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# Restricted Pools Monthly Report

*for*

THE CATHOLIC FOUNDATION

**As of December 31, 2019**

# The Catholic Foundation Restricted Pools – December 31, 2019

## Manager Performance Summary

<u>Asset Class / Manager</u>	<u>December</u>	<u>4Q19</u>	<u>1Yr</u>	<u>3Yr</u>	<u>5Yr</u>
<i>Domestic Equity</i>					
CUIT Core Equity Index Fund B	3.0%	8.9%	32.3%	15.8%	11.7%
<i>S&amp;P 500 Index</i>	3.0%	9.1%	31.5%	15.3%	11.7%
<i>LCG Large Cap Core Universe Average</i>	2.7%	8.2%	28.4%	13.0%	9.4%
<i>International Equity</i>					
Dodge & Cox International Stock	5.0%	10.6%	22.8%	7.7%	3.7%
Harding Loevner International Eq Instl	4.6%	10.1%	25.2%	11.9%	7.7%
<i>EAFE Index (in US Dollar (Net))</i>	3.2%	8.2%	22.0%	9.6%	5.7%
<i>LCG International Equity Universe Average</i>	3.7%	9.0%	23.1%	9.6%	5.6%
<i>Fixed Income</i>					
Dodge & Cox Income	0.3%	0.9%	9.8%	4.5%	3.7%
Western Asset Total Return Uncons IS	1.5%	2.3%	8.7%	4.6%	3.9%
<i>Barclays Aggregate Bond Index</i>	-0.1%	0.2%	8.7%	4.0%	3.0%
<i>LCG Fixed Income-Core (Interm) Universe Average</i>	0.2%	0.5%	9.0%	4.0%	3.1%
<i>Cash &amp; Equivalents</i>					
Invesco Prem US Gov Money Market - Instl	0.1%	0.4%	2.1%	1.5%	1.0%
<i>T-Bills (90 Day) Index</i>	0.1%	0.5%	2.3%	1.6%	1.0%
<i>LCG Money Market Taxable Universe Average</i>	0.1%	0.4%	1.9%	1.3%	0.8%

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 – December 31, 2019

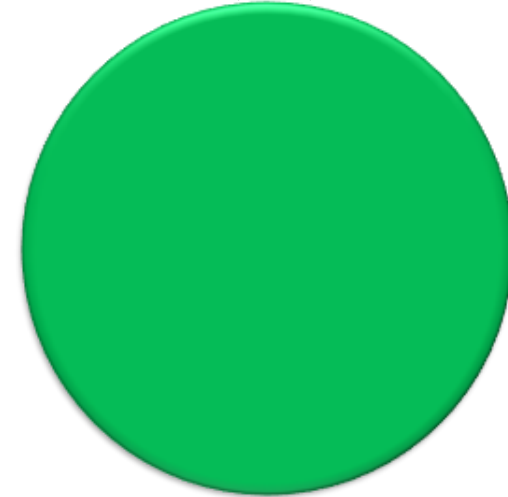
## Money Market Portfolio Performance

Asset Class / Manager	Market Value	Market Value %	Target %	Calendar				
				Dec	YTD	1Yr	3Yr	5Yr
Cash & Equivalents	\$532,202	100.0%	100.0%	0.1%	2.1%	2.1%	1.6%	--
<i>T-Bills (90 Day) Index</i>				0.1%	2.3%	2.3%	1.6%	1.0%
Total Composite	\$532,202	100.0%	100.0%	0.1%	2.1%	2.1%	1.6%	--

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

December continued to be a strong month for global equity markets. The U.S. – China trade uncertainties faded ahead of the “Phase One” trade deal announcement. The S&P 500 Index had its best yearly gain since 2013, whereby Technology and Communication Services led gains. During the month, Energy benefitted from an increase in oil prices. Total nonfarm payroll employment rose by 145,000 in December and the unemployment rate was unchanged at 3.5%. Inflation, as measured by the Consumer Price Index, rose 0.2% in December. For the third quarter of 2019, the third estimate of U.S. Real GDP released by the Bureau of Economic Analysis increased at an annual rate of 2.1%.

Equities in developed non-U.S. markets rose during the month, as investors gained confidence in the U.S.-China trade deal, improved economic data from Germany, and that the UK is likely to finalize a Brexit deal. Further, Emerging Market equities posted strong gains in lieu of trade talks and higher crude oil prices in Russian and Columbian markets.

The Money Market Portfolio returned +0.1% during December.

