

Texas A&M University System System Endowment Fund



FISCAL YEAR 2019

1ST QUARTER – NOVEMBER 30, 2018

Capital Market Update

As measured by the Russell 3000 Index, the US stock market returned -5.4% over the quarter and 5.5% for the one-year period. Large cap stocks outperformed small cap stocks by 7.2% for the quarter and by 5.7% for the one-year period. Value stocks outperformed growth stocks by 5.2% during the quarter, while growth outperformed value by 5.5% over the one year.

Developed international equity markets returned -7.3% (in US Dollars) during the quarter and -7.9% for the one-year period. Emerging markets returned -5.5% (in US dollars) during the quarter and -9.1% for the one-year period.

Fixed income markets declined during the quarter, falling -0.8%. For the one-year period, fixed income markets declined 1.3%.

Absolute return, on an aggregate basis, declined 2.9% for the quarter and 0.9% for the one-year period.

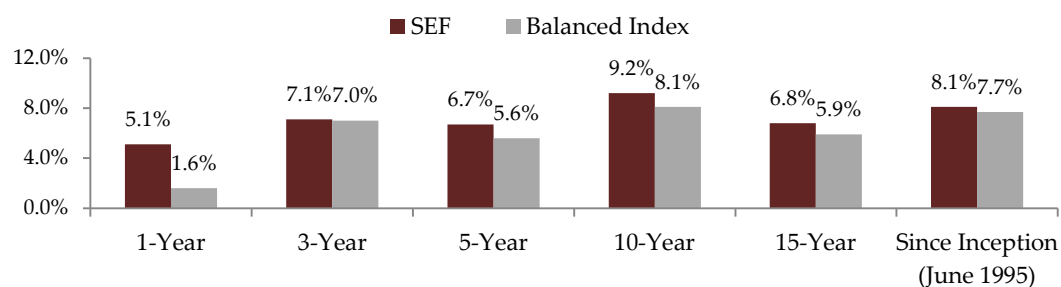
Quarterly Endowment Spending Rate

FY 2019: \$0.076614 per unit

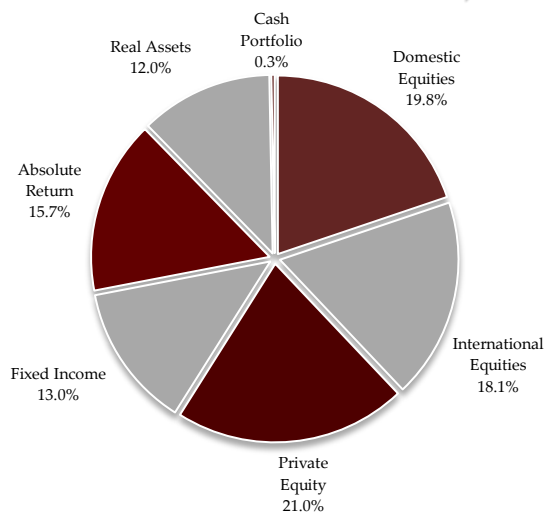
Endowment Valuation

As of November 30, 2018, the SEF had a market value of approximately \$1.162 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, 2018 was \$6.51.

Investment Performance



Asset Allocation as of November 30, 2018

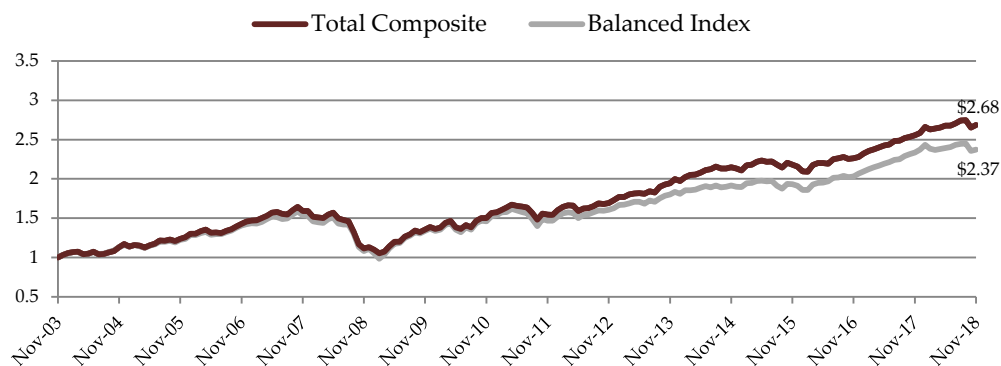


Asset Allocation (\$M)

Prior to Distribution and New Deposits

Domestic Equities	\$231.0
International Equities	\$211.7
Private Equity	\$245.2
Fixed Income	\$151.8
Absolute Return	\$183.5
Real Assets	\$140.6
Cash Portfolio	\$3.8

Growth of \$1 (15 Years)



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