

# The Catholic Foundation Monthly Report – March 31, 2017

## 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	0.1%	5.8%	18.1%	9.7%	13.1%
<i>S&amp;P 500 Index</i>	0.1%	6.1%	17.2%	10.4%	13.3%
<i>LCG Large Cap Core Universe Average</i>	0.2%	5.6%	15.5%	7.7%	11.2%
<i>International Equity</i>					
Dodge & Cox International Stock	3.6%	9.3%	23.0%	0.7%	7.3%
Harding Loevner International Eq Instl	3.5%	10.0%	15.0%	4.2%	6.6%
<i>EAFE Index (in US Dollar (Net))</i>	2.8%	7.2%	11.7%	0.5%	5.8%
<i>LCG International Equity Universe Average</i>	3.1%	8.0%	11.2%	0.6%	5.3%
<i>Fixed Income</i>					
Dodge & Cox Income	0.1%	1.2%	4.4%	3.1%	3.4%
Western Asset Total Return Uncons I	0.5%	1.8%	7.7%	2.8%	3.2%
<i>Barclays Aggregate Bond Index</i>	-0.1%	0.8%	0.4%	2.7%	2.3%
<i>LCG Fixed Income-Core (Interm) Universe Average</i>	0.0%	1.2%	2.8%	2.6%	2.8%
<i>Cash &amp; Equivalents</i>					
Texas Capital Bank Money Market Account	0.1%	0.2%	0.5%	--	--
<i>T-Bills (90 Day) Index</i>	0.0%	0.1%	0.3%	0.1%	0.1%
<i>LCG Money Market Taxable Universe Average</i>	0.0%	0.1%	0.2%	0.1%	0.1%

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.

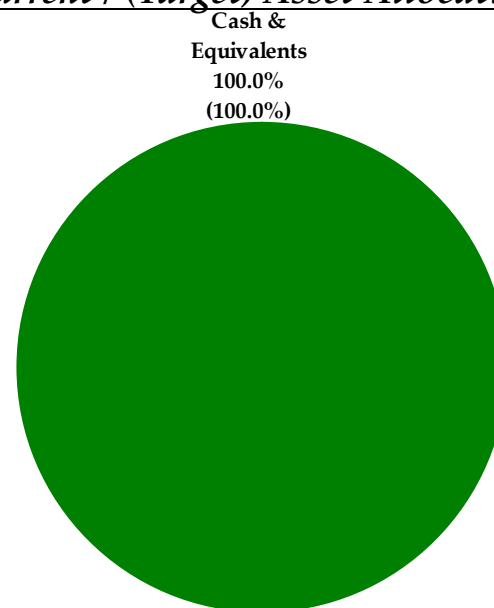
# The Catholic Foundation Monthly Report – March 31, 2017

## Money Market Portfolio Performance

Asset Class / Manager	Market	Market	Target	Calendar				
	Value	Value %	%	March	YTD	1Yr	3Yr	5Yr
Cash & Equivalents	\$408,634	100.0%	100.0%	0.1%	0.2%	0.5%	--	--
<i>T-Bills (90 Day) Index</i>				0.0%	0.1%	0.3%	0.1%	0.1%
<b>Total Composite</b>	<b>\$408,634</b>	<b>100.0%</b>	<b>100.0%</b>	<b>0.1%</b>	<b>0.2%</b>	<b>0.5%</b>	<b>--</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

Global equity markets were positive during the first quarter of 2017. U.S. equity markets had a strong start to the year while exhibiting historically low volatility. For the quarter, the CBOE volatility index (VIX) recorded its second lowest quarterly average in history. Developed International Equity markets outpaced U.S. markets over the period, and the U.S. dollar depreciated against most major currencies.

The Federal Open Market Committee's target federal funds rate was increased by 0.25% to 0.75% - 1.00%. The 10-year yield declined 5 basis points and the 30-year yield declined 6 basis points. Higher prices for industrial metals, encouraging economic data from China, and a weaker U.S. dollar bolstered Emerging Markets returns.

The Money Market Portfolio returned +0.1% during March.

