

Texas A&M University System

Cash Concentration Pool



FISCAL YEAR 2020

1ST QUARTER – NOVEMBER 30, 2019

Effective Rates for FY 2020 YTD:

Cash Portfolio:	1.94%
Long-Term Portfolio:	4.13%
Total Pool:	3.80%

Capital Markets Update

The yield on 2-year Treasuries rose to 1.61% in November from 1.50% at the end of August. The yield on 10-year Treasuries similarly increased to 1.78% in November from 1.50% at the end of August.

The S&P 500 Index returned 7.9% during the quarter and 16.1% for the one-year ending November 30, 2019. Developed international equity markets returned 7.8% (in U.S. dollars) during the quarter and 12.4% for the one-year period. Emerging markets returned 6.1% (in U.S. dollars) during the quarter and 7.3% for the one-year period.

The unemployment rate stood at 3.5% in November, a slight decrease since the start of this fiscal quarter.

The IMF now forecasts global growth to be 3.0% in 2019 and 3.4% in 2020, down 0.2% and 0.1%, respectively, from their July estimates.

CCP Estimated Distribution Rate

FY 2020: 3.00%

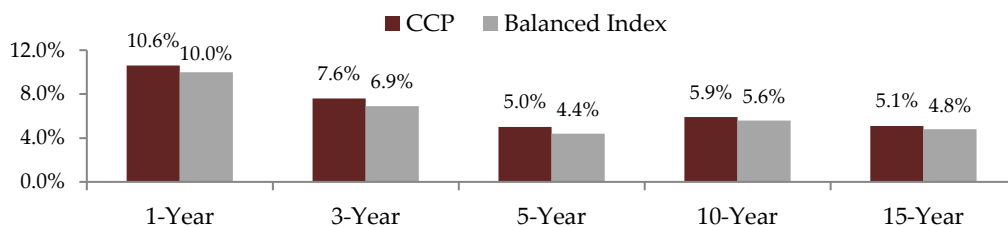
<https://www.tamus.edu/finance/treasury-services/>

Pool Valuation

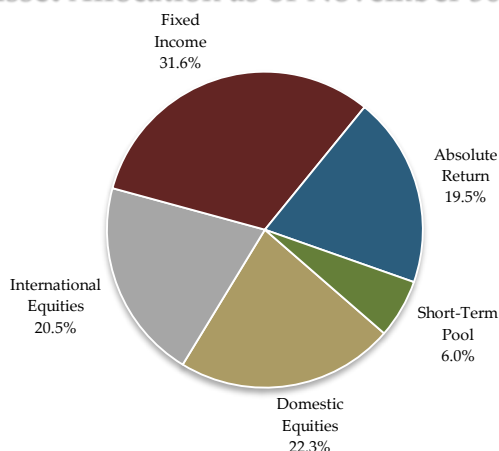
As of November 30, 2019, the Pool had a market value of approximately \$4.3 billion. For the 1st quarter of FY 2020, the Pool positions had \$540.9 million in cash inflows and \$872.9 million in cash outflows, decreasing the book value of the Pool by \$332.0 million. The Pool earned investment income during this quarter of \$18.9 million and realized net gains on investments of \$21.2 million.

The Cash Portfolio distributes all interest, dividends, and realized gains/(losses), net of external management fees, to the participants based on their average short-term balance for each month. The Long-Term Pool distributes all interest, dividends, and realized gains/(losses), net of external management fees, to the participants based on their ownership of Long-Term Pool units for each month.

Investment Performance



Asset Allocation as of November 30, 2019



Asset Allocation (\$M)

Excluding Debt Proceeds and SEF Deposits

Domestic Equities	\$916.9
International Equities	\$844.4
Fixed Income	\$1,301.1
Absolute Return	\$802.1
Short-Term Pool	\$248.1

Growth of \$1 (10 Years)

