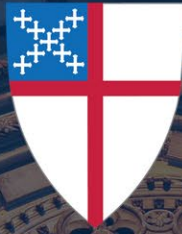


Diocesan
Investment
Trust



of the Diocese of New York

81st ANNUAL REPORT

2023

DIT Fund

DIOCESAN INVESTMENT TRUST

THE DIT FUND

TRUSTEES

The Rt. Rev. Matthew F. Heyd, Bishop of New York, *ex officio*
Sr. Faith Margaret, CHS, Treasurer of the Diocese, *ex officio*
Clark Anderson, The Society of the Free Church of St. Mary the Virgin, Manhattan
Conrad G. Bahlke, Grace Church, Hastings
Monica Spencer Green, St. James Church, Manhattan
Burnett (Jody) Hansen, The Church of St. Barnabas, Irvington
Susan K. Jansen, Christ's Church, Rye
Gavin F. Leckie, Christ Church Pelham
John B. Trammell, St. James Manhattan
Kevin M. Widmaier, Christ Church Pelham

OFFICERS

Chairman, ex officio, The Rt. Rev. Matthew F. Heyd, Bishop of New York
President, Burnett (Jody) Hansen
Vice President, Susan K. Jansen
Secretary & Treasurer, Conrad G. Bahlke
Assistant Secretary & Assistant Treasurer, Michele Kearney

EXECUTIVE COMMITTEE

Burnett (Jody) Hansen, President, *ex officio*
Sr. Faith Margaret, CHS, *Diocesan Treasurer, ex officio*
Conrad G. Bahlke, *Treasurer, ex officio*
Clark Anderson, *Trustee*

INVESTMENT ADVISOR

Partners Capital Investment Group, LLP

CUSTODIAN AND DISBURSING AGENT

Fiduciary Trust International

AUDITORS

PKF O'Connor Davies

COUNSEL

Willkie Farr & Gallagher LLP

BUSINESS OFFICE

Michele Kearney, *Executive Director*
1047 Amsterdam Avenue
New York NY 10025-1798
Telephone: 212-932-7312 Facsimile: 212- 932-7328
(Toll-free): 800-346-6995 ext 7312
E-mail: mkearney@diocesenyny.org
Website: <https://www.ditofny.org>

*THE TRUSTEES OF THE ESTATE AND PROPERTY
OF THE DIOCESAN CONVENTION OF NEW YORK
Diocesan Investment Trust*

1047 Amsterdam Avenue
New York, NY 10025

To All DIT Shareholders:

The Diocesan Investment Trust, or DIT, was established in 1943 by the Trustees of the Estate and Property of the Diocesan Convention of New York (“TEP”) to provide investments for the TEP and other entities within the Diocese. In 2005 the DIT established the Parish Endowment Management Service, or “PEMS”, to assist parishes with the management of their long-term assets. The TEP was established by Diocesan Convention in 1877 and acts as trustee to more than one-hundred trusts; beneficiaries include individual congregations and related entities throughout the Diocese.

In accordance with its mandate, the DIT engaged Commonfund in April 2009 to assist the Trustees in providing prudent, institutional-grade investment-management and endowment services to the TEP, parishes and other institutions within the Episcopal Diocese of New York. As of December 31, 2023, the DIT oversaw \$102.1 million on behalf of more than 257 trusts and entities throughout the Diocese. Consistent with prudent financial-management practices, the Trustees undertook a manager search process in 2023 and, on August 3, 2023, hired Partners Capital Investment Group (Partners) as the new Outsourced Chief Investment Officer (OCIO). Partners began management of the endowment on October 1st with the majority of the liquid transition completed in fourth-quarter 2023.

Of the \$102.1 million, \$38.5 million (37.7%) represented various trust accounts (TEP), \$43 million (42.2%) voluntary investments by parishes and institutions throughout the Diocese, and \$20.6 million (20.1%) was invested on behalf of parishes in the PEMS program. During the year, investors subscribed nearly \$3.9 million for new shares in the DIT Fund and redeemed \$5.2 million to satisfy various operating and other needs, including automated quarterly distributions under the PEMS program of approximately \$750,000.

