Texas A&M University System
Cash Concentration Pool

FISCAL YEAR 2026 | **4th QUARTER – AUG 31, 2026**

Distribution Rates for FY 2026 YTD:

Cash Portfolio:	3.70%
Long-Term Portfolio:	13.38%
Total Pool:	12.11%

Capital Markets Update

Global markets through August 2026 continued to be shaped by the conflict between the United States, Israel, and Iran and the ongoing disruption to shipping through the Strait of Hormuz. U.S. equities reached record highs in early August on hopes of a reopening deal, but renewed tanker attacks and mixed diplomatic signals kept oil prices volatile, and the strait effectively closed.

U.S. equities posted modest gains over the quarter, with the S&P 500 returning 1.7% and the Russell 3000 gaining 2.0%. Leadership reversed from the prior quarter, as the Russell 3000 Value returned 8.2% while the Russell 3000 Growth declined 4.0%.

International equities were mixed over the quarter. Developed markets led, with the MSCI EAFE returning 4.1% (21.6% over the trailing year), a reversal from the prior quarter's decline. Emerging markets lagged, with the MSCI Emerging Markets Index returning -1.2%, though it remains up 39.2% over the trailing year.

Hedge fund performance was roughly flat for the quarter, with the HFRI Fund of Funds Composite Index returning 0.2% and 12.6% over the trailing year.

In fixed income, the Bloomberg U.S. Aggregate Bond Index returned -0.7% for the quarter and 1.9% over the trailing year. Investors continued to weigh energy-driven inflation pressure against the Federal Reserve's decision to hold rates steady.

CCP Estimated Distribution Rate

FY 2026: 2.00%

FY 2027: 3.00%

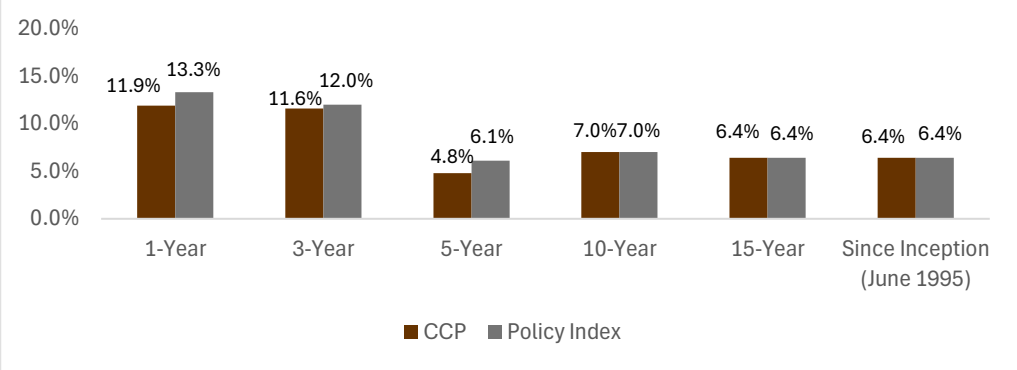
https://www.tamus.edu/finance/treasury-services/

Pool Valuation

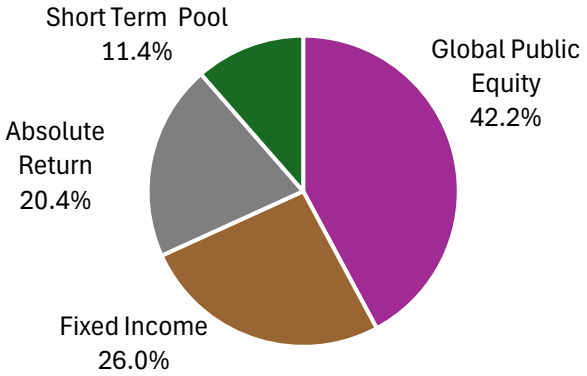
As of August 31, 2026, the Pool had a market value of approximately $7.8 billion. For the 4th quarter of FY 2026, the Pool positions had $2,153.2 million in cash inflows and $1,632.2 million in cash outflows, increasing the book value of the Pool by $521.0 million. The Pool earned investment income during this quarter of $33.5 million and realized net gains on investments of $189.8 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 Aug 31, 2026



Asset Allocation ($M)

Prior to Distribution and New Deposits

Global Public Equity	$3,136.2
Fixed Income	$1,937.2
Absolute Return	$1,515.9
Short Term Pool	$849.3

Growth of $1 (5 Years)

