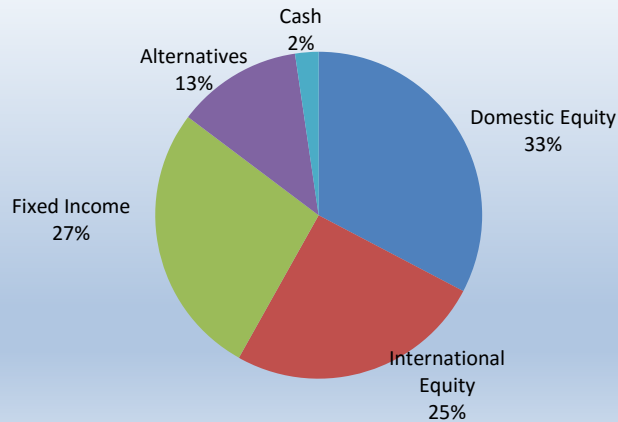


**ASSET ALLOCATION** \$187,315,772 at 5/31/2018

**Pooled Endowment Portfolio Asset Allocation**

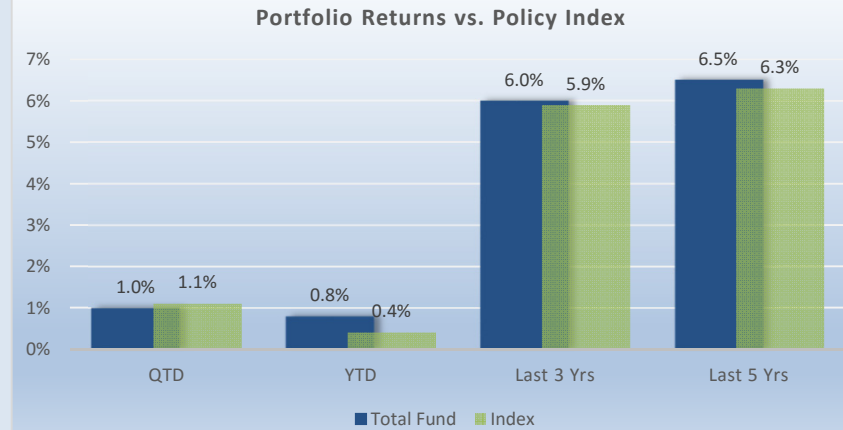


	%	\$ (000)
Domestic Equity	32.7%	61,254
International Equity	25.4%	47,607
Fixed Income	27.1%	50,824
Alternatives	12.4%	23,301
Cash	2.3%	4,330
<b>Total Portfolio Value</b>	<b>100.0%</b>	<b>187,316</b>

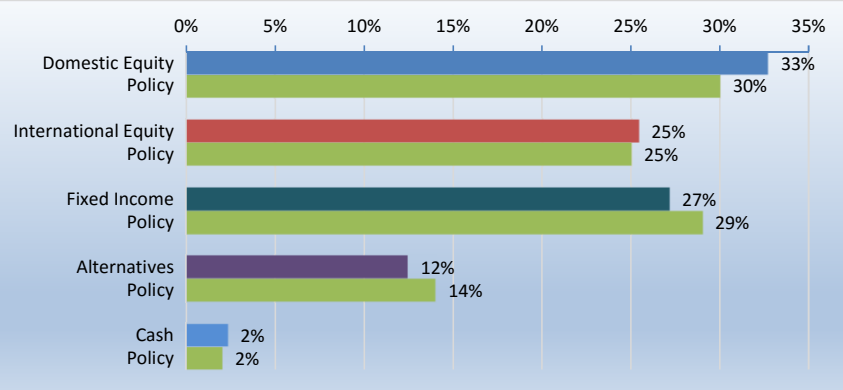
**COMPONENTS OF CHANGE - PRELIMINARY** (\$ 000)

	QTD	YTD
Beginning Value	186,872	190,021
Net Contributions (Withdrawals)	(1,329)	(3,262)
Ending Value	187,316	187,316
Investment Gain (Loss)	1,772	557

**PERFORMANCE - PRELIMINARY PORTFOLIO RETURNS**



**ASSET ALLOCATION VS. POLICY** %



Performance QTD through 5/31/2018

S&P 500 2.80% Int'l Equities -0.56% US Bonds -0.04%

Note: Int'l Equities and US Bonds are represented by the MSCI ACWI Ex US and BC Aggregate Index, respectively.

**VERUS MAY CAPITAL MARKETS UPDATE**

**THE ECONOMIC CLIMATE**

- The U.S. added 223,000 jobs to payrolls in May, well above the consensus estimate of 180,000 and the expansion average of about 200,000.
- The U-3 unemployment rate fell from 3.9% to 3.8%, while the broader U-6 rate (includes part-time and underemployed workers) declined from 7.8% to 7.6%, the lowest level since 2000.
- The ISM Manufacturing PMI rose from 57.3 to 58.7 in May. The index remains elevated, indicating a strong level of economic activity for manufacturers.

