



# Quarterly Investment Update

## As of June 30, 2021

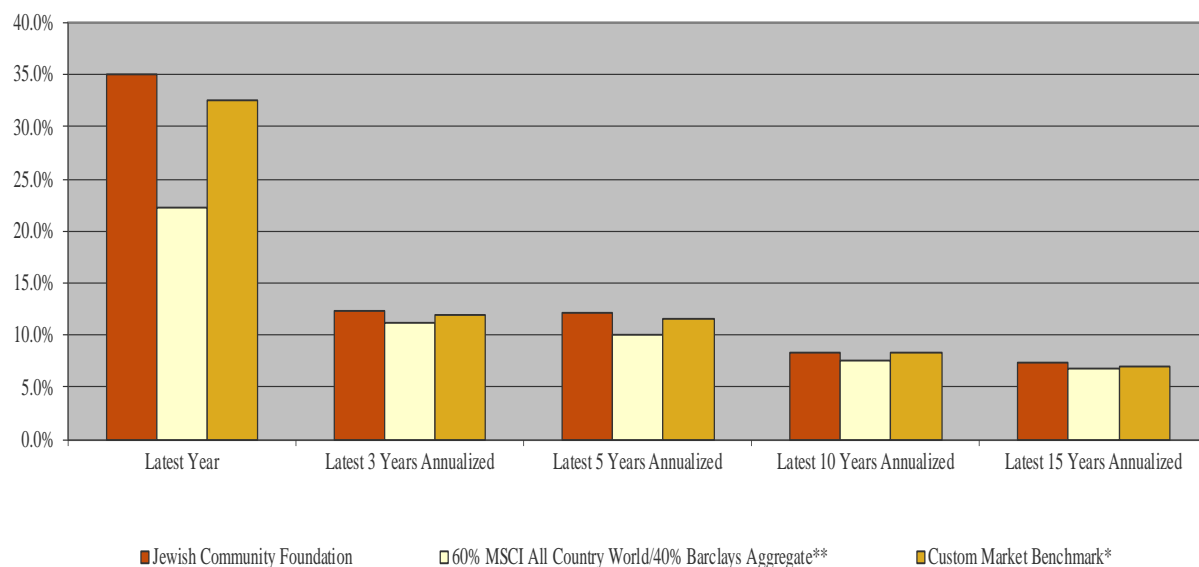
**Overview:** Equity markets continued to move sharply higher during the 2<sup>nd</sup> quarter of 2021. While most would agree that life remains unusual, difficult, and complicated, capital markets have been living in a sedate, risk-free alternate universe. Unsurprisingly, the dissonance between these extremes has led to questions as to how this can be and what comes next.

We too would like to know what the world and markets will look like six or twelve months from now. Yet, we are also at peace with our inability to know that which cannot be known and accept the fact that short-term market conditions are simply a random walk. From this perspective, surprise is off the table and decision-making can be focused on valuation and diversification where the probability of long-term success is far higher. This philosophy is centered on the outsized importance of long-term outcomes with the knowledge that periods of market stress are a key contributor to success for disciplined, experienced investors such as the Foundation.

*--Michael Miller, Chief Investment Officer, Crewcial Partners (JCF's Investment Consultant)*

**Total Assets in Pool:** \$ 168.9 million across 26 investment managers

### Aggregated Investment Performance



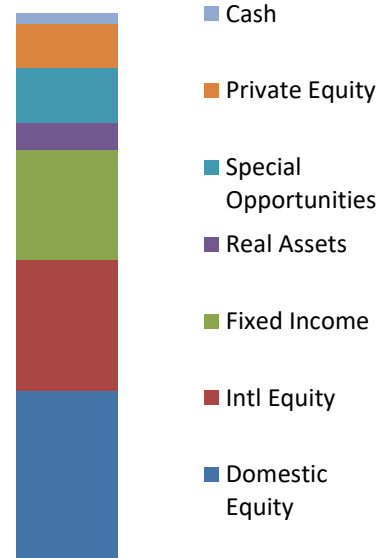
\*Custom Market Benchmark reflects the portfolio's strategic asset mix over time. Currently it consists of the following indices: 10% Barclays Capital Aggregate, 23% S&P 500, 8% Russell MidCap, 8% Russell 2000, 19% MSCI EAFE, 5% MSCI Emerging Markets, 10% MSCI AC World, 3% Merrill High Yield, 4% FTSE World Government Bond Index, 5% Bloomberg Commodity Index, 3% Barclays US TIPS and 2% 90 Day T-Bills.

