

Texas A&M University System System Endowment Fund



FISCAL YEAR 2019

4TH QUARTER – AUGUST 31, 2019

Capital Markets Update

As measured by the Russell 3000 Index, the U.S. stock market returned 6.4% over the quarter and 1.3% for the one-year period. Large cap stocks outperformed small cap stocks by 2.5% for the quarter and by 12.4% for the one-year period. Growth stocks outperformed value stocks by 1.4% during the quarter and by 5.7% over the one-year period.

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.

Fixed income markets increased during the quarter, gaining 4.1%. For the one-year period, fixed income markets gained 10.2%.

Absolute return, on an aggregate basis, gained 1.1% for the quarter and 0.3% for the one-year period.

Quarterly Endowment Spending Rate

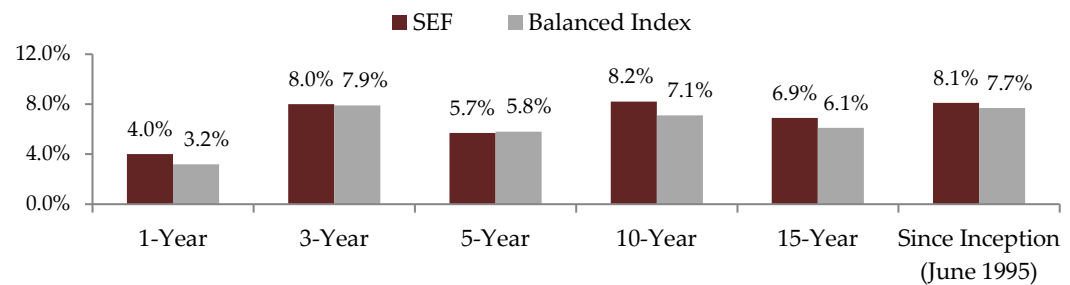
FY 2019: \$0.076614 per unit

FY 2020: \$0.078679 per unit

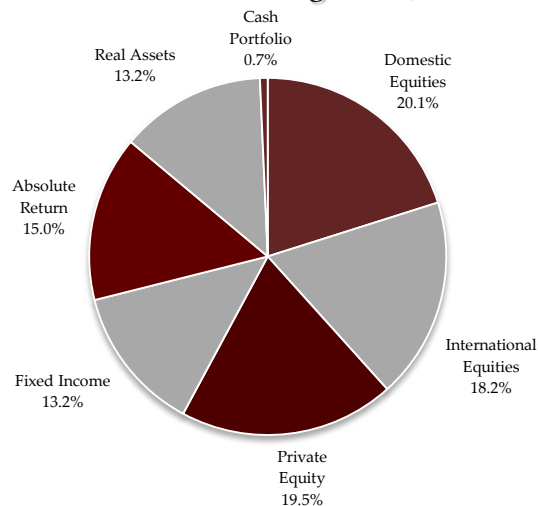
Endowment Valuation

As of August 31, 2019, the SEF had a market value of approximately \$1.2 billion, including new deposits and net the income distribution for the 4th Quarter. The SEF is accounted for on a unitized basis and the per unit market value as of August 31, 2019 was \$6.67.

Investment Performance



Asset Allocation as of August 31, 2019

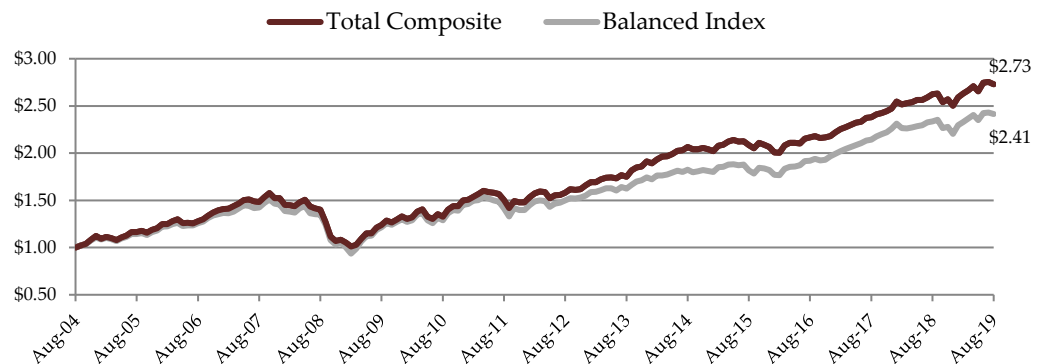


Asset Allocation (\$M)

Prior to Distribution and New Deposits

Domestic Equities	\$245.9
International Equities	\$222.8
Private Equity	\$238.5
Fixed Income	\$161.6
Absolute Return	\$182.9
Real Assets	\$160.7
Cash Portfolio	\$8.6

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/>