, 2021

## Ultra Conservative Portfolio Performance

| Asset Class /<br>Manager                   | Market<br>Value  | Market<br>Value % | Target<br>%   | Returns     |              |              |             |             |
|--|------------------|-------------------|---------------|-------------|--------------|--------------|-------------|-------------|
|  |                  |                   |               | December    | 4Q21         | 1Yr          | 3Yr         | 5Yr         |
| Fixed Income                               | \$249,540        | 70.2%             | 70.0%         | -0.1%       | -0.3%        | -1.2%        | 4.8%        | 3.8%        |
| <i>BloomBarc U.S. Aggregate Bond Index</i> |                  |                   |               | -0.3%       | 0.0%         | -1.5%        | 4.8%        | 3.6%        |
| Cash & Equivalents                         | \$106,055        | 29.8%             | 30.0%         | 0.0%        | 0.0%         | 0.0%         | 0.8%        | 1.0%        |
| <i>T-Bills (90 Day) Index</i>              |                  |                   |               | 0.0%        | 0.0%         | 0.0%         | 1.0%        | 1.1%        |
| <b>Total Composite</b>                     | <b>\$355,595</b> | <b>100.0%</b>     | <b>100.0%</b> | <b>0.0%</b> | <b>-0.2%</b> | <b>-0.8%</b> | <b>3.6%</b> | <b>2.9%</b> |

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 finished the year with a strong fourth quarter, providing investors with the third year in a row of double-digit returns. Ten of the eleven sectors in the S&P 500 generated positive results over the quarter, led by Real Estate (+17.5%), Information Technology (+16.7%), and Materials (+15.2%). Unemployment claims hit their lowest level since the onset of the pandemic despite the spread of the Omicron variant. Total nonfarm payroll employment increased in December by 199,000 and the unemployment rate decreased to 3.9%. Inflation, as measured by the Consumer Price Index, increased +0.5% in December. In the third quarter of 2021, the U.S. Real GDP, released by the Bureau of Economic Analysis, increased at an annual rate of +2.3%.

Developed non-U.S. equity markets also had a strong fourth quarter, but trailed U.S. equity markets for the year. The MSCI Emerging Markets Index declined in the fourth quarter and was negative for the year. Fixed Income markets were flat during the fourth quarter as rates remained relatively stable.

The Ultra Conservative Portfolio's Fixed Income returned -0.1% in December, outperforming its benchmark by 20 bps.

The Cash & Equivalents composite returned 0.0% during the month.

The Total Composite returned 0.0% in December.

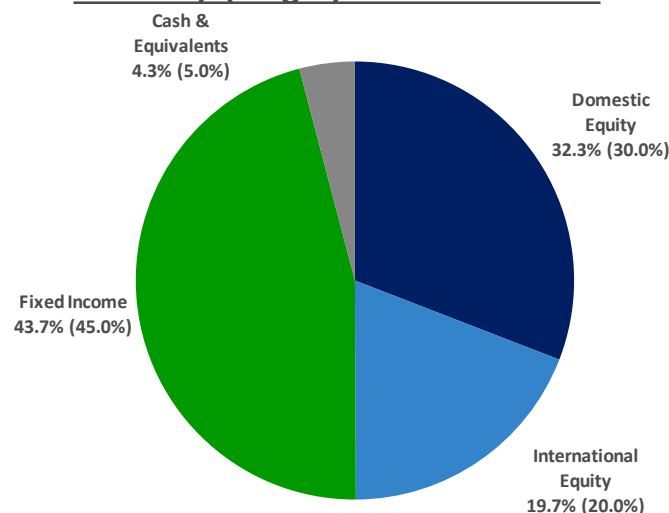
# The Catholic Foundation Agency Pools – December 31, 2021

