

Texas A&M University System System Endowment Fund



FISCAL YEAR 2025

2nd QUARTER – FEB 28, 2025

Capital Markets Update

Global equity markets navigated a volatile but ultimately positive period, with U.S. large-cap stocks leading gains in January before retreating in February. Value stocks outperformed growth, with the Russell 1000 Value gaining +0.4% in February while the Russell 1000 Growth fell 3.6%.

Private equity activity picked up after a slow 2024 though fundraising remained challenging as LPs carefully managed allocations. Buyout funds continued to dominate, while venture capital faced headwinds due to valuation resets in the technology sector. Secondary markets gained momentum, as investors sought liquidity through GP-led transactions and portfolio rebalancing. Notably, larger transactions, including take-privates and cross-border deals, accounted for a higher percentage of activity, reflecting the continued role of private markets in absorbing undervalued public assets.

Real assets delivered mixed returns, with real estate stabilizing and infrastructure outperforming. The NCREIF Real Estate Index posted its first positive asset value appreciation in two years, suggesting a bottoming process in private real estate. Commodities saw divergent trends—gold reached new highs amid safe-haven demand, while oil remained range-bound in the \$70s per barrel. Inflation moderated globally, with U.S. CPI at 2.8% in February, prompting central banks to pivot toward a more accommodative stance.

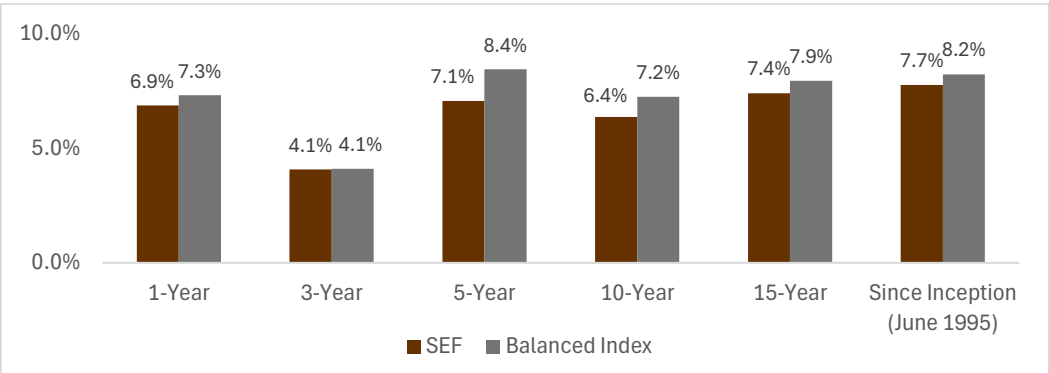
Quarterly Spending Rate

FY 2025: \$0.087905 per unit

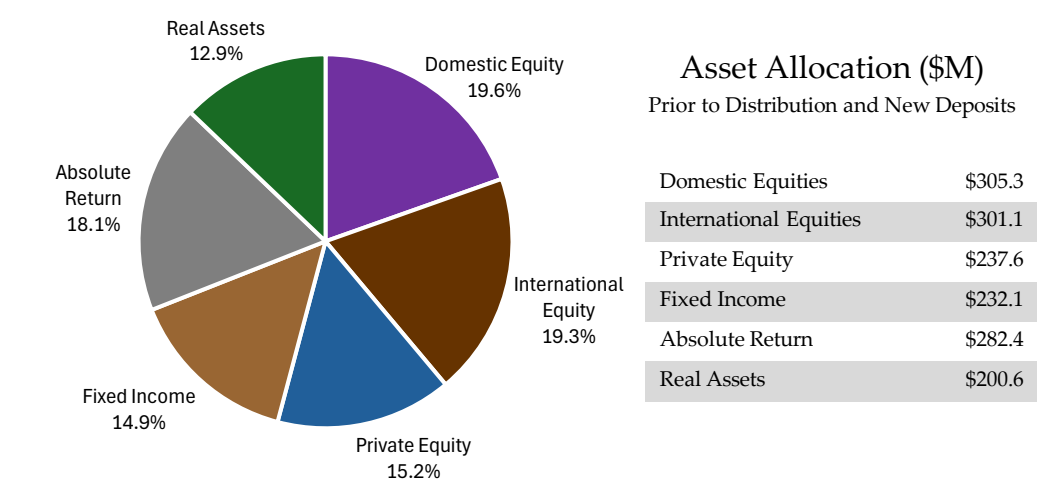
Endowment Valuation

As of February 28, 2025, the SEF had a market value of approximately \$1.6 billion, including new deposits and net the income distribution for the 2nd quarter. The SEF is accounted for on a unitized basis and the per unit market value as of February 28, 2025, was \$7.28.

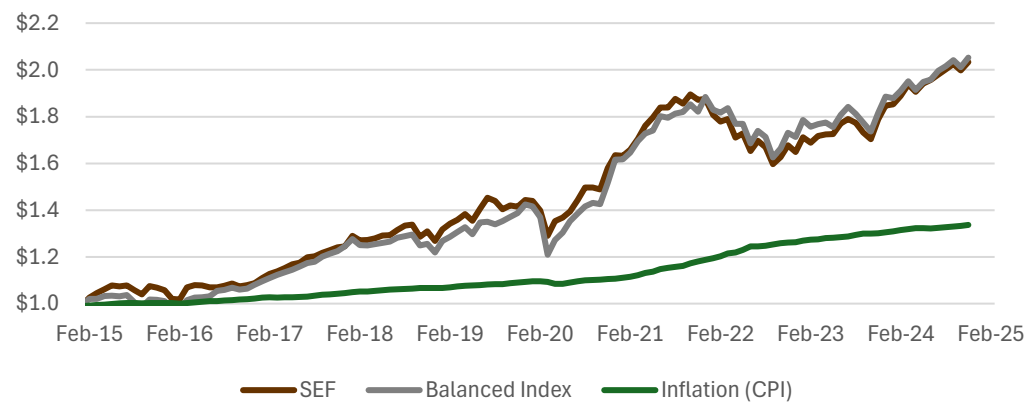
Investment Performance



Asset Allocation as of Feb 28, 2025



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/>