

**Strategic Solutions Overview**

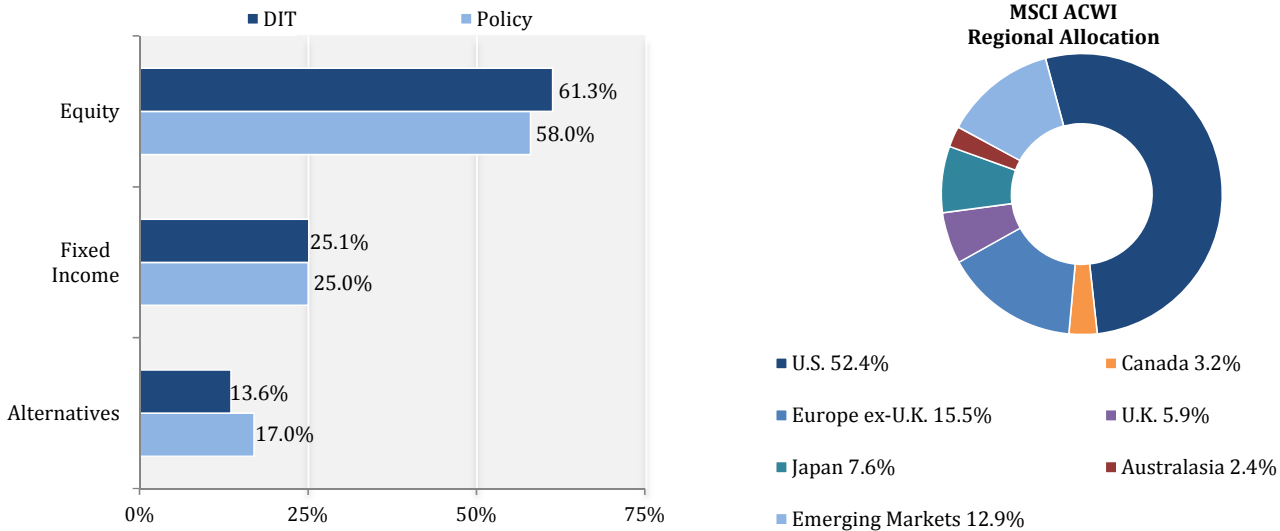
Since 2009, The Diocesan Investment Trust of New York ("DIT") has been managed by the Commonfund Strategic Solutions Group. This comprehensive investment management program provides investment management advisory, and middle office services to clients. It is a collaborative approach, encompassing all aspects of portfolio management, including investment policy review, portfolio construction, total portfolio monitoring, rebalancing, risk management and reporting.

Commonfund Strategic Solutions® brings together the accumulated best thinking and investment management practices of Commonfund. The Strategic Solutions program is designed exclusively for nonprofit institutions that seek to improve all aspects of the management of their portfolios – providing guidance where needed in policy formulation, while focusing support on the resource-intensive implementation and execution of investment policies. Our dedicated professionals work with each client to design, tailor and implement an investment program that meets their specific needs. In doing so, Strategic Solutions helps to strengthen the fiduciary role of a client's Trustees by providing Investment Committee members the time to focus on strategic policy issues. The program is designed to serve as an extension of a client's investment staff and Investment Committee (not a replacement of), and as a resource to the institution's Trustees.

