



Texas Tech University System

SHORT/INTERMEDIATE TERM INVESTMENT FUND

QUARTERLY REPORT - MAY 31, 2017

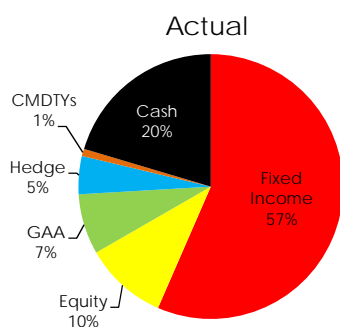
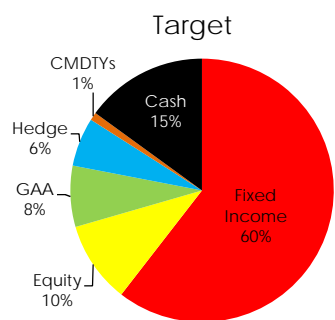
FUND PERFORMANCE	3-month	Fiscal YTD	1-year	Inception
Short/Intermediate Term Investment Fund Return	1.4 %	2.5 %	4.1 %	1.8 %
Index: SITIF Allocation	1.1	1.9	3.5	1.7

MARKET OVERVIEW

For equities, international bested U.S. domestic for the quarter - MSCI EAFE was 9.2%, vs. 2.6% for the S&P 500. The calming effect of Macron's victory in France, as well as upbeat economic growth news in the form of manufacturing and inflation data, led to developed international's outperformance. Emerging markets did well, also, with increased growth prospects and currency rebounds contributing to the MSCI EM's return of 7.9%

US Treasuries rose modestly during the quarter, with the 10-year yield falling to 2.21%. Investors priced in the Fed's move to unwind its balance sheet as its primary monetary tightening mechanism. Currency rebounds, as in equities, helped emerging market debt, contributing to a 2.8% return for the JPM GBI-EM index. The Barclays Aggregate also rose modestly at 1.5%

ASSET ALLOCATION



FUND ADMINISTRATION

As of May 31, 2017, the balance of the SITIF for Texas Tech University System was \$1.2 billion. During the 2nd fiscal quarter, it had net outflows of \$11 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 **\$4.5 million**. For the 12 months ended as of this report, the payout was **1.4%**.

POOL PERFORMANCE	Market Value	Quarter	Fiscal YTD	1-year	Inception
Cash Pool	\$ 191,692,429	0.1 %	0.3 %	0.3 %	0.1 %
Index: Barclays 1-3 Month T-Bill		0.1	0.3	0.4	0.1
Depository Accounts	\$ 136,688,750				
Government Investment Pools	44,830,310				
Money Market Funds	10,173,368				
Short Term Pool	\$ 448,092,010	0.2 %	0.1 %	0.3 %	0.5 %
Index: Barclays 1-3 Year T-Bill		0.3	0.2	0.6	0.7
Agencies	\$ 286,323,272				
Treasuries	155,143,039				
Money Market Funds	6,625,699				
Intermediate Term Pool	\$ 576,499,338	2.6 %	5.1 %	8.6 %	4.2 %
Index: Intermediate Allocation		2.0	3.7	7.0	3.7
Government Investment Pools	\$ 56,275,546				
Fixed Income	239,607,503				
Equity	123,371,567				
Global Asset Allocation (GAA)	89,621,718				
Hedge Fund/Alternatives	56,583,355				
Commodities (CMDTYs)	11,039,649				
Total	\$ 1,216,283,777	1.4 %	2.5 %	4.1 %	1.8 %

Note: Font color represents **outperformance** or **underperformance** to the respective index.