The DIT Fund returned 11.4% for the one-year ending December 31, 2023, trailing the policy benchmark* return of 13.2%. Annualized performance for the trailing 10-year period through December 31, 2023, was 5.6%, in line with the policy benchmark return. These performance figures are net of all fees paid to the Fund’s OCIO firms (Commonfund through September 30th and Partners Capital from October 1st onwards), but do not reflect the deduction of DIT administrative expenses of approximately 0.26% (annualized), which include the cost of processing redemption and subscription requests, custody, an annual audit, and the salary of our executive director.

In 2023, economic growth proved resilient driven by: 1) low unemployment and high wage growth; 2) higher interest rates not yet hitting corporates or households (e.g., effective US mortgage rates remain at 3.7%); 3) high fiscal spending helping offset tight monetary policy; and 4) improved supply-side conditions (e.g., global supply-chain pressures easing and higher labor-force participation). The equity market gains of 2023 were narrow, with the rally driven by a small cohort of US mega-cap technology stocks. The impact of the mega-cap leadership is highlighted by the divergence between the S&P 500 market-cap weighted index appreciation of 26.3% in 2023 and an equal-weighted index of S&P 500 companies that rose 13.8% over the same period. At year-end, the S&P 500 had a forward price / earnings multiple of 20.4x, above the 10-year average of 18.4x. In contrast, the equal weighted index had a valuation of 17.4x, below the 10-year average of 17.7x, suggesting that high valuations are concentrated in mega-cap tech stocks. As we turn to 2024, the global economy continues to display resilience as well as sustained divergence in performance across sectors and markets.

As of December 31, 2023, capital entrusted to the DIT was allocated 43% to public equities (across long-only and hedged strategies), 37% to cash / fixed income, and 9% to absolute return hedge fund strategies. At year-end, cash was elevated reflecting pending redemptions from Commonfund investment products. At year-end 2023 and continuing through the transition to Partners, risk is tightly managed to the portfolio’s updated 65% equity-like risk target. Private investments, across Private Debt, Property and Private Equity, represented 11% of the total portfolio’s assets relative to the updated 30% target to private investments.

In 2015, the Diocesan Convention passed a resolution asking the TEP and other governing bodies within the Diocese to review investment management practices in light of the church’s faith and mission, including social and environmental responsibilities. In accordance with the resolution, the TEP reviewed its policies and endeavors to include Environmental, Social and Governance (“ESG”) considerations to the management of the endowment portfolio with the understanding that such considerations align with the Principles for Responsible Investment (“PRI”).

THE TRUSTEES OF THE ESTATE AND PROPERTY
OF THE DIOCESAN CONVENTION OF NEW YORK

**Diocesan Investment Trust
of the Diocese of New York**

Financial Statements

December 31, 2023

INDEPENDENT AUDITOR'S REPORT

To the Trustees of the Estate and Property of the Diocesan Convention of New York as Trustees for the Diocesan Investment Trust of the Diocese of New York

Opinion

We have audited the accompanying financial statements of the Diocesan Investment Trust of the Diocese of New York (the "Trust"), consisting of the Diocesan Investment Trust of the Diocese of New York (the "DIT Fund") which comprise the statement of assets and liabilities, including the schedule of investments, as of December 31, 2023, and the related statements of operations, changes in net assets and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the DIT Fund as of December 31, 2023, and the results of its operations, changes in net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the DIT Fund and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the DIT Fund's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.



In performing an audit in accordance with GAAS we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the DIT Fund's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the DIT Fund's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

PKF O'Connor Davies, LLP

April 26, 2024

**Diocesan Investment Trust
of the Diocese of New York**

Statement of Assets and Liabilities
December 31, 2023

ASSETS

Investments, at fair value (cost \$96,267,451)	\$ 103,484,766
Cash on deposit with custodian	54,112
Receivable for investor subscriptions	538,191
Total Assets	<u>104,077,069</u>

LIABILITIES

Accrued liabilities	108,496
Payable for investor redemptions	845,970
Dividend distributions payable to shareholders	994,408
Total Liabilities	<u>1,948,874</u>