## Balanced Portfolio Performance

| Asset Class /<br>Manager                                     | Market             | Market        | Target        |             |             |              |              |              |
|--|--------------------|---------------|---------------|-------------|-------------|--------------|--------------|--------------|
|  | Value              | Value %       | %             | December    | 4Q21        | 1Yr          | 3Yr          | 5Yr          |
| Domestic Equity<br><i>S&amp;P 500 Index</i>                  | \$2,560,229        | 32.3%         | 30.0%         | 4.5%        | 11.3%       | 29.0%        | 26.1%        | 18.2%        |
|  |                    |               |               | 4.5%        | 11.0%       | 28.7%        | 26.1%        | 18.5%        |
| International Equity<br><i>EAFE Index (in US Dollar NET)</i> | \$1,559,375        | 19.7%         | 20.0%         | 4.8%        | 3.5%        | 9.8%         | 14.9%        | 10.1%        |
|  |                    |               |               | 5.1%        | 2.7%        | 11.3%        | 13.5%        | 9.5%         |
| <b>Total Equity</b>  | <b>\$4,119,604</b> | <b>52.0%</b>  | <b>50.0%</b>  | <b>4.6%</b> | <b>8.2%</b> | <b>21.0%</b> | <b>21.6%</b> | <b>15.0%</b> |
| Fixed Income<br><i>BloomBarc U.S. Aggregate Bond Index</i>   | \$3,464,566        | 43.7%         | 45.0%         | -0.1%       | -0.3%       | -1.2%        | 4.8%         | 3.7%         |
|  |                    |               |               | -0.3%       | 0.0%        | -1.5%        | 4.8%         | 3.6%         |
| Cash & Equivalents<br><i>T-Bills (90 Day) Index</i>          | \$342,544          | 4.3%          | 5.0%          | 0.0%        | 0.0%        | 0.0%         | 0.8%         | 1.0%         |
|  |                    |               |               | 0.0%        | 0.0%        | 0.0%         | 1.0%         | 1.1%         |
| <b>Total Composite</b>                                       | <b>\$7,926,714</b> | <b>100.0%</b> | <b>100.0%</b> | <b>2.3%</b> | <b>4.0%</b> | <b>10.3%</b> | <b>13.1%</b> | <b>9.4%</b>  |

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

## Balanced Portfolio Current / (Target) Asset Allocation



## Monthly Market Commentary

U.S. equities finished the year with a strong fourth quarter, providing investors with the third year in a row of double-digit returns. Ten of the eleven sectors in the S&P 500 generated positive results over the quarter, led by Real Estate (+17.5%), Information Technology (+16.7%), and Materials (+15.2%). Unemployment claims hit their lowest level since the onset of the pandemic despite the spread of the Omicron variant. Total nonfarm payroll employment increased in December by 199,000 and the unemployment rate decreased to 3.9%. Inflation, as measured by the Consumer Price Index, increased +0.5% in December. In the third quarter of 2021, the U.S. Real GDP, released by the Bureau of Economic Analysis, increased at an annual rate of +2.3%.

Developed non-U.S. equity markets also had a strong fourth quarter, but trailed U.S. equity markets for the year. The MSCI Emerging Markets Index declined in the fourth quarter and was negative for the year. Fixed Income markets were flat during the fourth quarter as rates remained relatively stable.

The Domestic Equity composite returned +4.5% in December, performing in-line with its benchmark.

The International Equity allocation underperformed its benchmark during the month (+4.8% vs. +5.1%).

The Balanced Portfolio's Fixed Income allocation returned -0.1% in December, outperforming its benchmark by 20 bps.

The Cash & Equivalents composite returned 0.0% during the month.

The Total Composite returned +2.3% in December.

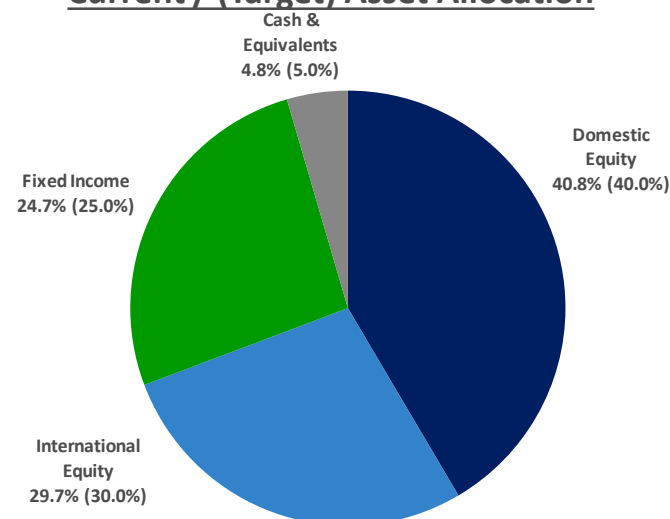
# The Catholic Foundation Agency Pools – December 31, 2021