\*\* MSCI All Country World Index measures the equity market performance of developed and emerging markets. The MSCI ACWI consists of 45 country indices comprising 24 developed and 21 emerging market country indices.

**Investment Objective:** The Jewish Community Foundation invests its assets to maximize grantmaking to address current needs, while protecting long-term purchasing power for grantmaking in perpetuity. It is through a balanced approach that is sensitive to market opportunities and volatility over long time frames that this objective is best achieved.

**Oversight:** The Foundation's Board of Directors, advised by the Investment Committee of volunteer financial experts, and with consultation provided by Crewcial Partners LLC (name changed from Colonial Consulting, LLC).

## Asset Allocation





## Managed Portfolio Investment Performance

Periods ending June 30, 2021

		<u>Annualized</u>					
	<u>3 mon</u>	<u>CYTD</u>	<u>FYTD</u>	<u>1 year</u>	<u>3 year</u>	<u>5 year</u>	<u>10 year</u>
<b>Jewish Community Foundation Total Managed Portfolio</b>	<b>5.5%</b>	<b>10.8%</b>	<b>35.0%</b>	<b>35.0%</b>	<b>12.3%</b>	<b>12.1%</b>	<b>8.4%</b>
<i>60% MSCI AC World/ 40% Barclays Aggregate Bond Index<sup>1</sup></i>	5.2%	6.6%	22.2%	22.2%	11.2%	10.1%	7.5%
<i>Standard &amp; Poor's 500 Composite Stock Index<sup>2</sup></i>	8.5%	15.3%	40.8%	40.8%	18.7%	17.6%	14.8%
<i>Barclays Capital Aggregate Bond Index<sup>3</sup></i>	1.8%	-1.6%	-0.3%	-0.3%	5.3%	3.0%	3.4%
<i>Overall Market Benchmark with HFRI<sup>4</sup></i>	5.9%	10.2%	32.5%	32.5%	11.9%	11.6%	8.4%

<sup>1</sup> 60% MSCI AC World/ 40% Barclays Aggregate Bond Index: A benchmark its 60% of the Morgan Stanley All Country World index which includes equities from the United States, developed and emerging markets from around the world. It is also 40% invested in the Barclays Aggregate Bond Index, a measure of primarily US dollar denominated, investment grade fixed income securities

<sup>2</sup> S&P 500: A market capitalization-weighted price-only index comprised of 500 widely held common stocks listed on the New York Stock Exchange and NASDAQ. It is used as a benchmark to measure the overall performance of the U.S. stock market.

<sup>3</sup> Barclays Capital Aggregate Bond: An unmanaged market value-weighted index comprised of U.S. investment grade, fixed rate bond market securities, including U.S. Government bonds, corporate bonds (minimum grade Baa), mortgage pass-through securities, commercial mortgage-backed securities and asset-backed securities that are publicly offered for sale in the United States. Effective November 3, 2008, the Lehman Brothers Aggregate Bond Index was rebranded Barclays Capital Aggregate Bond Index. There have been no changes to the calculation or definition of the index data.

<sup>4</sup> Overall Market Benchmark with HFRI: As of 6/1/2019, this benchmark is composed of: 10% Barclays Capital Aggregate; 23% Standard & Poor's 500; 8% Russell MidCap; 8% Russell 2000; 10% Morgan Stanley Capital International(MSCI) AC World, 19% MSCI EAFE; 5% Morgan Stanley Emerging Market Equities (MSCI EME); 3% Merrill Lynch U.S. High Yield; 4% FTSE World Government Bond Index; 5% Bloomberg Commodity Index; 3% Barclays Capital U.S. Treasury Inflation Protection Securities; 2% 90-day Treasury Bills.