

# Texas A&M University System System Endowment Fund



FISCAL YEAR 2024

2<sup>ND</sup> QUARTER – FEBRUARY 29, 2024

## Capital Markets Update

The US stock market, as measured by the Russell 3000 Index, rose 12.2% over the quarter and was up 28.6% for the one-year period ending February 29, 2024. Large cap stocks, as measured by the Russell 1000 (up 29.8%), outpaced small cap stocks, as measured by the Russell 2000 (up 10.0%), for the one-year period. Over the same one-year period, value stocks, as measured by the Russell 3000 Value (up 13.5%), significantly underperformed their growth counterparts, as measured by the Russell 3000 Growth (up 44.0%). International equities, as measured by the MSCI EAFE, were up 7.9% for the quarter and up 14.4% for the one-year period.

Private Equity returns increased from the prior quarter, generating a 4.6% Internal Rate of Return (IRR) over the past year. Fundraising activity for private equity funds decreased by 16% compared to the previous quarter, with \$161.8 billion raised. During the third quarter of 2023, North American funds continued to represent the majority of funds raised, with 63.0% of total capital.

Real asset returns decreased 3.1% for the quarter ending February 29, 2024 and are down 7.2% for the one-year period, as measured by the S&P Global LargeMidCap Commodity and Resources benchmark. Real Estate, as measured by the NCREIF Property Index, was down 3.0% for the quarter and is down 7.9% for the one-year period ending February 29, 2024.

## Quarterly Spending Rate

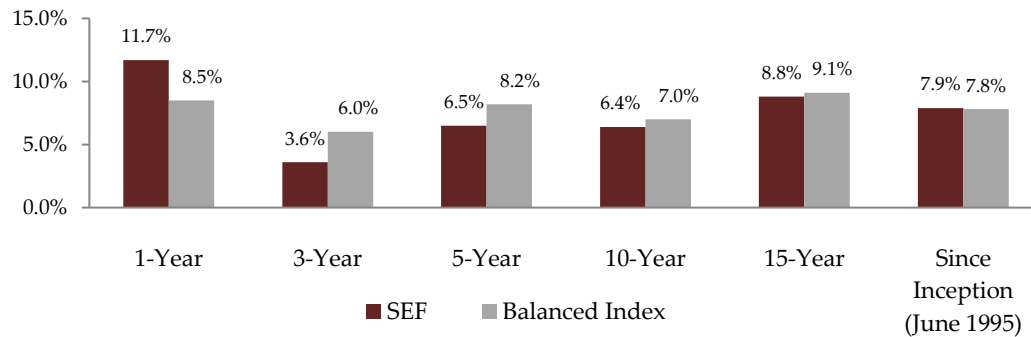
FY 2024: \$0.087169 per unit

FY 2025: \$0.087905 per unit

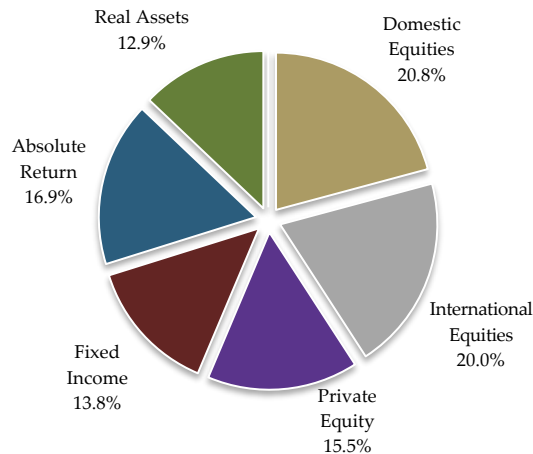
## Endowment Valuation

As of February 29, 2024, the SEF had a market value of approximately \$1.5 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 29, 2024, was \$7.14.

## Investment Performance



## Asset Allocation as of February 29, 2024

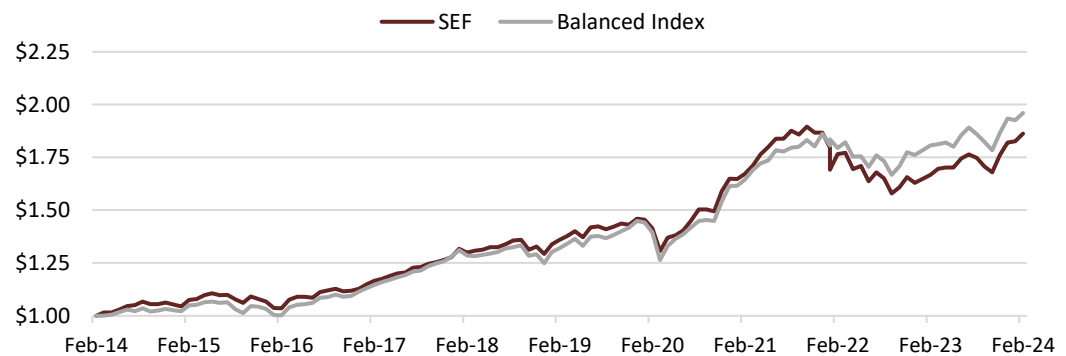


## Asset Allocation (\$M)

Prior to Distribution and New Deposits

Domestic Equities	\$313.7
International Equities	\$300.9
Private Equity	\$234.4
Fixed Income	\$208.5
Absolute Return	\$255.3
Real Assets	\$194.8

## 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/>