**MARKET PORTFOLIO IMPACTS**

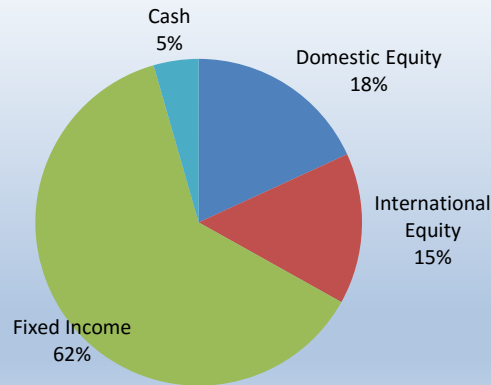
- Equities moved higher in May (S&P 500 +2.4%), but still traded within a relatively narrow range between 2600 and 2800 on the S&P 500 Index.
- Small cap equities (Russell 2000 Index +6.1%) significantly outperformed large cap equities, possibly influenced by insulation from a stronger U.S. dollar and global trade concerns.
- After peaking at 3.11% on May 17th, the 10-year Treasury yield fell sharply to finish the month down 9 bps to 2.86%. The move lower was influenced by a global risk-off sentiment created by uncertainty surrounding Italian politics.
- Weakness in Italian markets spilled over to the rest of the Eurozone, which was one of the reasons international developed equities (MSCI EAFE -2.3%) underperformed U.S. equities.
- Global trade war concerns resurfaced after the White House decided to impose steel and aluminum tariffs on Canada, Mexico, and the European Union after a two month exemption period. The tariffs went into effect on June 1st.

# Mid-term Fund

Period ending: 05/31/2018

ASSET ALLOCATION \$4,804,731 at 5/31/2018

## Pooled Endowment Portfolio Asset Allocation

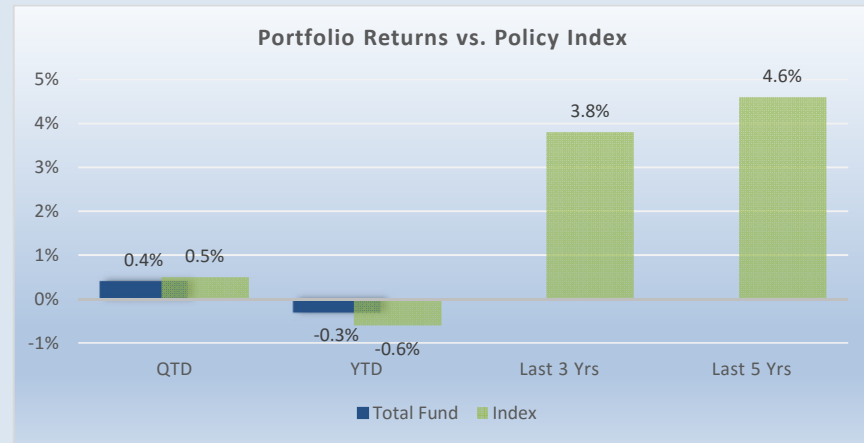


	%	\$ (000)
Domestic Equity	18.2%	873
International Equity	15.0%	719
Fixed Income	62.4%	2,999
Cash	4.5%	214
Total Portfolio Value	100.0%	4,805

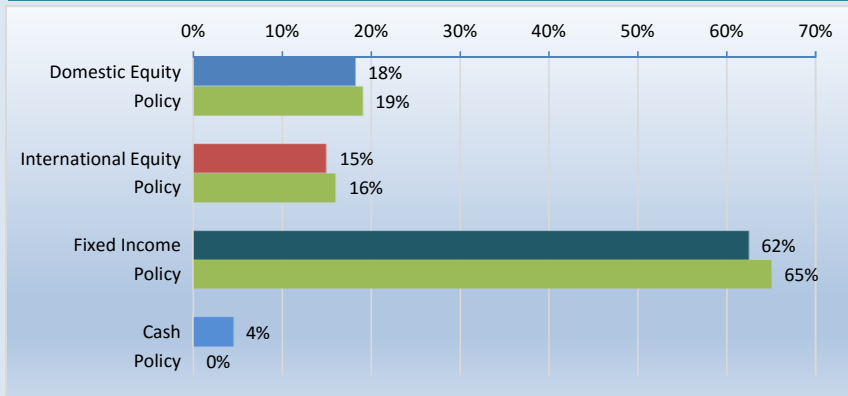
COMPONENTS OF CHANGE - PRELIMINARY (\$ 000)

	QTD	YTD
Beginning Value	4,630	4,742
Net Contributions (Withdrawals)	(177)	(82)
Ending Value	4,805	4,805
Investment Gain (Loss)	352	146

## PERFORMANCE - PRELIMINARY PORTFOLIO RETURNS



## ASSET ALLOCATION VS. POLICY %



Performance QTD through 5/31/2018

S&P 500 2.80% Int'l Equities -0.56% US Bonds -0.04%

Note: Int'l Equities and US Bonds are represented by the MSCI ACWI Ex US and BC Aggregate Index, respectively.

