



# Texas Tech University System

## SHORT/INTERMEDIATE TERM INVESTMENT FUND

### QUARTERLY REPORT - AUGUST 31, 2017

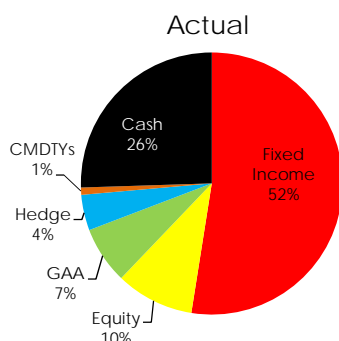
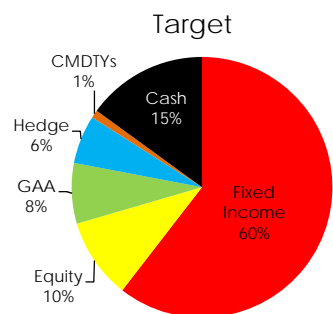
FUND PERFORMANCE	3-month	Fiscal YTD	1-year	Inception
<b>Short/Intermediate Term Investment Fund Return</b>	<b>1.0 %</b>	<b>3.5 %</b>	<b>3.5 %</b>	<b>1.9 %</b>
Index: SITIF Allocation	1.1	3.0	3.0	1.9

## MARKET OVERVIEW

Investors, emboldened by an improved economic outlook and record low volatility, pushed equities even higher in the third quarter. Emerging markets, bolstered by China, continued to lead the way; they have gained 28% so far this year, 9% in the 3rd quarter. They were followed in the year by non-US developed markets, which have returned 17% in 2017, boosted by robust corporate earnings in Europe and Japan. In their ninth year of a bull run, US stocks were also in the black amid optimism around a tax overhaul working its way through Congress; domestic equities are up 12% this year. The latter two were about even for the quarter at about 3% each.

US Treasuries rose for the second quarter in a row, with the 10-year yield falling to 2.12%. US credit moved in lockstep, bringing the Barclays Aggregate up by 1.2%. Currency continued to help emerging market debt, contributing to a 2.1% return for the JPM GBI-EM index.

## ASSET ALLOCATION



## FUND ADMINISTRATION

As of August 31, 2017, the balance of the SITIF for Texas Tech University System was \$1.3 billion. During the 4th fiscal quarter, it had net inflows of \$76 million.

All System non-endowment funds comprise the SITIF. It is invested according to its Board-approved Investment Policy, found [here](#).

Payout is distributed back to member institutions on a monthly basis. For the current quarter, those distributions totaled **\$4.7 million**. For the 12 months ended as of this report, the payout was **1.5%**.

POOL PERFORMANCE	Market Value	Quarter	Fiscal YTD	1-year	Inception
<b>Cash Pool</b>	<b>\$ 276,007,715</b>	<b>0.2 %</b>	<b>0.4 %</b>	<b>0.4 %</b>	<b>0.2 %</b>
Index: Barclays 1-3 Month T-Bill		0.2	0.6	0.6	0.2
Depository Accounts	\$ 80,848,736				
Government Investment Pools	184,962,921				
Money Market Funds	10,196,058				
<b>Short Term Pool</b>	<b>\$ 441,258,482</b>	<b>0.3 %</b>	<b>0.4 %</b>	<b>0.4 %</b>	<b>0.5 %</b>
Index: BoAML 0-3 yr US Treasury & Agency		0.3	0.6	0.6	0.6
Agencies	\$ 285,863,005				
Treasuries	155,292,352				
Money Market Funds	103,125				
<b>Intermediate Term Pool</b>	<b>\$ 586,591,251</b>	<b>1.8 %</b>	<b>7.0 %</b>	<b>7.0 %</b>	<b>4.3 %</b>
Index: Intermediate Allocation		2.0	5.8	5.8	3.9
Government Investment Pools	\$ 56,447,953				
Fixed Income	243,148,934				
Equity	126,163,651				
Global Asset Allocation (GAA)	91,998,009				
Hedge Fund/Alternatives	57,496,404				
Commodities (CMDTYs)	11,336,300				
<b>Total</b>	<b>\$ 1,303,857,448</b>	<b>1.0 %</b>	<b>3.5 %</b>	<b>3.5 %</b>	<b>1.9 %</b>