



Texas Tech University System

SHORT/INTERMEDIATE TERM INVESTMENT FUND

QUARTERLY REPORT - MAY 31, 2019

FUND PERFORMANCE		3-month	Fiscal YTD	1-year	Inception Feb 2012
Short/Intermediate Term Investment Fund Return		0.8 %	0.8 %	1.3 %	1.8 %
Index: SITIF Allocation		1.0	2.4	3.1	1.9

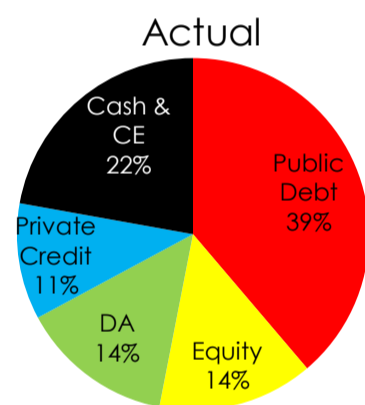
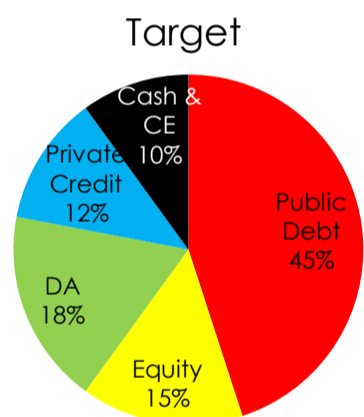
MARKET OVERVIEW

Equities declined across the board amid renewed concerns around US trade policy. The S&P 500 Index came off its record high, losing 6.4% in May; emerging market equities lost even more, falling 7.3%, according to the MSCI Emerging Markets Index, as a stronger US dollar also took a bite out of returns.

The flight-to-quality led to a decline in global yields and a subsequent rally in safe-haven assets. In the US, 10- and 30-year Treasuries declined 36 and 35 basis points, respectively. The movement in longer-dated yields caused parts of the yield curve to invert – specifically at the 10-year, 3-month and 10-year, 1-year points. As a result, the Barclays US Treasury Index and Barclays Long Treasury Index increased 2.4% and 6.5%, respectively, during the month.

Within real assets, spot WTI Crude Oil reversed recent gains, falling 16.2% to \$54 amid concerns on the potential impact of tariffs. Despite its losses in May, WTI Crude Oil is up 18.5% for the year.

ASSET ALLOCATION



FUND ADMINISTRATION

As of May 31, 2019, the balance of the SITIF for the System was \$1.375 billion. During the quarter, the fund had net outflows of \$32 million.

All System local non-endowed funds comprise the SITIF. The fund is invested according to the Board-approved Investment Policy, found [here](#).

Payout is distributed back to member institutions on a monthly basis. For the current quarter, those distributions totaled \$7.48 million. For the 12 months ended as of this report, the payout was 2.48%

POOL PERFORMANCE

	Market Value	Quarter	Fiscal YTD	1-year	Inception
Cash Pool	\$ 222,062,405	0.4 %	0.8 %	1.5 %	0.4 %
Index: Barclays 1-3 Month T-Bill		0.6	1.1	2.0	0.5
Depository Accounts	\$ 122,912,632				
Government Investment Pools	88,641,231				
Money Market Funds	10,508,542				
Short Term Pool	\$ 355,404,541	0.5 %	1.3 %	1.7 %	0.6 %
Index: ICE BoAML 0-3 yr US Treasury & Agency		1.3	2.7	3.1	0.9
Agencies	\$ 235,201,595				
Treasuries	99,836,233				
Money Market Funds	20,366,713				
Intermediate Term Pool	\$ 797,561,377	1.1 %	0.3 %	0.9 %	3.7 %
Index: Intermediate Allocation		0.9	2.0	2.9	2.6
Public Debt (FI)	\$ 175,357,064				
Equity	195,541,430				
Diversifying Assets (DA)	192,597,449				
Private Credit	146,108,653				
Portfolio Hedge	6,490,792				
Money Market Funds	81,465,989				
Total	\$ 1,375,028,323	0.8 %	0.8 %	1.3 %	1.8 %