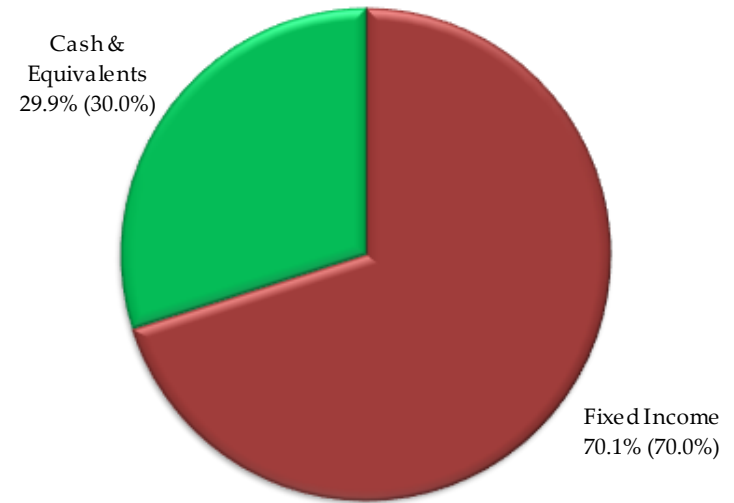
# The Catholic Foundation Restricted Pools – December 31, 2019

## Ultra Conservative Portfolio Performance

Asset Class / Manager	Market Value	Market Value %	Target %	Calendar				
				Dec	YTD	1Yr	3Yr	5Yr
Fixed Income <i>BloomBarc U.S. Aggregate Bond Index</i>	\$1,888,315	70.1%	70.0%	0.9%	10.0%	10.0%	4.7%	--
				-0.1%	8.7%	8.7%	4.0%	3.0%
Cash & Equivalents <i>T-Bills (90 Day) Index</i>	\$806,989	29.9%	30.0%	0.1%	2.1%	2.1%	1.6%	--
				0.1%	2.3%	2.3%	1.6%	1.0%
<b>Total Composite</b>	<b>\$2,695,304</b>	<b>100.0%</b>	<b>100.0%</b>	<b>0.7%</b>	<b>7.4%</b>	<b>7.4%</b>	<b>3.7%</b>	<b>--</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

December continued to be a strong month for global equity markets. The U.S. – China trade uncertainties faded ahead of the “Phase One” trade deal announcement. The S&P 500 Index had its best yearly gain since 2013, whereby Technology and Communication Services led gains. During the month, Energy benefitted from an increase in oil prices. Total nonfarm payroll employment rose by 145,000 in December and the unemployment rate was unchanged at 3.5%. Inflation, as measured by the Consumer Price Index, rose 0.2% in December. For the third quarter of 2019, the third estimate of U.S. Real GDP released by the Bureau of Economic Analysis increased at an annual rate of 2.1%.

Equities in developed non-U.S. markets rose during the month, as investors gained confidence in the U.S.-China trade deal, improved economic data from Germany, and that the UK is likely to finalize a Brexit deal. Further, Emerging Market equities posted strong gains in lieu of trade talks and higher crude oil prices in Russian and Columbian markets.

The Ultra Conservative Portfolio’s Fixed Income allocation returned +0.9% in December, outperforming its benchmark by 100 bps.

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

The Total Composite returned +0.7% in December.

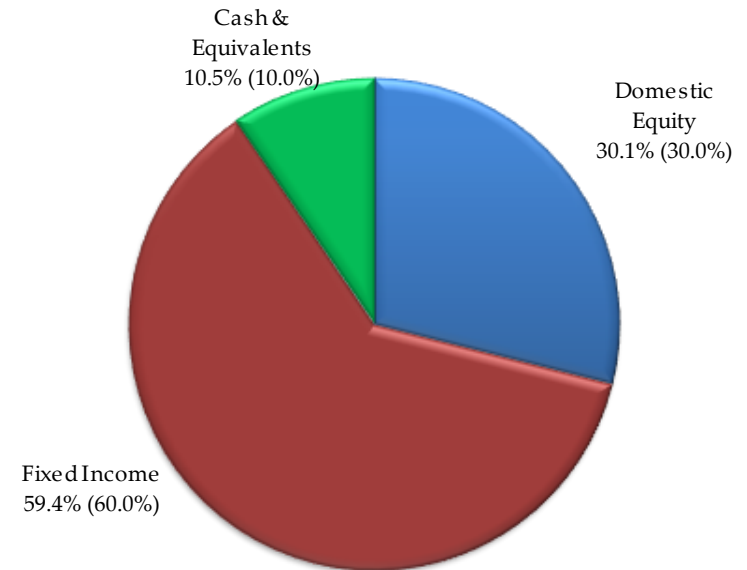
# The Catholic Foundation Restricted Pools – December 31, 2019

