

TESTIF

Texas Economic Stabilization Investment Fund



TEXAS TREASURY SAFEKEEPING TRUST COMPANY
COMPTROLLER GLENN HEGAR, CHAIRMAN

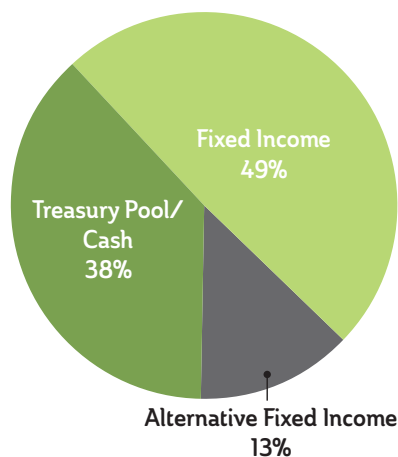
The Texas Economic Stabilization Investment Fund ('the Fund') was created by Section 404.0241 of the Government Code to invest a portion of the Economic Stabilization Fund (ESF) balance for a slightly higher return than the state's operating fund. The Fund has two primary performance objectives: 1) maintaining purchasing power; and 2) delivering returns in excess

of short-term cash equivalents. Maintaining the Fund's purchasing power means achieving net returns over a full market cycle (3-6 years) that exceed inflation. Inflation will be measured using the annualized growth rate of the national Consumer Price Index – Urban (CPI-U) published by the Federal Bureau of Labor Statistics.

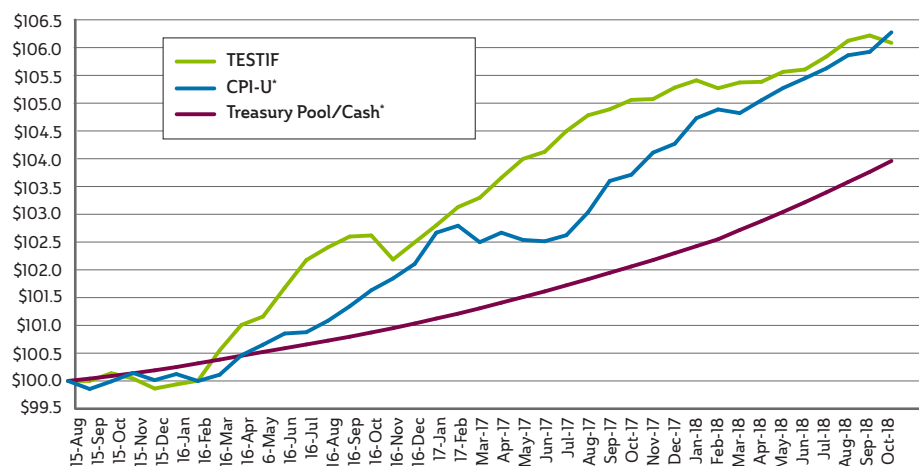
TESTIF Investment Fund

Strategy	Target Asset Allocation	9/30/2015	12/31/2015	12/31/2016	12/31/2017	3/31/2018	6/30/2018	9/30/2018	10/31/2018
Treasury Pool/Cash	25%	\$1,194,513,946	\$1,605,554,951	\$1,225,243,092	\$1,076,995,987	\$1,062,089,684	\$997,648,762	\$1,274,787,028	\$1,226,758,856
Fixed Income	65%	\$269,569,195	\$920,414,552	\$1,704,282,009	\$1,843,751,481	\$1,856,249,768	\$1,866,822,327	\$1,542,492,755	\$1,586,345,936
Alt. Fixed Income	10%	0	\$75,097,642	\$214,009,452	\$304,716,125	\$309,363,580	\$369,994,557	\$435,346,814	\$435,243,105
ESF Inflows		\$1,464,000,000	\$1,140,000,000	\$475,000,000					
Total		\$1,464,083,141	\$2,601,067,145	\$3,143,534,552	\$3,225,463,594	\$3,227,703,033	\$3,234,465,647	\$3,252,626,597	\$3,248,347,898

Asset Allocation by Strategy
(as of 10/31/18)



Hypothetical Growth of \$100 Since Inception
(as of 10/31/18)



*Hypothetical Portfolio

Performance Table

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	Ann. ITD	Cumulative ITD
2015									0.01%	0.14%	-0.10%	-0.18%	-0.14%		
2016	0.07%	0.07%	0.55%	0.45%	0.15%	0.51%	0.49%	0.23%	0.19%	0.02%	-0.42%	0.30%	2.63%		
2017	0.30%	0.33%	0.11%	0.35%	0.33%	0.12%	0.36%	0.28%	0.10%	0.16%	0.01%	0.20%	2.67%	2.23%	5.28%
2018	0.12%	-0.13%	0.10%	0.01%	0.17%	0.04%	0.22%	0.27%	0.09%	-0.13%			0.77%	1.88%	6.09%