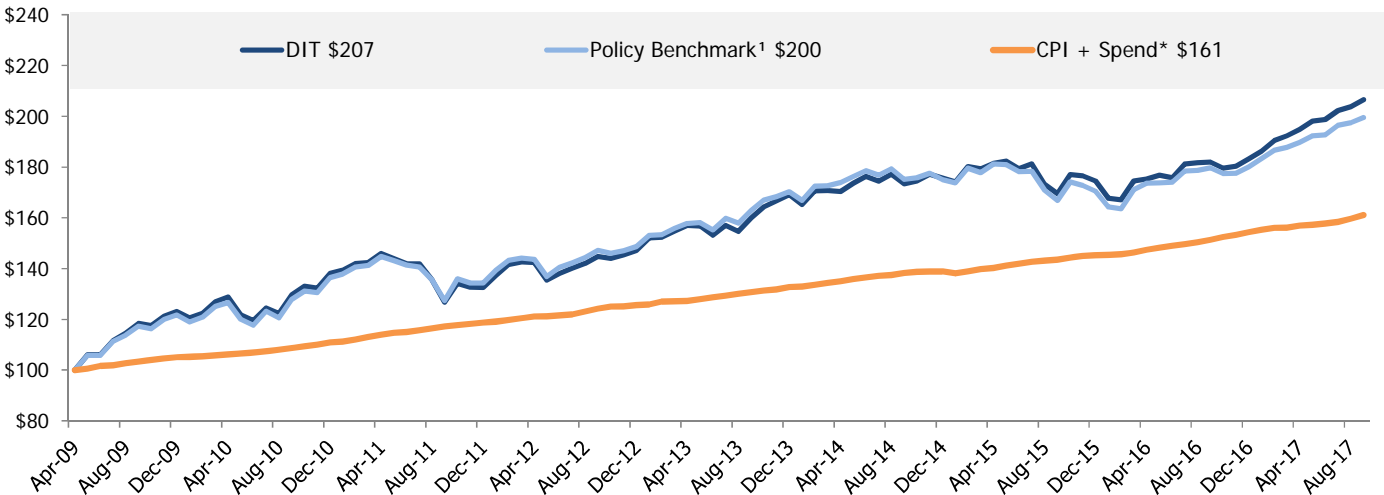
The main objective of DIT is to achieve growth in principal value (spending) over time sufficient to preserve or increase purchasing power, thus protecting against inflation. DIT invests in a diversified portfolio of strategies inclusive of traditional and non-traditional (alternative) investments through a diversified manager approach.

*As of September 30, 2017 Strategic Solutions managed roughly \$8.7 billion for 62 non-profit clients.*

**Asset Allocation Detail | As of September 30, 2017**



**Cumulative Performance (Growth of \$100) | 4/30/09 - 09/30/2017**



Past performance is not indicative of future results. Unless otherwise indicated returns are net of all fees and expenses and reflect reinvestment of earnings.

**Diocesan Investment Trust of New York**  
**Portfolio Overview**  
**As of September 30, 2017**



**QTD Performance Drivers as of September 2017**

- Positives**
- + Global Equity Fund outperformed the MSCI ACWI by 61 bps for the quarter. Top performers relative to their respective benchmarks were Capstone (+4.4% vs. S&P 500), Symphony (+2.4% vs. MSCI Japan) and Wellington (+1.5% vs. MSCI EM). The global orientation of the fund continued to be beneficial as non-U.S. stocks have now outperformed U.S. stocks over a rolling period for 20 months (MSCI ACWI ex-U.S. vs. S&P 500).
  - + The High Quality Bond Fund performed in-line with the Bloomberg Barclays U.S. Aggregate Bond Index. Positives included corporate, CMBS and dollar-denominated emerging market sovereign exposures while underweight duration positioning detracted from return.

- Negatives**
- Low Volatility Fund underperformed the S&P 500 by 179 bps. Overweight's to consumer staples and utilities and broad stock selection within technology and financials accounted for the majority of the underperformance