## Growth Portfolio Performance

| Asset Class /<br>Manager                                     | Market             | Market        | Target        |             |             |              |              |              |
|--|--------------------|---------------|---------------|-------------|-------------|--------------|--------------|--------------|
|  | Value              | Value %       | %             | December    | 4Q21        | 1Yr          | 3Yr          | 5Yr          |
| Domestic Equity<br><i>S&amp;P 500 Index</i>                  | \$3,969,847        | 40.8%         | 40.0%         | 4.5%        | 11.3%       | 28.8%        | 26.0%        | 18.1%        |
|  |                    |               |               | 4.5%        | 11.0%       | 28.7%        | 26.1%        | 18.5%        |
| International Equity<br><i>EAFE Index (in US Dollar NET)</i> | \$2,887,750        | 29.7%         | 30.0%         | 4.8%        | 3.5%        | 9.8%         | 14.8%        | 10.0%        |
|  |                    |               |               | 5.1%        | 2.7%        | 11.3%        | 13.5%        | 9.5%         |
| <b>Total Equity</b>  | <b>\$6,857,597</b> | <b>70.5%</b>  | <b>70.0%</b>  | <b>4.7%</b> | <b>8.2%</b> | <b>20.7%</b> | <b>21.3%</b> | <b>14.7%</b> |
| Fixed Income<br><i>BloomBarc U.S. Aggregate Bond Index</i>   | \$2,402,066        | 24.7%         | 25.0%         | 0.0%        | -0.2%       | -1.2%        | 4.7%         | 3.7%         |
|  |                    |               |               | -0.3%       | 0.0%        | -1.5%        | 4.8%         | 3.6%         |
| Cash & Equivalents<br><i>T-Bills (90 Day) Index</i>          | \$471,168          | 4.8%          | 5.0%          | 0.0%        | 0.0%        | 0.0%         | 0.8%         | 1.0%         |
|  |                    |               |               | 0.0%        | 0.0%        | 0.0%         | 1.0%         | 1.1%         |
| <b>Total Composite</b>                                       | <b>\$9,730,831</b> | <b>100.0%</b> | <b>100.0%</b> | <b>3.3%</b> | <b>5.6%</b> | <b>14.0%</b> | <b>16.1%</b> | <b>11.4%</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

U.S. equities finished the year with a strong fourth quarter, providing investors with the third year in a row of double-digit returns. Ten of the eleven sectors in the S&P 500 generated positive results over the quarter, led by Real Estate (+17.5%), Information Technology (+16.7%), and Materials (+15.2%). Unemployment claims hit their lowest level since the onset of the pandemic despite the spread of the Omicron variant. Total nonfarm payroll employment increased in December by 199,000 and the unemployment rate decreased to 3.9%. Inflation, as measured by the Consumer Price Index, increased +0.5% in December. In the third quarter of 2021, the U.S. Real GDP, released by the Bureau of Economic Analysis, increased at an annual rate of +2.3%.

Developed non-U.S. equity markets also had a strong fourth quarter, but trailed U.S. equity markets for the year. The MSCI Emerging Markets Index declined in the fourth quarter and was negative for the year. Fixed Income markets were flat during the fourth quarter as rates remained relatively stable.

The Domestic Equity composite returned +4.5% in December, performing in-line with its benchmark.

The International Equity allocation underperformed its benchmark during the month (+4.8% vs. +5.1%).

The Growth Portfolio's Fixed Income allocation returned 0.0% in December, outperforming its benchmark by 30 bps.

The Cash & Equivalents composite returned 0.0% during the month.

The Total Composite returned +3.3% in December.