## Conservative Portfolio Performance

Asset Class / Manager	Market	Market	Target	Calendar				
	Value	Value %	%	Dec	YTD	1Yr	3Yr	5Yr
Total Equity	\$2,709,482	30.1%	30.0%	2.1%	29.8%	29.8%	14.2%	--
<i>S&amp;P 500 Index</i>				3.0%	31.5%	31.5%	15.3%	11.7%
Fixed Income	\$5,339,235	59.4%	60.0%	0.9%	9.1%	9.1%	4.5%	--
<i>BloomBarc U.S. Aggregate Bond Index</i>				-0.1%	8.7%	8.7%	4.0%	3.0%
Cash & Equivalents	\$941,464	10.5%	10.0%	0.1%	2.1%	2.1%	1.6%	--
<i>T-Bills (90 Day) Index</i>				0.1%	2.3%	2.3%	1.6%	1.0%
Total Composite	\$8,990,181	100.0%	100.0%	1.2%	14.3%	14.3%	7.1%	--

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## Conservative Portfolio Current / (Target) Asset Allocation



## Monthly Market Commentary

December continued to be a strong month for global equity markets. The U.S. – China trade uncertainties faded ahead of the “Phase One” trade deal announcement. The S&P 500 Index had its best yearly gain since 2013, whereby Technology and Communication Services led gains. During the month, Energy benefitted from an increase in oil prices. Total nonfarm payroll employment rose by 145,000 in December and the unemployment rate was unchanged at 3.5%. Inflation, as measured by the Consumer Price Index, rose 0.2% in December. For the third quarter of 2019, the third estimate of U.S. Real GDP released by the Bureau of Economic Analysis increased at an annual rate of 2.1%.

Equities in developed non-U.S. markets rose during the month, as investors gained confidence in the U.S.-China trade deal, improved economic data from Germany, and that the UK is likely to finalize a Brexit deal. Further, Emerging Market equities posted strong gains in lieu of trade talks and higher crude oil prices in Russian and Columbian markets.

The Domestic Equity composite returned +2.1% in December, underperforming its benchmark by 90 bps.

The Conservative Portfolio’s Fixed Income allocation returned +0.9% in December, outperforming its benchmark by 100 bps.

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

The Total Composite returned +1.2% during December.

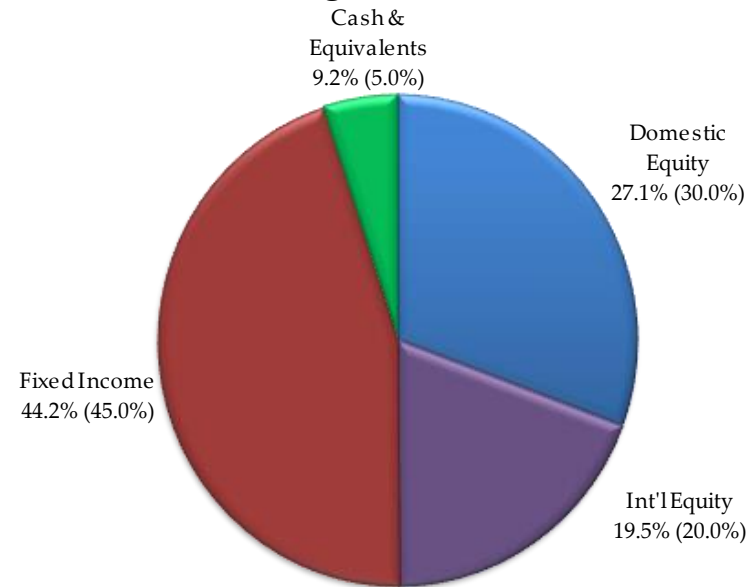
# The Catholic Foundation Restricted Pools – December 31, 2019

## Balanced Portfolio Performance

Asset Class / Manager	Market Value	Market Value %	Target %	Calendar				
				Dec	YTD	1Yr	3Yr	5Yr
Domestic Equity	\$4,357,249	27.1%	30.0%	2.0%	29.7%	29.7%	14.2%	--
<i>S&amp;P 500 Index</i>				3.0%	31.5%	31.5%	15.3%	11.7%
International Equity	\$3,136,173	19.5%	20.0%	4.8%	24.1%	24.1%	9.8%	--
<i>EAFE Index (in US Dollar NET)</i>				3.2%	22.0%	22.0%	9.6%	5.7%
Total Equity	\$7,493,422	46.7%	50.0%	3.1%	27.6%	27.6%	12.5%	--
Fixed Income	\$7,094,020	44.2%	45.0%	0.9%	9.2%	9.2%	4.5%	--
<i>BloomBarc U.S. Aggregate Bond Index</i>				-0.1%	8.7%	8.7%	4.0%	3.0%
Cash & Equivalents	\$1,485,053	9.2%	5.0%	0.1%	2.1%	2.1%	1.6%	--
<i>T-Bills (90 Day) Index</i>				0.1%	2.3%	2.3%	1.6%	1.0%
Total Composite	\$16,054,934	100.0%	100.0%	1.8%	18.4%	18.4%	8.5%	--