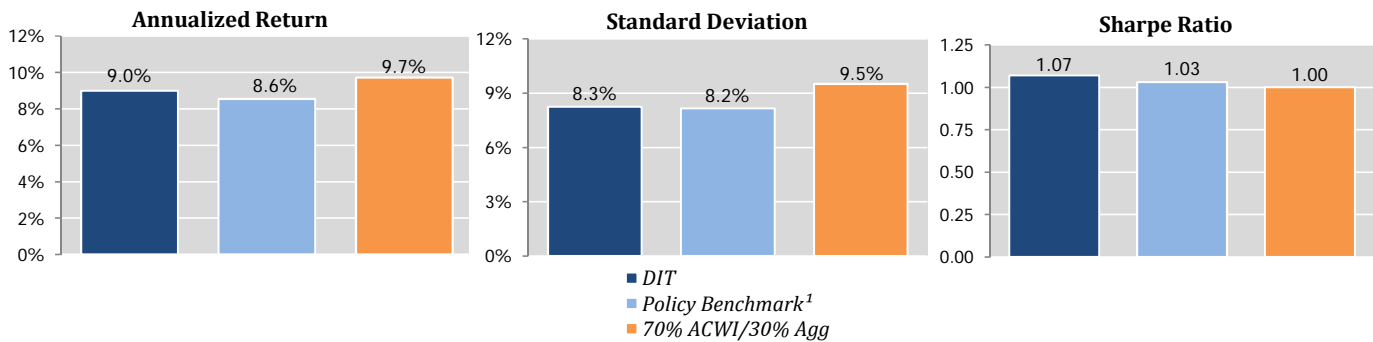
**Commonfund Portfolio Positioning**

- **Equities (Overweight):** neutral regional weights
- **Fixed Income (Neutral):** underweight duration and Treasuries; underweight high yield and distressed and overweight mortgages
- **Alternatives (Neutral / Slight Underweight):** underweight real assets and neutral hedge fund strategies

**Performance Summary**

Fiscal Years (December 31)	DIT Endowment	Policy Benchmark	CPI+Spend*	70/30 ACWI/Agg	Annualized Performance	DIT Endowment	Policy Benchmark	CPI+Spend*	70/30 ACWI/Agg
2016	5.00%	5.61%	6.18%	6.42%	QTD	3.95%	3.55%	2.14%	3.88%
2015	-0.69%	-2.56%	4.63%	-1.30%	1 Year	13.48%	11.05%	6.44%	12.79%
2014	3.89%	2.83%	4.74%	4.77%	3 Years	6.00%	4.44%	5.25%	6.13%
2013	14.86%	14.51%	5.59%	14.90%	5 Years	7.37%	6.27%	5.34%	7.81%
2012	11.09%	10.67%	5.83%	12.65%	Inception	9.00%	8.55%	5.83%	9.73%
2011	-4.02%	-1.59%	7.09%	-2.68%	<i>Inception date: 4/30/2009</i>				
2010	12.16%	12.19%	5.50%	11.31%					

**Risk & Return Summary | 4/30/2009 - 09/30/2017**



**Definitions**

**Standard Deviation**

Statistical measure of the degree to which an individual value in a probability distribution tends to vary from the mean of the distribution; the larger the standard deviation, the greater the degree of dispersion around the average value.

**Sharpe Ratio**

Risk-adjusted measure, calculated using standard deviation and excess return to determine reward per unit of risk. The higher the Sharpe ratio, the better a fund's historical risk-adjusted performance. Determined according to the following formula: excess return over 91 day T-Bill divided by portfolio's standard deviation. This is an absolute return risk measure. Higher Sharpe ratios are more attractive than lower Sharpe ratios

**Spending Policy**

\*Spend = 1.0% distribution each quarter, which equals approximately 4.06% annually

**<sup>1</sup> Policy Benchmark Definition:**

5/1/09 to 6/30/13 S&P 500 17.0; Russell 3000 15.0; Russell 2000 3.0; MSCI World ex U.S. 10.0; MSCI EMF Net 5.0; Bloomberg Barclays Capital U.S. Aggregate Bond Index ("Agg") 12.5; Barclays U.S. Inflation-Linked 2.0; Citigroup World Govt Bond 3.0; 3-Month T-bill 5.0; Bloomberg Commodity Index 5.0; Absolute 11% 5.0; HFRI FoF Conservative 5.0; HFRI Equity Hedge 12.5

7/1/13 to Current MSCI AC World Index Net 55.0; Bloomberg Barclays Capital U.S. Agg 12.5; Barclays U.S. Inflation-Linked 2.0; Citigroup World Govt Bond 3.0; 3-Mont T-bill 5.0; Bloomberg Commodity Index 5.0; HFRI FoF Composite 17.5