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# SLOCUM

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## Albuquerque Community Foundation

Donor Book  
For Quarter Ending  
**March 31, 2016**

	Total Market Value	One Quarter	Cal YTD	One Year	Three Years	Five Years	Since Inception	Inception Date
<b>Total Fund Composite</b>	<b>\$56,631,521</b>	<b>-0.4</b>	<b>-0.4</b>	<b>-5.2</b>	<b>2.7</b>	<b>3.0</b>	<b>4.4</b>	<b>1/1999</b>
<i>Policy Index</i>		1.0	1.0	-3.2	1.6	1.6	3.8	
<i>CPI + 5.2%</i>		2.0	2.0	6.1	6.0	6.5	7.5	

#### Market Overview

- Despite large declines in January, global equities ended the quarter mostly flat, with sub-asset class returns ranging from low positive to negative single-digits. Emerging market equities bounced back in the quarter, but remain down double-digits over the past year.
- Fixed income performed well across the board, as mounting fears motivated investors to seek and embrace higher quality. Lower interest rates both in the U.S. and globally were a boost to absolute returns in the quarter.
- Hedge funds struggled to find secure footing in the first quarter, with many strategies ending the quarter in red. REITs posted another solid quarter of returns and the freefall in commodities finally took a breather.

#### Consultant Comments

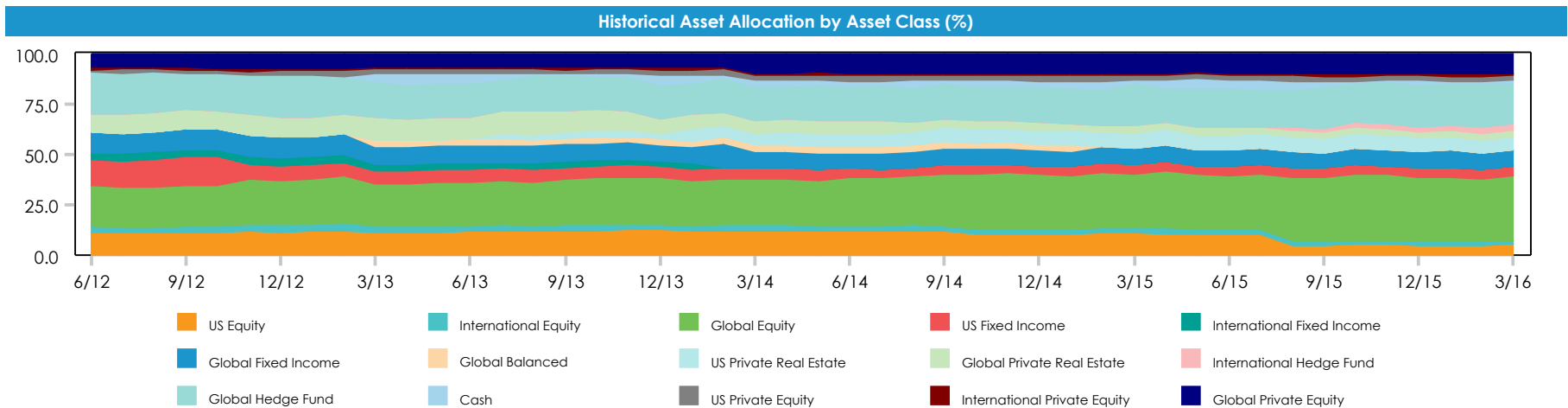
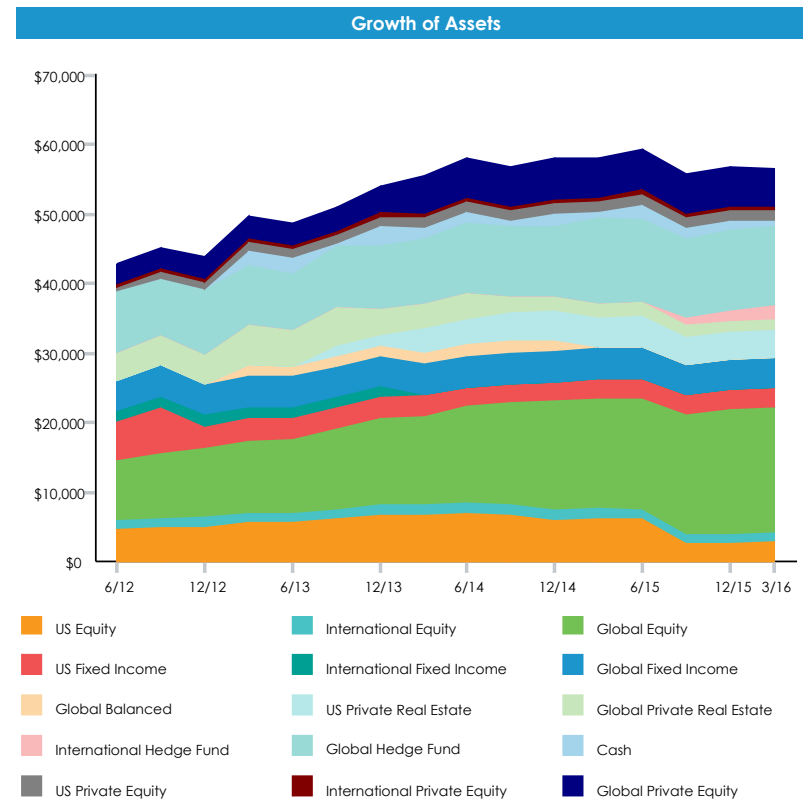
- Core Fixed Income manager Baird Aggregate Bond (BAGIX) replaced Janus Flexible Bond (JFLEX) in the quarter.
- Partial redemptions of \$600,000 were submitted to both Atlantic Trust and Blackstone in the first quarter to reduce the Foundation's total allocation to Real Assets. Proceeds were expected to be received in April.
- ACF continues to receive redemption proceeds from BlackRock Tempus. The remaining funds are being disbursed via a slow-pay schedule determined by BlackRock as investments are realized.
- Slocum does not recommend any changes at this time.