NET ASSETS

\$ 102,128,195

See notes to financial statements

Diocesan Investment Trust of the Diocese of New York

Schedule of Investments December 31, 2023

Shares	Description/Geography	Percent of Net Assets	Fair Value
Equity Funds			
193,255	GMO Quality Fund (United States)	5%	5,552,215
77,910	Vanguard Total World Stock Index Fund Admiral Shares (United States)	3%	2,838,270
9,794	iShares S&P 500 Index Fund (United States)	5%	4,677,992
11,146	iShares MSCI ACWI ETF (United States)	1%	1,134,326
20,827	iShares MSCI Emerging Markets ex China ETF (United States)	1%	1,154,048
			<u>15,356,851</u>
	Total Equity Funds (cost \$14,285,067)	15%	
Private Equity and Debt Funds			
	Commonfund Private Credit Fund 2018, L.P. (United States)	1%	1,240,042
	Cerberus Offshore Levered Loan Opportunities Fund III, L.P. (Cayman Islands)	1%	845,730
	Commonfund Private Credit Fund II, L.P. (United States)	1%	916,045
	Commonfund Capital Secondary Partners III, L.P. (United States)	1%	965,432
	Commonfund Capital Venture Partners XIII, L.P. (United States)	2%	2,163,315
	Commonfund Capital Venture Partners XIV, L.P. (United States)	1%	658,414
	Commonfund Capital OCIO Global Private Equity Fund IV, L.P. (United States)	1%	652,111
	Commonfund Capital Environmental Sustainability Partners 2020, L.P. (United States)	1%	1,238,100
	Commonfund Strategic Solutions Core Real Estate Fund, LLC (United States)	1%	1,290,020
	Commonfund Capital Strategic Solutions Global Private Equity Fund III, L.P. (United States)	2%	1,588,848
			<u>11,558,057</u>
	Total Private Equity and Debt Funds (cost \$8,806,526)	12%	
Alternative Investment Funds			
928,397	Commonfund Global Absolute Alpha Company (Cayman Islands)	9%	9,326,027
4,500	Partners Capital Falcon Fund (C) (Cayman Islands)	4%	4,579,334
50,000	Arrowstreet Global All Country Alpha Extension Fund (Cayman) Limited (Cayman Islands)	5%	5,308,244
3,000,000	Independent Franchise Partners Global Equity II, L.P. (United States)	3%	3,387,900
25,000	Marshall Wace TOPS World Equities Offshore Ltd D (United States)	3%	2,589,865
50,000	The Children's Investment Fund - Class G USD MASTER (Cayman Islands)	5%	5,188,000
2,500,000	Trinity Street Commingled Global Equity Fund, LP (United States)	3%	2,800,548
5,000	WMQS Global Equity Active Extension Offshore Ltd Series A (Cayman Islands)	5%	5,223,862
			<u>38,403,780</u>
	Total Alternative Investment Funds (cost \$35,009,780)	37%	
	Total Investments (cost \$58,101,373)	64%	<u>65,318,688</u>
Temporary Investments			
	Cash Awaiting Transfer	3%	2,758,277
	Schwab Treasury Obligations Money Fund - Ultra Shares	13%	13,377,272
	Redemptions, Receivables, and Holdbacks	21%	22,030,529
			<u>38,166,078</u>
	Total Cash and Cash Equivalents (cost \$38,166,078)	37%	
	Total Investments (cost \$96,267,451)	101%	103,484,766
	Other Assets and Liabilities, Net	-1%	(1,356,571)
	Net Assets		<u>\$ 102,128,195</u>

See notes to financial statements

**Diocesan Investment Trust
of the Diocese of New York**

Statement of Operations
Year Ended December 31, 2023

INVESTMENT INCOME

Interest and dividends	<u>\$ 690,212</u>
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EXPENSES

Administrative fees	225,096
Advisory fees	161,734
Professional fees	29,500
Custodian fees	8,640
Total Expenses	<u>424,970</u>
Net Investment Income	<u>265,242</u>