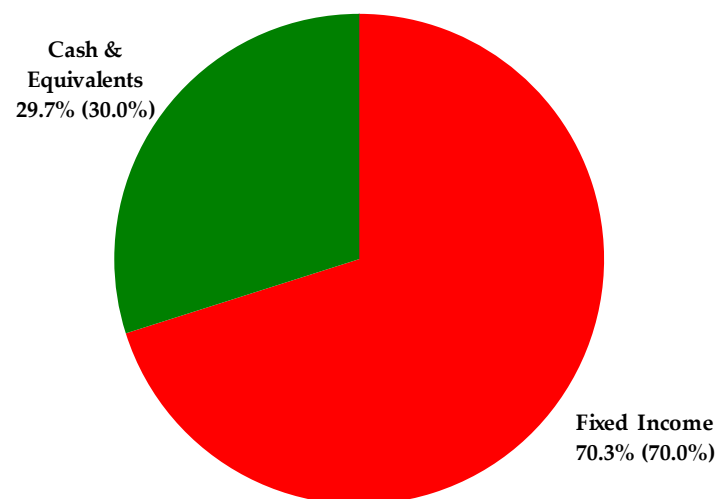
# The Catholic Foundation Monthly Report – March 31, 2017

## Ultra Conservative Portfolio Performance

Asset Class / Manager	Market Value	Market Value %	Target %	Calendar				
				March	YTD	1Yr	3Yr	5Yr
<b>Fixed Income</b>	\$65,065	70.3%	70.0%	0.3%	1.5%	6.0%	--	--
<i>Bloomberg Barclays Aggregate Bond Index</i>				-0.1%	0.8%	0.4%	2.7%	2.3%
<b>Cash &amp; Equivalents</b>	\$27,474	29.7%	30.0%	0.1%	0.2%	0.5%	--	--
<i>T-Bills (90 Day) Index</i>				0.0%	0.1%	0.3%	0.1%	0.1%
<b>Total Composite</b>	\$92,539	100.0%	100.0%	0.2%	1.1%	4.4%	--	--

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



## Monthly Market Commentary

Global equity markets were positive during the first quarter of 2017. U.S. equity markets had a strong start to the year while exhibiting historically low volatility. For the quarter, the CBOE volatility index (VIX) recorded its second lowest quarterly average in history. Developed International Equity markets outpaced U.S. markets over the period, and the U.S. dollar depreciated against most major currencies.

The Federal Open Market Committee's target federal funds rate was increased by 0.25% to 0.75% - 1.00%. The 10-year yield declined 5 basis points and the 30-year yield declined 6 basis points. Higher prices for industrial metals, encouraging economic data from China, and a weaker U.S. dollar bolstered Emerging Markets returns.

The Ultra Conservative Portfolio's Fixed Income allocation outperformed its benchmark (+0.3% vs. -0.1%) during March.

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

The Total Composite returned +0.2% during March, driven by the Fixed Income allocation.

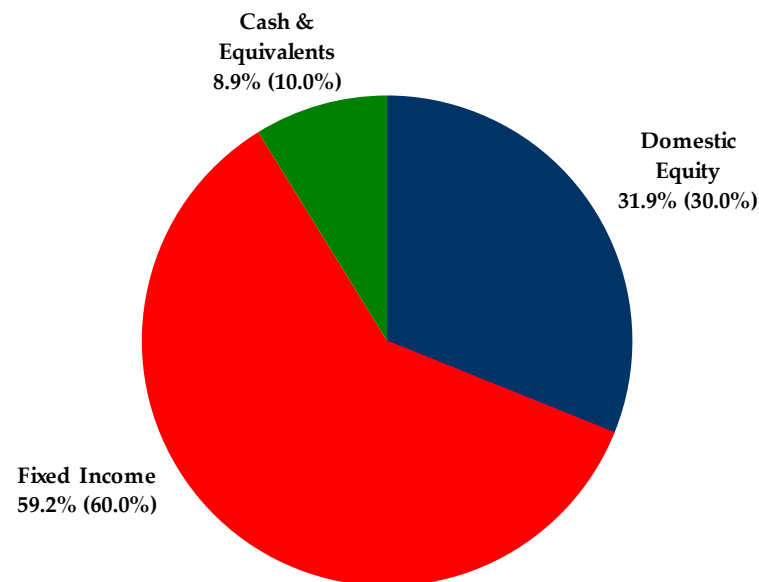
# The Catholic Foundation Monthly Report – March 31, 2017

