

Texas A&M University System Cash Concentration Pool



FISCAL YEAR 2019

4TH QUARTER – AUGUST 31, 2019

Effective Rates for FY 2019 YTD:

Cash Portfolio:	2.36%
Long-Term Portfolio:	5.83%
Total Pool:	5.17%

Capital Markets Update

The yield on 2-year Treasuries fell to 1.50% in August from 1.95% at the end of May. The yield on 10-year Treasuries similarly fell to 1.50% in August from 2.14% at the end of May.

The S&P 500 Index returned 6.9% during the quarter and 2.9% for the one-year ending August 31, 2019. Developed international equity markets returned 1.9% (in U.S. dollars) during the quarter and -3.3% for the one-year period. Emerging markets returned -0.2% (in U.S. dollars) during the quarter and -4.4% for the one-year period.

The unemployment rate stood at 3.7% in August. The economy added 518,000 jobs during the three-month period.

The economy was estimated to have grown at a 2.0% annual rate during the quarter ending June 30, down from 3.1% in the prior quarter.

CCP Estimated Distribution Rate

FY 2019:	2.25%
FY 2020:	3.00%

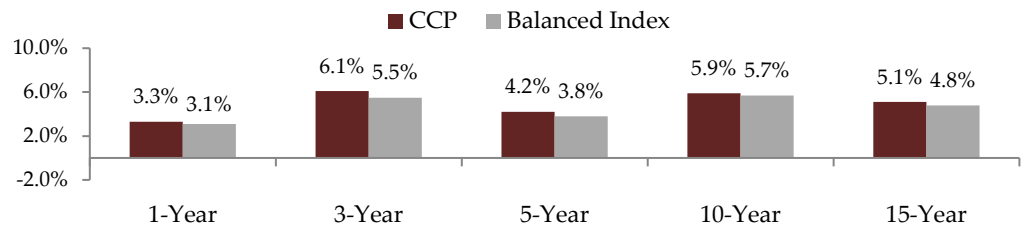
<https://www.tamus.edu/finance/treasury-services/>

Pool Valuation

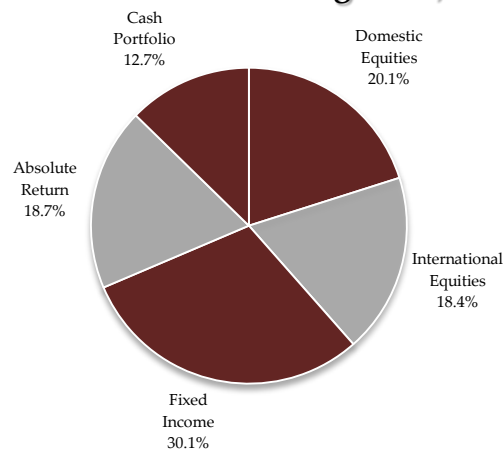
As of August 31, 2019 the Pool had a market value of approximately \$4.5 billion. For the 4th quarter of FY 2019, the Pool positions had \$1,174.9 million in cash inflows and \$956.7 million in cash outflows, increasing the book value of the Pool by \$218.2 million. The Pool earned investment income during this quarter of \$18.9 million and realized net gains on investments of \$35.4 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 August 31, 2019



Asset Allocation (\$M)

Excluding Debt Proceeds and SEF Deposits

Domestic Equities	\$842.5
International Equities	\$772.6
Fixed Income	\$1,265.0
Absolute Return	\$786.3
Cash Portfolio	\$531.9

Growth of \$1 (15 Years)

