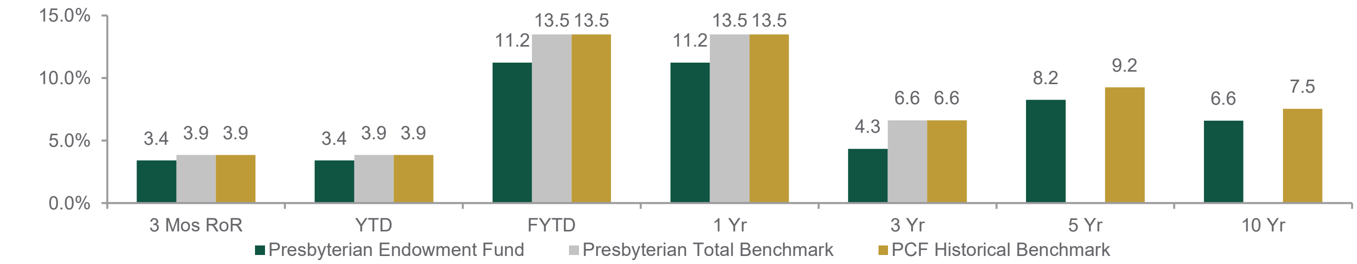
Presbyterian Endowment Fund
Quarterly Portfolio Snapshot
March 31, 2024

Objectives

Financial Objectives:
- Support a stream of regular distributions in support of annual budgetary needs; and
- Preserve the real (inflation-adjusted) purchasing power of the Endowment Fund net of regular distributions

Investment Objectives:
- Target a real annualized total return, net of investment expenses, over a five-to-seven-year horizon, that aligns with financial objectives;
- Outperform the Endowment Fund's benchmark consistent with volatility targets; and
- Adhere to the Social Witness Principles of the General Assembly of the PC(USA)

	Annualized Rolling Period Returns (3/31/2024)				
	3 Months	YTD	One Year	Three Years	ITD
NT OCIO Liquid Performance	4.39%	4.39%	14.66%	3.15%	7.00%
PCF Liquid Benchmark	4.58%	4.58%	15.14%	3.57%	6.60%



Historical Benchmark: *NT Policy Benchmark (9/1/2017 –Present), Cambridge Total Policy Benchmark (1/1/2013-8/31/2017), 60% MSCI ACWI ND / 40% Bloomberg Barclays US Aggregate (for periods prior to 1/1/2013)*
NT Policy Benchmark: *27% Russell 3000 / 25% MSCI ACWI ex US / 20% Cambridge Private Equity and Venture Capital Indices by Vintage Year / 16% Barclay's US Agg / 9% FTSE EPRA NAREIT Global Index / 3% BofA ML US 3 Month T-Bill Index*

All returns are net of fees - Past performance is no guarantee of future investment results.

Commentary

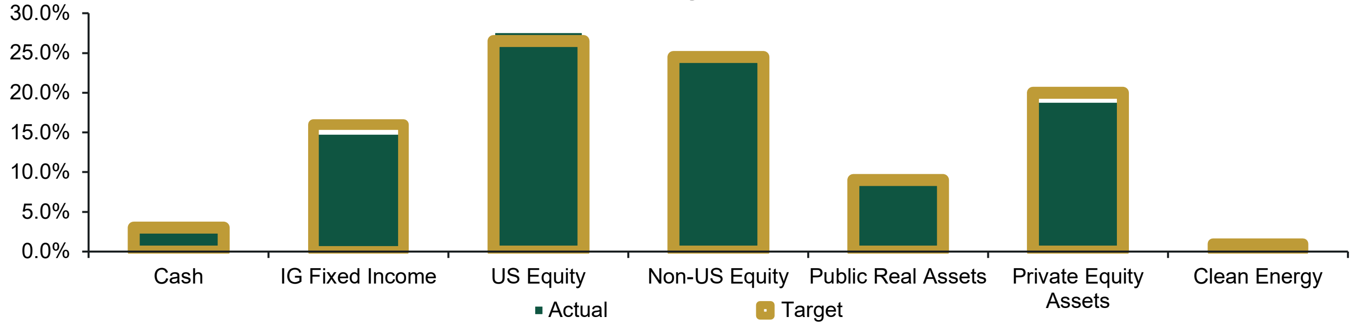
Current Quarter

- For the quarter, the program appreciated 3.4%, slightly behind the PCF Total Benchmark of 3.9% as flat marks in the private equity portfolio and recent calls hurt relative returns. Public market (NT OCIO Liquid) performance of 4.4%, however kept pace with the 4.6% return for its benchmark as public market risk assets drove returns in the quarter. During this time, markets began to pull back future rate cut expectations as economic resiliency and strong labor fundamentals suggesting the fed will not be able to cut rates later in the year, if at all. Fixed income returns, as a result, turned in negative returns as rising interest rates hurt duration assets. Global equities rose over 8% in the quarter with U.S. markets leading the charge (+10%), while developed markets (+5.3%) and emerging markets (+2.2%) trailed. Real Assets were also challenged in the quarter as sustainable strategies and rising rates hurt infrastructure and real estate returns.
- Relative to benchmarks, the public market portfolio, as can be seen in the box above the graphic, held up better than the broader program due to negative marks in the legacy private equity portfolio and the still early lifecycle of the Northern Trust illiquid pool. Clean energy was fell -10.2% in the quarter consistent with the challenging returns from sustainable strategies. Our fixed income program held up very well falling only .2% in the quarter and was supported by our yield-oriented strategy that we added to the program this year. The portfolio's small overweight to cash (3.8% vs. 3%) detracted slightly as markets were broadly positive in the quarter.