## Conservative Portfolio Performance

Asset Class / Manager	Market Value	Market Value %	Target %	Calendar				
				March	YTD	1Yr	3Yr	5Yr
Domestic Equity	\$3,088,589	31.9%	30.0%	0.1%	5.8%	18.1%	--	--
<i>S&amp;P 500 Index</i>				0.1%	6.1%	17.2%	10.4%	13.3%
Fixed Income	\$5,739,691	59.2%	60.0%	0.3%	1.5%	6.1%	--	--
<i>Bloomberg Barclays Aggregate Bond Index</i>				-0.1%	0.8%	0.4%	2.7%	2.3%
Cash & Equivalents	\$866,612	8.9%	10.0%	0.1%	0.2%	0.5%	--	--
<i>T-Bills (90 Day) Index</i>				0.0%	0.1%	0.3%	0.1%	0.1%
Total Composite	\$9,694,892	100.0%	100.0%	0.2%	2.7%	9.2%	--	--

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## Conservative Portfolio Current / (Target) Asset Allocation



## Monthly Market Commentary

Global equity markets were positive during the first quarter of 2017. U.S. equity markets had a strong start to the year while exhibiting historically low volatility. For the quarter, the CBOE volatility index (VIX) recorded its second lowest quarterly average in history. Developed International Equity markets outpaced U.S. markets over the period, and the U.S. dollar depreciated against most major currencies.

The Federal Open Market Committee's target federal funds rate was increased by 0.25% to 0.75% - 1.00%. The 10-year yield declined 5 basis points and the 30-year yield declined 6 basis points. Higher prices for industrial metals, encouraging economic data from China, and a weaker U.S. dollar bolstered Emerging Markets returns.

The Domestic Equity composite performed in line with its benchmark during March (+0.1% vs. +0.1%).

The Conservative Portfolio's Fixed Income allocation outperformed its benchmark (+0.3% vs. -0.1%) during March.

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

The Total Composite returned +0.2% during March, driven by the Fixed Income allocation.

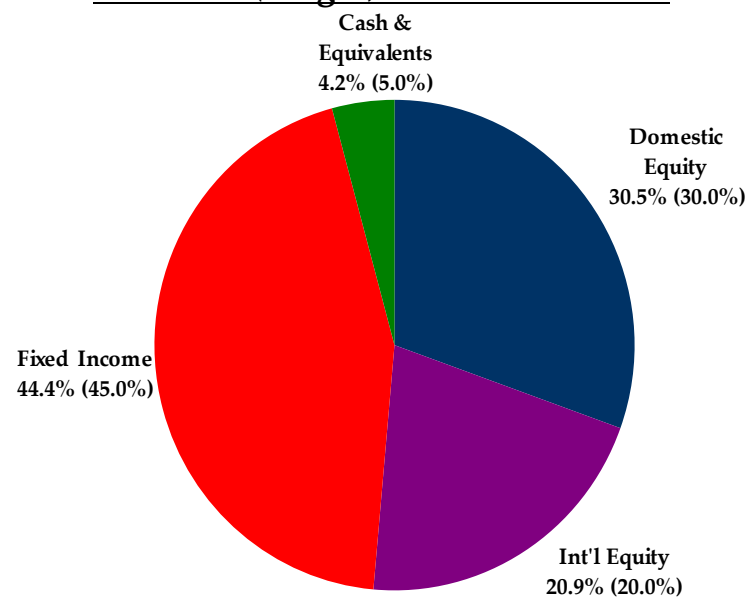
# The Catholic Foundation Monthly Report – March 31, 2017

## 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>	\$2,234,972	30.5%	30.0%	0.1%	5.8%	18.1%	--	--
				0.1%	6.1%	17.2%	10.4%	13.3%
International Equity <i>EAFE Index (in US Dollar NET)</i>	\$1,529,562	20.9%	20.0%	3.5%	9.7%	19.0%	--	--
				2.8%	7.2%	11.7%	0.5%	5.8%
Fixed Income <i>Bloomberg Barclays Aggregate Bond Index</i>	\$3,261,839	44.4%	45.0%	0.3%	1.5%	6.0%	--	--
				-0.1%	0.8%	0.4%	2.7%	2.3%
Cash & Equivalents <i>T-Bills (90 Day) Index</i>	\$311,744	4.2%	5.0%	0.1%	0.2%	0.5%	--	--
				0.0%	0.1%	0.3%	0.1%	0.1%
<b>Total Composite</b>	<b>\$7,338,117</b>	<b>100.0%</b>	<b>100.0%</b>	<b>0.9%</b>	<b>4.3%</b>	<b>11.9%</b>	<b>--</b>	<b>--</b>

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## Balanced Portfolio Current / (Target) Asset Allocation



## Monthly Market Commentary

Global equity markets were positive during the first quarter of 2017. U.S. equity markets had a strong start to the year while exhibiting historically low volatility. For the quarter, the CBOE volatility index (VIX) recorded its second lowest quarterly average in history. Developed International Equity markets outpaced U.S. markets over the period, and the U.S. dollar depreciated against most major currencies.

