

Diocese of Toledo – Catholic Investment Trust

Executive Summary of Investment Performance

September 30, 2021

CIT Aggressive Pool – Exceeded its Balanced Benchmark during the quarter (-0.9% vs. -1.4%) and over the trailing twelve months (33.9% vs. 33.3%). The Aggressive Pool’s emerging markets manager and real estate portfolio contributed to relative returns during the quarter.

CIT Long Term Pool – Exceeded the Balanced Benchmark during the quarter (-0.6% vs. -0.8%) and over the trailing twelve months (23.1% vs. 22.1%). The Long Term Pool’s emerging markets manager and real estate portfolio contributed to relative returns during the quarter.

CIT Balanced Pool – Exceeded its Balanced Benchmark for the quarter (-0.4% vs. -0.6%) and over the trailing twelve months (17.8% vs. 17.1%). The Balanced Pool’s emerging markets manager and real estate portfolio contributed to relative returns during the quarter.

CIT Fixed Income Pool – Trailed its Balanced Benchmark for the quarter (0.0% vs. 0.1%), but exceeded the index over the trailing twelve months (0.8 % vs. -0.3%). The underperformance of the core fixed income manager detracted from performance during the quarter.

Domestic All Cap Equity

The all cap equity composite slightly matched the Russell 3000 Index during the quarter. World Asset underperformed the S&P 500 Index, DFA underperformed the Russell 3000 Index, and the Global X S&P 500 Catholic Values Index performed in-line with the S&P 500 Catholic Values Index during the quarter.

World Asset Management – During the quarter, the manager gained 0.5%, but underperformed the performance of the S&P 500 Index (0.6%). Underweight allocations to the healthcare sector negatively impacted performance during the quarter.

DFA U.S. Social Core Equity 2 – During the quarter, the manager declined -0.5% and underperformed the Russell 3000 Index (-0.1%). The fund’s small cap and value tilt detracted from performance during the quarter. An underweight allocation to the healthcare sector and a lack of exposure to the real estate sector negatively impacted performance.

International Equity

The international portfolio trailed the MSCI AC World Index ex-US during the quarter. DFA International Social Core Equity Fund trailed its benchmark, while CUIT International Equity Index Fund and DFA Emerging Markets Social Core Fund exceeded their benchmarks during the quarter.

Christian Brothers International Equity – Christian Brothers fell -1.3% for the quarter, but outperformed the MSCI AC World Index ex-U.S. (-3.0%). Stock selection in the information technology sector, healthcare sector, and consumer discretionary sector positively impacted performance during the quarter.

DFA International Social Core Equity Fund – During the quarter the fund fell -1.1% and trailed the performance of the MSCI EAFE Index (-0.4%). An underweight allocation to the healthcare sector negatively impacted performance during the quarter. Stock selection in the information technology sector and energy sector further hurt relative returns.

DFA Emerging Markets Social Core – During the quarter the fund declined -7.2%, but exceeded the performance of the MSCI Emerging Markets Index (8.1%). The fund's small cap and value tilt helped performance during the quarter. Stock selection in the consumer discretionary sector, materials sector, and communication services sector contributed to performance during the quarter.

Fixed Income

The fixed income portfolio trailed the Blended Index during the quarter.

Christian Brothers Intermediate Bond Fund – During the quarter, the fund fell -0.1% and trailed the Bloomberg Barclays U.S. Aggregate Bond Index (0.1%). Significant exposure to mortgage-passthrough securities negatively impacted performance during the quarter.

iShares 1-3 Yr Treasury Fund – The iShares 1-3 Yr Treasury Fund seeks to replicate the Bloomberg Barclays 1-3 Yr Treasury Index. During the quarter the Fund was flat at 0.0%

Real Estate

DFA Global Real Estate – During the quarter the fund declined -0.4%, but exceeded the performance of the S&P Developed BMI Property Index (-0.5%). An overweight allocation to U.S. REITs contributed to performance during the quarter.