Forward Looking Considerations

- Private equity allocation is no longer overweight, due to strong public equity returns and quiet activity across private markets. Capital flows into the space have not been enough to support the allocation.
- Current positioning will continue to focus on supporting target allocations with attention towards cash positions as rates remain high. We also will maintain the small underweight to non-U.S. developed equities as geopolitical concerns continue.
- Core fixed income should remain at or slightly below targets as cash returns remain meaningful. Recent addition of additional yield in fixed income should support the allocation should rates stay higher for longer. Public U.S. equities, due to their higher valuations, remain a source of cash for future private equity commitments as we carefully review our pipeline of managers coming to market.

Actual vs. Target Allocation



Asset allocation does not guarantee a profit or protection against a loss in declining markets

The information contained herein is intended for use with current or prospective clients of Northern Trust Investments, Inc (NTI) or its affiliates. The information is not intended for distribution or use by any person in any jurisdiction where such distribution would be contrary to local law or regulation. Northern Trust Asset Management's (NTAM) and its affiliates may have positions in and may effect transactions in the markets, contracts and related investments different than described in this information. This information is obtained from sources believed to be reliable, its accuracy and completeness are not guaranteed, and is subject to change. Information does not constitute a recommendation of any investment strategy, is not intended as investment advice and does not take into account all the circumstances of each investor.

This report is provided for informational purposes only and is not intended to be, and should not be construed as, an offer, solicitation or recommendation with respect to any transaction and should not be treated as legal advice, investment advice or tax advice. Recipients should not rely upon this information as a substitute for obtaining specific legal or tax advice from their own professional legal or tax advisors. References to specific securities and their issuers are for illustrative purposes only and are not intended and should not be interpreted as recommendations to purchase or sell such securities. Indices and trademarks are the property of their respective owners. Information is subject to change based on market or other conditions.

All securities investing and trading activities risk the loss of capital. Each portfolio is subject to substantial risks including market risks, strategy risks, advisor risk, and risks with respect to its investment in other structures. There can be no assurance that any portfolio investment objectives will be achieved, or that any investment will achieve profits or avoid incurring substantial losses. No investment strategy or risk management technique can guarantee returns or eliminate risk in any market environment. Risk controls and models do not promise any level of performance or guarantee against loss of principal. Any discussion of risk management is intended to describe NTAM's efforts to monitor and manage risk but does not imply low risk.

Past performance is not a guarantee of future results. Performance returns and the principal value of an investment will fluctuate. Performance returns contained herein are subject to revision by NTAM. Comparative indices shown are provided as an indication of the performance of a particular segment of the capital markets and/or alternative strategies in general. Index performance returns do not reflect any management fees, transaction costs or expenses. It is not possible to invest directly in any index. Net performance returns are reduced by investment management fees and other expenses relating to the management of the account. Gross performance returns contained herein include reinvestment of dividends and other earnings, transaction costs, and all fees and expenses other than investment management fees, unless indicated otherwise. For additional information on fees, please refer to Part 2a of the Form ADV or consult an NTI representative.

Forward-looking statements and assumptions are NTAM's current estimates or expectations of future events or future results based upon proprietary research and should not be construed as an estimate or promise of results that a portfolio may achieve. Actual results could differ materially from the results indicated by this information.

This information is intended for purposes of NTI and/or its affiliates marketing as providers of the products and services described herein and not to provide any fiduciary investment advice within the meaning of Section 3(21) of the Employee Retirement Income Security Act of 1974, as amended (ERISA). NTI and/or its affiliates are not undertaking to provide impartial investment advice or give advice in a fiduciary capacity to the recipient of these materials, which are for marketing purposes and are not intended to serve as a primary basis for investment decisions. NTI and its affiliates receive fees and other compensation in connection with the products and services described herein as well as for custody, fund administration, transfer agent, investment operations outsourcing and other services rendered to various proprietary and third party investment products and firms that may be the subject of or become associated with the services described herein.

Northern Trust Asset Management is composed of Northern Trust Investments, Inc. Northern Trust Global Investments Limited, Northern Trust Fund Managers (Ireland) Limited, Northern Trust Global Investments Japan, K.K, NT Global Advisors, Inc., 50 South Capital Advisors, LLC, Northern Trust Asset Management Australia Pty Ltd, and investment personnel of The Northern Trust Company of Hong Kong Limited and The Northern Trust Company.

NOT FDIC INSURED | MAY LOSE VALUE | NO BANK GUARANTEE