## VERUS MAY CAPITAL MARKETS UPDATE

### THE ECONOMIC CLIMATE

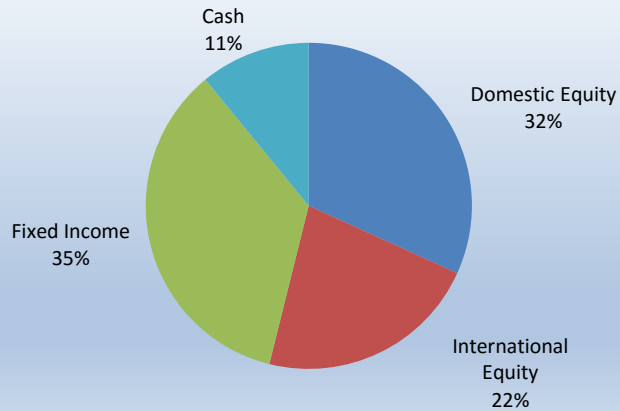
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- The ISM Manufacturing PMI rose from 57.3 to 58.7 in May. The index remains elevated, indicating a strong level of economic activity for manufacturers.

### MARKET PORTFOLIO IMPACTS

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- Weakness in Italian markets spilled over to the rest of the Eurozone, which was one of the reasons international developed equities (MSCI EAFE -2.3%) underperformed U.S. equities.
- Global trade war concerns resurfaced after the White House decided to impose steel and aluminum tariffs on Canada, Mexico, and the European Union after a two month exemption period. The tariffs went into effect on June 1st.

**ASSET ALLOCATION** \$3,327,628 at 5/31/2018

**Pooled Endowment Portfolio Asset Allocation**

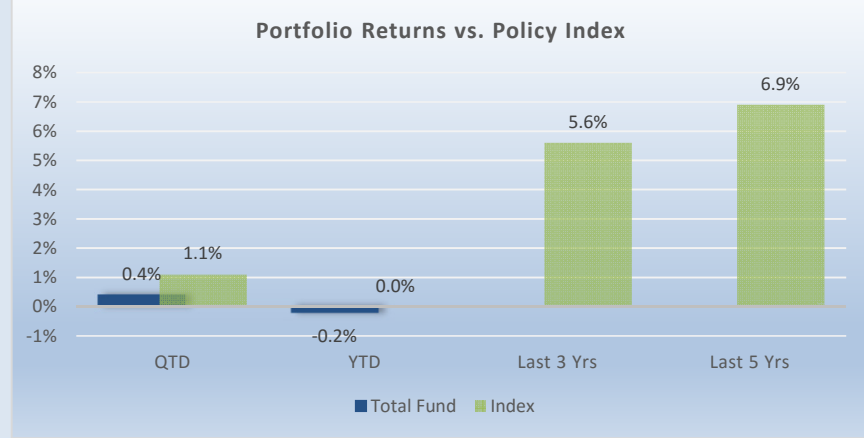


	%	\$ (000)
Domestic Equity	31.8%	1,057
International Equity	22.1%	736
Fixed Income	35.2%	1,171
Cash	10.9%	363
<b>Total Portfolio Value</b>	<b>100.0%</b>	<b>3,328</b>

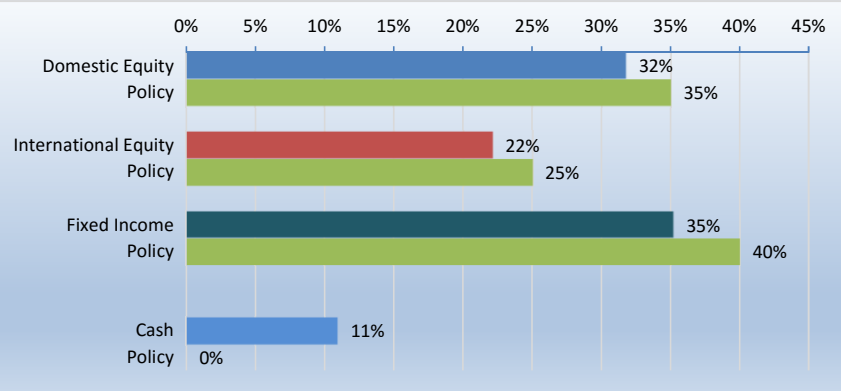
**COMPONENTS OF CHANGE - PRELIMINARY** (\$ 000)

	QTD	YTD
Beginning Value	3,292	1,030
Net Contributions (Withdrawals)	23	2,007
Ending Value	3,328	3,328
Investment Gain (Loss)	13	291

**PERFORMANCE - PRELIMINARY PORTFOLIO RETURNS**



**ASSET ALLOCATION VS. POLICY** %



Performance QTD through 5/31/2018

S&P 500 2.80% Int'l Equities -0.56% US Bonds -0.04%

Note: Int'l Equities and US Bonds are represented by the MSCI ACWI Ex US and BC Aggregate Index, respectively.

**VERUS MAY CAPITAL MARKETS UPDATE**

**THE ECONOMIC CLIMATE**

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