

TESTIF

Texas Economic Stabilization Investment Fund

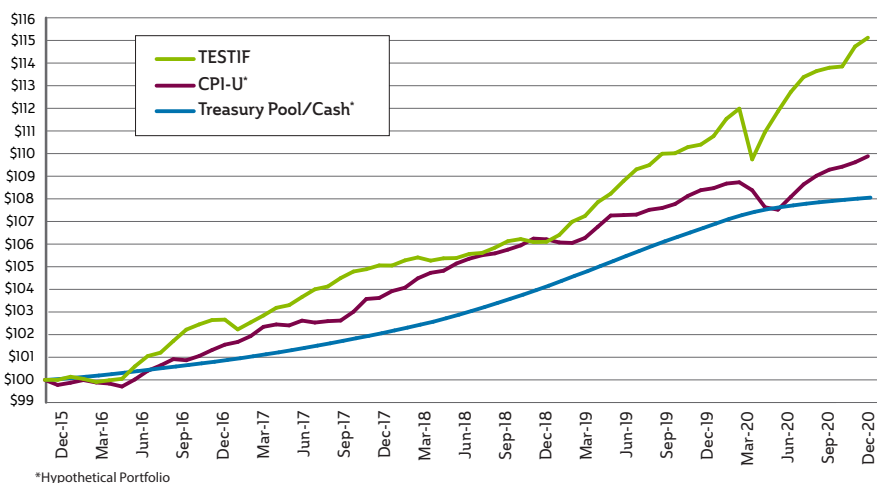
The Texas Economic Stabilization Investment Fund ('the Fund') was created by Section 404.0241 of the Government Code to invest a portion of the Economic Stabilization Fund (ESF) balance for a slightly higher return than the state's operating fund. The Fund has two primary performance objectives: 1) maintaining 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	12/31/2018	12/31/2019	12/31/2020	%
Treasury Pool/Cash	25%	\$1,194,513,946	\$1,605,554,951	\$1,225,243,092	\$1,076,995,987	\$2,733,236,599	\$2,745,991,549	\$4,847,000,017	54%
Fixed Income	65%	\$269,569,195	\$920,414,552	\$1,704,282,009	\$1,843,751,481	\$1,597,347,508	\$2,773,084,800	\$3,368,440,160	38%
Alt. Fixed Income	10%	0	\$75,097,642	\$214,009,452	\$304,716,125	\$430,841,868	\$542,641,370	\$734,360,553	8%
Total		\$1,464,083,141	\$2,601,067,145	\$3,143,534,552	\$3,225,463,594	\$4,761,425,975	\$6,061,717,721	\$8,949,800,730	100%

Hypothetical Growth of \$100 Since Inception (as of 12/31/20)



ESF Inflows/Transfers

- 09/2015: \$1.5B
- 12/2015: \$1.1B
- 12/2016: \$475MM
- 12/2018: \$1.5B
- 06/2019: (\$146MM)
- 10/2019: \$1.3B
- 01/2020: \$1.9B
- 09/2020: (\$160MM)
- 12/2020: \$885MM

Performance Table

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	Ann. ITD*
2015									0.00%	0.14%	-0.10%	-0.14%	-0.09%	
2016	0.08%	0.07%	0.55%	0.46%	0.15%	0.51%	0.49%	0.23%	0.19%	0.02%	-0.42%	0.30%	2.64%	
2017	0.30%	0.33%	0.12%	0.35%	0.33%	0.12%	0.36%	0.28%	0.10%	0.16%	0.01%	0.22%	2.67%	
2018	0.12%	-0.14%	0.10%	0.01%	0.17%	0.04%	0.22%	0.27%	0.09%	-0.13%	0.01%	0.29%	1.07%	
2019	0.55%	0.24%	0.57%	0.35%	0.52%	0.48%	0.17%	0.46%	0.02%	0.25%	0.10%	0.34%	4.10%	
2020	0.69%	0.40%	-2.0%	1.10%	0.82%	0.77%	0.59%	0.23%	0.13%	0.05%	0.78%	0.34%	3.93%	2.68%

* Annualized Inception-to-Date