**NET REALIZED AND
UNREALIZED GAINS (LOSS) ON INVESTMENTS**

Net realized gains from security transactions	
Proceeds from sales	347,374,731
Cost of securities sold	<u>(323,621,694)</u>
Net Realized Gain on Investments	23,753,037
Net decrease in unrealized appreciation on investments	<u>(13,821,132)</u>
Net Realized and Unrealized Gain on Investments	<u>9,931,905</u>
Net increase in Net Assets Resulting from Operations	<u><u>\$ 10,197,147</u></u>

See notes to financial statements

**Diocesan Investment Trust
of the Diocese of New York**

Statement of Changes in Net Assets
Year Ended December 31, 2023

FROM OPERATIONS AND DIVIDEND DISTRIBUTIONS

Net investment income	\$ 265,242
Net realized gain on investments	23,753,037
Net decrease in unrealized appreciation on investments	<u>(13,821,132)</u>
Net increase in Net Assets Resulting from Operations	10,197,147
Dividend distributions to shareholders	<u>(3,905,300)</u>
Net Change in Net Assets Derived from Operations and Dividend Distributions to Shareholders	<u>6,291,847</u>

**FROM TRANSACTIONS IN
SHARES OF BENEFICIAL INTEREST**

Proceeds received from subscriptions to shares of beneficial interest	3,869,175
Amounts paid on redemption of shares of beneficial interest	<u>(5,166,621)</u>
Change in Net Assets Derived From Transactions in Shares of Beneficial Interest	<u>(1,297,446)</u>
Net Change in Net Assets	4,994,401

NET ASSETS

Beginning of year	<u>97,133,794</u>
End of year	<u><u>\$ 102,128,195</u></u>

See notes to financial statements

**Diocesan Investment Trust
of the Diocese of New York**

Statement of Cash Flows
Year Ended December 31, 2023

CASH FLOWS FROM OPERATING ACTIVITIES

Net increase in net assets resulting from operations	<u>\$ 10,197,147</u>
Adjustments to reconcile net increase in net assets resulting from operations to net cash from operating activities	
Purchase of investments	(343,009,282)
Sale of investments	347,374,731
Net decrease in unrealized appreciation on investments	13,821,132
Net realized gain on investments	(23,753,037)
Change in Operating Assets and Liabilities	
Receivable from brokers and custodian	2,960,000
Receivable for investor subscriptions	56,592
Payable to brokers and custodian	(2,960,000)
Accrued liabilities	26,604
Payable for investor redemptions	490,975
Dividend distributions payable to shareholders	46,430
Net Cash from Operating Activities	<u>5,251,292</u>

CASH FLOWS FROM FINANCING ACTIVITIES

Proceeds received from subscriptions to shares of beneficial interest	3,869,175
Amounts paid on redemption of shares of beneficial interest	(5,166,621)
Dividend distributions to shareholders	<u>(3,905,300)</u>
Net Cash used by Financing Activities	<u>(5,202,746)</u>
Net Change in Cash and Cash Equivalents	48,546

CASH AND CASH EQUIVALENTS

Beginning of year	<u>5,566</u>
End of year	<u><u>\$ 54,112</u></u>

See notes to financial statements

**Diocesan Investment Trust
of the Diocese of New York**

Notes to Financial Statements
December 31, 2023

1. Organization

The Trustees of the Estate and Property of the Diocesan Convention of New York, (the "TEP") is a tax-exempt corporation established in 1877 by distinguished Episcopal laymen, at the direction of the Diocesan Convention, to receive and hold property for churches, institutions, and endowments of the Diocese. The TEP established the Diocesan Investment Trust of the Diocese of New York (the "Trust").

The investment guidelines of the Trust reflect the broad investment allocation opportunities of The Common Fund for Nonprofit Organizations with its Affiliates and Partners Capital Investment Group, LLP.

2. Summary of Significant Accounting Policies

Basis of Accounting

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America ("US GAAP").

The Trust is an investment company following accounting and reporting guidance contained in the Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") 946, Financial Services Investment Companies ("Topic 946").

Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Fair Value Measurements

The Trust follows Financial Accounting Standards Board (FASB) guidance on *Fair Value Measurements* which defines fair value and establishes a fair value hierarchy organized into three levels based upon the input assumptions used in pricing assets. Level 1 inputs have the highest reliability and are related to assets with unadjusted quoted prices in active markets. Level 2 inputs relate to assets with other than quoted prices in active markets which may include quoted prices for similar assets or liabilities or other inputs which can be corroborated by observable market data. Level 3 inputs are unobservable inputs and are used to the extent that observable inputs do not exist.

Pursuant to U.S. GAAP guidance, alternative investments where fair value is measured using the Net Asset Value ("NAV") per share as a practical expedient are not categorized within the fair value hierarchy.

**Diocesan Investment Trust
of the Diocese of New York**

Notes to Financial Statements
December 31, 2023

2. Summary of Significant Accounting Policies (continued)

Investments Valuation

Investments are carried at fair value.

Investment Income Recognition

Purchases and sales of securities are recorded on a trade-date basis. Interest income is recorded on the accrual basis and dividends are recorded on the ex-dividend date. Realized and unrealized gains and losses are included in the determination of the change in net assets.

Cash and Cash Equivalents

The Trust considers all highly liquid financial instruments with a maturity of three months or less at the time of purchase to be cash equivalents.

Distributions to Shareholders

Shareholders receive quarterly dividend distributions. Distributions are declared for Shareholders of record on the 10th day of the last month of a quarter and are calculated based on 1% of the average market value of the DIT Fund's previous twelve quarters.

Accounting for Uncertainty in Income Taxes

The Trust is a tax-exempt corporation; however, the Trust recognizes the effect of income tax positions only if those positions are more likely than not of being sustained. Management has determined that the Trust had no uncertain tax positions that would require financial statement disclosure or recognition. The Trust is subject to U.S. federal, state or local income tax audits.

Transactions with Broker

Amounts due from brokers may be restricted to the extent that they serve as deposits for securities sold short. In the normal course of business, substantially all of the DIT Fund's securities transactions, money balances and security positions are transacted with the DIT Fund's broker. The DIT Fund is subject to credit risk to the extent any broker with which it conducts business is unable to fulfill contractual obligations on its behalf. The DIT Fund's management monitors the financial condition of such brokers and does not anticipate any losses from these counterparties.

**Diocesan Investment Trust
of the Diocese of New York**

Notes to Financial Statements
December 31, 2023

2. Summary of Significant Accounting Policies (continued)

Subsequent Events Evaluation by Management

Management has evaluated subsequent events for disclosure and/or recognition in the financial statements through the date that the financial statements were available to be issued, which date is April 26, 2024.

In January 2024 the Trust had approximately \$114,364 in capital redemptions and approximately \$31,790 in capital subscriptions. In February 2024 the Trust had approximately \$163,319 in capital redemptions. In March 2024, the Trust had approximately \$293,384 in capital redemptions and approximately \$22,326,917 in capital subscriptions.

3. Investment Activity

Purchases and sales of individual investments by the DIT Fund, for the year ended, and gross unrealized gains and losses for investments still held as of December 31, 2023, consist of the following:

Purchases	343,009,282
Sales	(347,374,731)
Unrealized Gains	7,328,401
Unrealized Losses	(111,086)

Redemptions, receivables, and holdbacks includes a balance of \$22,030,529 as at December 31, 2023 which comprises of the investments that are sold near the end of the year but has not been liquidated and shown as temporary investments.

4. Investment Risks, Uncertainties and Concentration

Alternative Investment Funds consist of non-traditional, not readily marketable investments, some of which may be structured as offshore limited partnerships, venture capital funds, hedge funds, private equity funds, private debt funds and common trust funds. The underlying investments of such funds, whether invested in stocks or other securities, are generally not currently traded in a public market and typically are subject to restrictions on resale. Values determined by investment managers and general partners of underlying securities that are thinly traded or not traded in an active market may be based on historical cost, appraisals, a review of the investees' financial results, financial condition and prospects, together with comparisons to similar companies for which quoted market prices are available or other estimates that require varying degrees of judgment.

