

# Texas A&M University System System Endowment Fund



FISCAL YEAR 2025

1<sup>st</sup> QUARTER – NOV 30, 2024

## Capital Markets Update

On the heels of the U.S. presidential election, performance themes observed across the financial markets in November exemplified the view that the incoming leadership would support equity markets, particularly domestic sectors. The anticipation of a potentially more supportive business environment beginning in 2025 – stemming from the combination of anticipated corporate tax cuts and de-regulation efforts – paired with the expectation for a material increase in import tariffs helped drive a disparity between domestic and international risk asset performance in November.

Private equity activity has remained modest over the last several months, with larger transactions representing a higher percentage of deals conducted, including take-privates and cross-border investments. While transaction activity remains well below previous highs, signs of optimism are forming as the expectation for lower interest rates takes shape in late 2024 and into 2025.

Real asset returns decreased 1.6% for the quarter ending November 30, 2024 and are up 5.4% for the one-year period as measured by the S&P Global Commodity and Resources benchmark. Real Estate, as measured by the NCREIF Property Index, was up 0.8% for the quarter and is down 3.4% for the one-year period ending November 30, 2024.

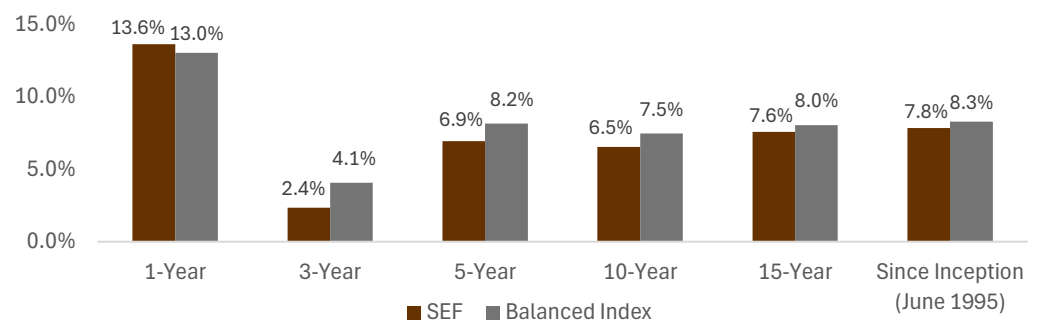
## Quarterly Spending Rate

FY 2025: \$0.087905 per unit

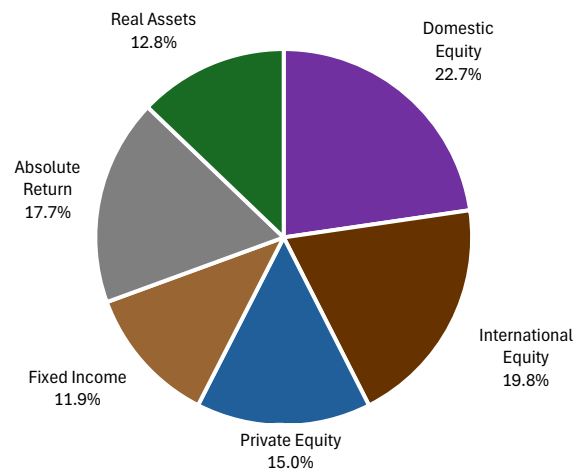
## Endowment Valuation

As of November 30, 2024, the SEF had a market value of approximately \$1.6 billion, including new deposits and net the income distribution for the 1st quarter. The SEF is accounted for on a unitized basis and the per unit market value as of November 30, 2024, was \$7.41.

## Investment Performance



## Asset Allocation as of Nov 30, 2024

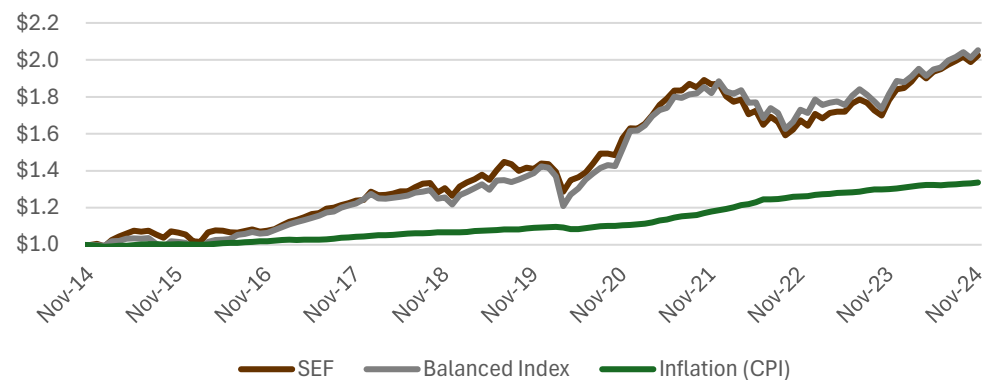


## Asset Allocation (\$M)

Prior to Distribution and New Deposits

Domestic Equities	\$358.5
International Equities	\$313.4
Private Equity	\$237.0
Fixed Income	\$188.1
Absolute Return	\$280.2
Real Assets	\$202.9

## Growth of \$1 (10 Years)



The units and market value summary are available online for each endowment account at the Treasury web page: <https://www.tamus.edu/finance/treasury-services/system-endowment-fund/>