The Federal Open Market Committee's target federal funds rate was increased by 0.25% to 0.75% - 1.00%. The 10-year yield declined 5 basis points and the 30-year yield declined 6 basis points. Higher prices for industrial metals, encouraging economic data from China, and a weaker U.S. dollar bolstered Emerging Markets returns.

The Domestic Equity composite performed in line with its benchmark during March (+0.1% vs. +0.1%).

The International Equity allocation outperformed its benchmark during the month (+3.5% vs. +2.8%).

The Balanced Portfolio's Fixed Income allocation outperformed its benchmark (+0.3% vs. -0.1%) during March.

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

The Total Composite returned +0.9% during March, driven by the International Equity allocation.

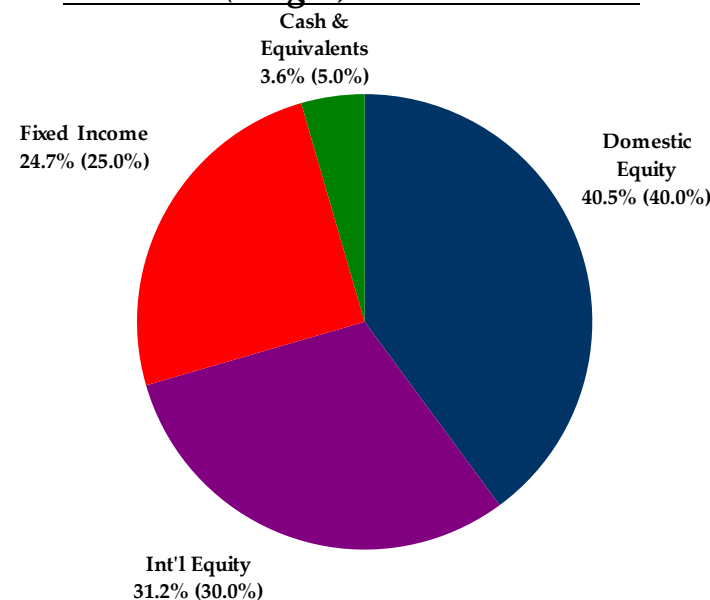
# The Catholic Foundation Monthly Report – March 31, 2017

## Growth Portfolio Performance

Asset Class / Manager	Market Value	Market Value %	Target %	Calendar				
				March	YTD	1Yr	3Yr	5Yr
Domestic Equity	\$13,535,747	40.5%	40.0%	0.1%	5.8%	17.7%	--	--
<i>S&amp;P 500 Index</i>				0.1%	6.1%	17.2%	10.4%	13.3%
International Equity	\$10,431,956	31.2%	30.0%	3.5%	9.7%	19.0%	--	--
<i>EAFE Index (in US Dollar NET)</i>				2.8%	7.2%	11.7%	0.5%	5.8%
Fixed Income	\$8,231,145	24.7%	25.0%	0.3%	1.4%	6.0%	--	--
<i>Bloomberg Barclays Aggregate Bond Index</i>				-0.1%	0.8%	0.4%	2.7%	2.3%
Cash & Equivalents	\$1,204,632	3.6%	5.0%	0.1%	0.2%	0.5%	--	--
<i>T-Bills (90 Day) Index</i>				0.0%	0.1%	0.3%	0.1%	0.1%
<b>Total Composite</b>	<b>\$33,403,480</b>	<b>100.0%</b>	<b>100.0%</b>	<b>1.2%</b>	<b>5.5%</b>	<b>14.2%</b>	<b>--</b>	<b>--</b>

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## Growth Portfolio Current / (Target) Asset Allocation



## Monthly Market Commentary

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The Domestic Equity composite performed in line with its benchmark during March (+0.1% vs. +0.1%).

The International Equity allocation outperformed its benchmark during the month (+3.5% vs. +2.8%).

The Growth Portfolio's Fixed Income allocation outperformed its benchmark (+0.3% vs. -0.1%) during March.

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

The Total Composite returned +1.2% during March, driven by the International Equity allocation.