

# TEXAS TECH UNIVERSITY SYSTEM ENDOWMENT FUND



3rd Quarter — May 31, 2022

Fiscal Year 2022

## Market Overview:

Despite a difficult start to the year, global equities modestly rebounded in May. The S&P 500 Index eked out a gain of 0.2% for the month, even as mega-cap technology names faltered with rising interest rates and earnings pressure. Growth equity underperformed value with the Russell 1000 Value Index gaining 1.9%, while the Russell 1000 Growth Index lost 2.3% last month. Outside the U.S., the dollar weakened in May, supporting returns for non-U.S. assets; the MSCI ACWI ex-U.S. Index gained 0.7%.

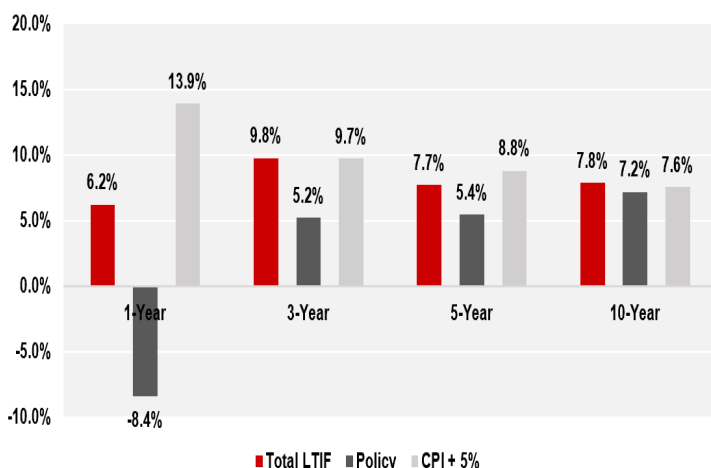
As anticipated, the Federal Reserve raised the benchmark interest rate by 50 basis points to a range of 0.75%-1.00% and announced that the balance sheet runoff would begin in June. The market is still pricing in two sequential 50-basis-point rate hikes in June and July, but expectations through the remainder of 2022 moderated given potential growth concerns and elevated, though declining, headline inflation figures. U.S. yields were volatile in May with the 10-year yield ending the month five basis points lower.

In real assets, supply constraints continued to apply upward pressure in commodity markets. Spot WTI Crude Oil gained 9.6% for the month – pushing year-to-date gains to 52.2% – given disruptions fueled by the war between Russia and Ukraine.

Major Index Returns	MTD	Fiscal Qtr
S&P 500 Composite TR	0.18%	-5.16%
MSCI ACWI TR Net USD	0.12%	-5.90%
MSCI EM TR Net USD	0.44%	-7.29%
Bloomberg Global Aggregate USD	0.27%	-8.11%
Global 60/40	0.18%	-6.75%

## LTIF Valuation: \$1.59 billion

Total LTIF Performance



LTIF Weight vs Target