**Diocesan Investment Trust
of the Diocese of New York**

Notes to Financial Statements
December 31, 2023

4. Investment Risks, Uncertainties and Concentration (continued)

Investments are carried at fair value. Because of the inherent uncertainty of valuations, the estimated fair values may differ significantly from the values that would have been used had a ready market for such investments existed or had such investments been liquidated, and those differences could be material.

At December 31, 2023, two individual investments represented approximately 13% and 21% of net assets.

5. Fair Value of Investments

The following are major categories of investments measured at fair value on a recurring basis at December 31, 2023 grouped by the fair value hierarchy, for those investments subject to categorization within such hierarchy:

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Other Unobservable Inputs (Level 3)	Total
Private Funds				
Private Equity and Debt Funds (1)	\$ -	\$ -	\$ -	\$ 11,558,057
Alternative Investment Funds (1)	-	-	-	38,403,780
Equity Funds (2)	15,356,851	-	-	15,356,851
Temporary Investments				
U.S. Treasury and Cash Awaiting Transfer	16,135,549	-	-	16,135,549
Redemptions, Receivables, and Holdbacks	<u>22,030,529</u>	-	-	<u>22,030,529</u>
	<u>\$ 53,522,929</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 103,484,766</u>

(1) As discussed in Note 2, investments that are measured using the practical expedient are not classified within the fair value hierarchy. The fair value amounts presented in the total column of this table are intended to permit reconciliation of the fair value hierarchy to the amounts presented in the Statement of Assets and Liabilities.

(2) Funds with values traded on a national securities exchange at their last reported sales price.

There were no transfers into and out of any level of the fair value hierarchy for assets measured at fair value for the year ended December 31, 2023.

**Diocesan Investment Trust
of the Diocese of New York**

Notes to Financial Statements
December 31, 2023

5. Fair Value of Investments (continued)

Information regarding investments, including alternatives, valued at NAV using the practical expedient at December 31, 2023 is as follows:

	Fair Value	Unfunded Commitments	Redemption Frequency	Redemption Notice Period
Private Equity and Debt Funds (a)	\$ 11,558,057	\$ 6,574,748	No Redemptions	N/A
Alternative Investment Funds (b)	7,813,727	-	Monthly	30 days
	9,326,027	-	Quarterly	65 days
	4,579,334	-	Quarterly	95 days
	5,308,244	-	On dealing days	6 days
	3,387,900	-	On dealing days	3 days
	5,188,000	-	Monthly, post 24 months lock up	4 months
	2,800,548	-	Quarterly	30 days
<i>Total (b)</i>	<u>38,403,780</u>	<u>-</u>		
Total	<u>\$ 49,961,837</u>	<u>\$ 6,574,748</u>		

- a. Private equity and private debt funds acquire illiquid equity shares and debt obligations or debt-related financial instruments. The category is comprised of strategies such as investing in private equity of companies and secured debt assets.
- b. Investments in funds that invest both long and short, primarily in global markets including but not limited to equity, currencies, fixed income, debt and derivatives.

6. Advisory Fees

The Commonfund for Nonprofit Organizations and its Affiliated Subsidiaries (the "Commonfund") provide investment management and advisory services for the Trust using their Strategic Solutions program. The Commonfund charges administrative and management advisory fees to individual mutual funds held by the Trust at the fund level and include these costs in the computation of net asset value. Certain other Commonfund funds charge management advisory fees to the Trust directly by redeeming shares or interests in the respective Commonfund fund for the applicable month or quarter-end period. These direct charges are recorded as advisory fees and exclude administrative and management advisory fees computed as part of the net asset value of Commonfund mutual funds. Partners Capital Investment Group ("Partners Capital") was appointed as the investment advisor from October 1, 2023 which charges a flat manger fee of 58 bps.

**Diocesan Investment Trust
of the Diocese of New York**

Notes to Financial Statements
December 31, 2023

7. Dividend Distributions Payable to Shareholders

The Trust declared a dividend per share of \$1.5775 as of December 10, 2023. The dividends were paid on January 16, 2024, to shareholders of record on December 10, 2023.

In addition, the Trust declared a dividend per share of \$1.5953 as of March 10, 2024. The dividends were paid on April 15, 2024, to shareholders of record on March 10, 2024.

