

We're pleased to attach the May performance report for the Endowment. The highlights are as follows:

- The Total Endowment stood at \$312.0 million after returning 1.7% in March, bringing the Total Endowment return to 8.2% CYTD (180bps above the policy benchmark) and 29.2% FYTD (500bps above the Policy Benchmark). Since the dual-OCIO track record began on 3/31/17, Total Assets have returned an annualized 9.9% (50 bps above the Policy Benchmark):

	5/31/21 \$mm	CYTD	FYTD	Annualized Since 3/31/17
C A Managed Assets Net of C A Fees	\$144.9	8.7%	30.6%	10.4%
Russell Managed Assets	\$126.6	10.3%	26.6%	7.8%
Legacy Assets	\$40.5	0.0%	31.0%	14.1 %
Total Assets	\$312.0	8.2%	29.2%	9.9%

- Drilling into C|A's FYTD performance, asset class performance has ranged from Emerging Markets (+49.1%) down to Fixed Income (1.3%). Marketable Alternatives delivered the strongest relative performance, with 2080bps of excess return. Note that Private Investments are as of 12/31/2020, given the manager reporting lag (with 2 funds as of 9/30/20).

As your team and the IC examine the costs of OCIO services, I would also suggest keeping in mind returns ***net*** of all fees and expenses. Both CA & Russell started our OCIO mandates with equal dollars, and Cambridge Associates has delivered more than \$18 million of incremental value to NSHE's bottom line over this 3.75-year period.

We are still working on the fees analyses, as well as a comparative asset allocation & performance spreadsheet through 12/31/20 – will pass those along asap.

Thanks again!

Wendy

WENDY WALKER, CFA (she/her/hers)
Managing Director
T: +1 650.233.5209

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