



Q3 2016 GTCF INVESTMENT UPDATE FROM FUND EVALUATION GROUP

Global equity and fixed income securities generally posted positive returns in the third calendar quarter of 2016. Emerging market equities were the market's strongest performers, posting a return of more than 10% for the three months ending in September, outpacing most other broad equity asset categories. So far in 2016, emerging market equities are up over 16%. U.S. equities also enjoyed positive performance, with small cap stocks more than doubling the return of their large cap counterparts.

The Barclays U.S. Aggregate Bond Index slightly increased (+0.5%) in the third quarter. In the absence of further material interest rate declines, a reproduction of the high returns produced by long-duration bonds in recent months should not be expected, suggesting that the "safe-haven" Treasury bonds should not be relied upon as a source of substantive return.

Within real assets, commodities represented one of the only negative performers, as oil rallied late but failed to break even for the quarter. U.S. Real Estate Investment Trusts (REITs) fell 1.2% in the third quarter but have gained 20.9% over the trailing 12-months.

Within diversifying strategies, the HFRI Fund of Funds Composite Index gained 2.5%. Hedge fund performance was generally positive across most strategies. The HFRI Equity Hedge Index returned 4.7%, compared to the 3.9% and 5.3% returns of the S&P 500 Index and the MSCI ACWI Index, respectively.

For the quarter GTCF posted a +3.0% return for the quarter with the Endowment Pool, a +1.0% return for the Short-Term pool, and a +3.9% return for the Socially Responsive pool.

Q3 2016 ENDOWMENT POOL UPDATE:

ENDOWMENT POOL ASSET ALLOCATION	
Global Equity	54%
Global Fixed Income	22%
Real Assets	14%
Diversifying Strategies	10%

	QTR	YTD	1- YEAR	5- YEAR	10- YEAR
Endowment Pool Performance	3.0%	5.9%	8.2%	8.0%	4.4%
Benchmarks:					
S&P 500 Index	3.8%	7.8%	15.4%	16.4%	7.2%
MSCI EAFE Index	6.4%	1.7%	6.5%	7.4%	1.8%
Barclays U.S. Aggregate Bond Index	0.5%	5.8%	5.2%	3.1%	4.8%
HFRI Fund of Funds Index	2.5%	-1%	0.6%	3.2%	1.8%

Q3 2016 SRI POOL UPDATE:

Socially Responsive Investment Pool Asset Allocation at 9/30/16

Global Equity	53%
Global Fixed Income	30%
Real Assets	7%
Diversifying Strategies	10%

Performance as of 9/30/2016	Qtr	YTD
SRI Pool	3.9%	8.1%
Benchmarks:		
S&P 500 Index	3.8%	6.4%
MSCI EAFE Index	6.4%	4.9%
Barclays U.S. Aggregate Bond Index	5%	2.7%

Q3 2016 SHORT-TERM POOL UPDATE:

Short-term Pool Target Asset Allocation

Cash	10%
Global Equity	25%
Domestic Fixed Income	65%

Performance as of 9/30/2016	Qtr	YTD	I-Year	<i>Annualized</i> 3-year	5-year
Short-Term Pool	1.0%	3.2%	2.8%	1.6%	2.7%
Benchmarks:					
S&P 500 Index	3.8%	7.8%	15.4%	11.1%	16.4%
MSCI EAFE Index	6.4%	1.7%	6.5%	0.5%	7.4%
Barclays U.S. Aggregate Bond Index	0.5%	5.8%	5.2%	4.0%	3.1%