8. Capital Share Transactions and Undistributed Net Beneficial Interest

Each investor owns a beneficial interest in the DIT Fund as represented by shares of equal interest in the DIT Fund, each representing an undivided proportionate interest in all of the assets and liabilities of the DIT Fund. Transactions in shares of beneficial interest were as follows for the Trust:

Shares of beneficial interest, Beginning January 1, 2023	636,634
Shares subscribed	24,355
Shares redeemed	<u>(32,525)</u>
Shares of beneficial interest, Ending December 31, 2023	<u>628,464</u>

Subscriptions and redemptions of shares in the Trust are generally permitted on the last day of each month. Notice of intent to subscribe to or redeem from the Trust should be given in the form of a letter received by the Trust no later than the twentieth of the month.

**Diocesan Investment Trust
of the Diocese of New York**

Notes to Financial Statements
December 31, 2023

9. Related Party Transactions

The TEP invests directly in the DIT Fund, and through the Parish Endowment Management Service (PEMS) program. PEMS allows the TEP to retain, invest, reinvest and disburse the endowment funds for each church under investment management contracts. Each PEMS unit issued to a parish represents a percentage beneficial ownership interest in the DIT Fund. Other parishes also invest directly in the funds of the Trust.

	<u>Shares Owned</u>	<u>Cost of Shares</u>	<u>Market Value of Shares</u>
TEP	236,752.60	20,152,167	38,473,305
PEMS	126,505.16	18,566,205	20,557,626
Other Parishes	265,206.99	37,578,034	43,097,264
Total	<u>628,464.75</u>	<u>\$ 76,296,406</u>	<u>\$ 102,128,195</u>

**Diocesan Investment Trust
of the Diocese of New York**

Notes to Financial Statements
December 31, 2023

10. Financial Highlights

Financial highlights for the year ended December 31, 2023 are as follows:

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Per Share Operating Performance:					
Net asset value, Beginning of year	\$ 152.575	\$ 180.177	\$ 166.554	\$ 156.650	\$ 136.982
Income from investment operations:					
Net investment income (loss)	0.420	(0.514)	(0.748)	(0.652)	0.996
Net realized and unrealized gain (loss) on investments	<u>15.705</u>	<u>(21.231)</u>	<u>20.610</u>	<u>16.433</u>	<u>24.351</u>
Total from Investment Operations	168.700	158.432	186.416	172.431	162.329
Less distributions to shareholders	<u>(6.195)</u>	<u>(5.857)</u>	<u>(6.239)</u>	<u>(5.877)</u>	<u>(5.679)</u>
Net Asset Value, End of year	<u>\$ 162.505</u>	<u>\$ 152.575</u>	<u>\$ 180.177</u>	<u>\$ 166.554</u>	<u>\$ 156.650</u>
Total Return	<u>10.71%</u>	<u>-12.07%</u>	<u>12.07%</u>	<u>10.59%</u>	<u>18.71%</u>

Ratios and Supplemental Data:

Net assets, End of year, rounded (\$ thousands)	<u>\$ 102,128</u>	<u>\$ 97,134</u>	<u>\$ 106,194</u>	<u>\$ 95,142</u>	<u>\$ 91,698</u>
Ratio of expenses to average net assets:					
Investment advisory fees	0.161%	0.143%	0.173%	0.182%	0.219%
Other administrative costs	<u>0.263%</u>	<u>0.249%</u>	<u>0.255%</u>	<u>0.263%</u>	<u>0.289%</u>
Total Expense Ratio	<u>0.424%</u>	<u>0.392%</u>	<u>0.428%</u>	<u>0.445%</u>	<u>0.508%</u>
Ratio of net investment income (loss) to average net assets	<u>0.265%</u>	<u>-0.319%</u>	<u>-0.427%</u>	<u>-0.430%</u>	<u>0.668%</u>
Number of shares outstanding at End of year, rounded (000's omitted)	<u>628</u>	<u>637</u>	<u>589</u>	<u>571</u>	<u>585</u>

Financial highlights are calculated for the share class as a whole. An individual shareholder's returns and ratios may vary based on the timing of share transactions.

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