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## Balanced Portfolio Current / (Target) Asset Allocation



## Monthly Market Commentary

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Equities in developed non-U.S. markets rose during the month, as investors gained confidence in the U.S.-China trade deal, improved economic data from Germany, and that the UK is likely to finalize a Brexit deal. Further, Emerging Market equities posted strong gains in lieu of trade talks and higher crude oil prices in Russian and Columbian markets.

The Domestic Equity composite returned +2.0% in December, underperforming its benchmark by 100 bps.

The International Equity allocation outperformed the benchmark during the month (+4.8% vs. +3.2%).

The Balanced Portfolio’s Fixed Income allocation returned +0.9% in December, outperforming its benchmark by 100 bps.

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

The Total Composite returned +1.8% during December.

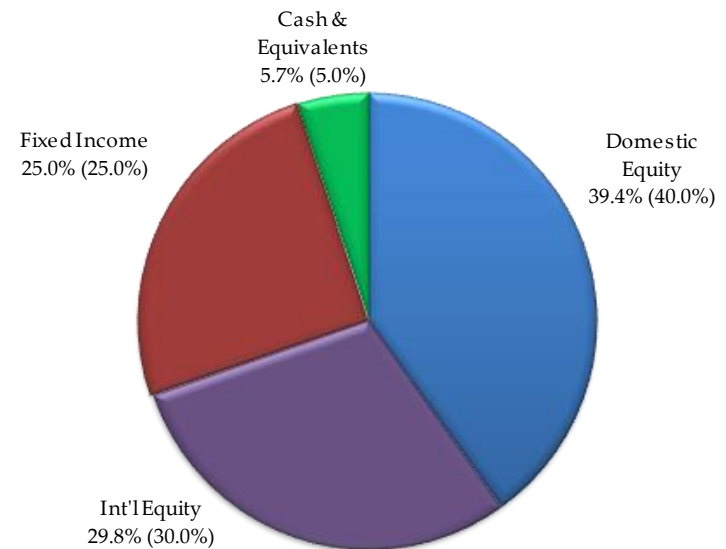
# The Catholic Foundation Restricted Pools – December 31, 2019

## Growth Portfolio Performance

Asset Class / Manager	Market Value	Market Value %	Target %	Calendar				
				Dec	YTD	1Yr	3Yr	5Yr
Domestic Equity	\$16,704,461	39.4%	40.0%	2.0%	29.8%	29.8%	14.2%	--
<i>S&amp;P 500 Index</i>				3.0%	31.5%	31.5%	15.3%	11.7%
International Equity	\$12,639,961	29.8%	30.0%	4.8%	24.1%	24.1%	9.8%	--
<i>EAFE Index (in US Dollar NET)</i>				3.2%	22.0%	22.0%	9.6%	5.7%
<b>Total Equity</b>	<b>\$29,344,422</b>	<b>69.3%</b>	<b>70.0%</b>	<b>3.3%</b>	<b>27.5%</b>	<b>27.5%</b>	<b>12.4%</b>	<b>--</b>
Fixed Income	\$10,591,781	25.0%	25.0%	0.9%	9.3%	9.3%	4.5%	--
<i>BloomBarc U.S. Aggregate Bond Index</i>				-0.1%	8.7%	8.7%	4.0%	3.0%
Cash & Equivalents	\$2,412,833	5.7%	5.0%	0.1%	2.1%	2.1%	1.6%	--
<i>T-Bills (90 Day) Index</i>				0.1%	2.3%	2.3%	1.6%	1.0%
<b>Total Composite</b>	<b>\$42,349,036</b>	<b>100.0%</b>	<b>100.0%</b>	<b>2.5%</b>	<b>21.2%</b>	<b>21.2%</b>	<b>9.9%</b>	<b>--</b>

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## Growth Portfolio Current / (Target) Asset Allocation



## Monthly Market Commentary

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The International Equity allocation outperformed the benchmark during the month (+4.8% vs. +3.2%).

The Growth Portfolio’s Fixed Income allocation returned +0.9% in December, outperforming its benchmark by 100 bps.

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

The Total Composite returned +2.5% during December.