Performance greater than one year is annualized.

**Albuquerque Community Foundation**  
 Albuquerque Community Foundation  
 Donor Book

As of March 31, 2016

	Asset Allocation (\$'000)	Asset Allocation (%)	Target Allocation (%)	Differences (%)
<b>Total Fund Composite</b>	<b>56,632</b>	<b>100.0</b>	<b>100.0</b>	<b>0.0</b>
Total Equity	31,145	55.0	55.0	0.0
Total Fixed Income	8,770	15.5	15.0	0.5
Total Real Assets	5,432	9.6	10.0	-0.4
Total Multi-Strategy	10,469	18.5	20.0	-1.5



	Mar-2016	
	(\$)	%
<b>Total Equity</b>	<b>31,144,924</b>	<b>55.0</b>
<b>Global Equity</b>	<b>18,124,770</b>	<b>32.0</b>
Dodge & Cox Global Stock Fund (DODWX)	7,519,800	13.3
Walter Scott Global Stock (DGLRX)	7,494,959	13.2
Vanguard Total World Stock Index (VT)	3,110,010	5.5
<b>Small/SMID Cap Equity</b>	<b>2,969,504</b>	<b>5.2</b>
DFA US Small Cap (DFSTX)	2,969,504	5.2
<b>Emerging Markets Equity</b>	<b>1,295,753</b>	<b>2.3</b>
Eaton Vance- Parametric (EIMX)	1,295,753	2.3
<b>Long/Short Equity</b>	<b>2,572,304</b>	<b>4.5</b>
Titan Global Equity Fund, LP	2,572,304	4.5
<b>Private Equity</b>	<b>6,182,595</b>	<b>10.9</b>
<b>Total Fixed Income</b>	<b>8,770,392</b>	<b>15.5</b>
Baird Aggregate Bond Fund Instl (BAGIX)	2,755,995	4.9
Goldman Sachs Strategic Income (GSZIX)	2,112,511	3.7
Templeton Global Bond (TGBAX)	2,267,995	4.0
PIMCO BRAVO II Fund	1,633,891	2.9
<b>Total Real Assets</b>	<b>5,432,248</b>	<b>9.6</b>
Blackstone Resources Select Offshore Fund Ltd CI B	1,550,762	2.7
Atlantic Trust MLP Fund LLC	1,349,129	2.4
Quantum Energy Partners VI, LP	173,912	0.3
Bridge Investment Group Real Estate Fund II LP	2,358,445	4.2
<b>Total Multi-Strategy</b>	<b>10,468,728</b>	<b>18.5</b>
BlackRock Tempus Fund Ltd	1,333,062	2.4
Pentwater	913,836	1.6
Hudson Bay	2,805,777	5.0
River Birch	1,563,287	2.8
HG Vora	1,960,373	3.5
Alyeska	1,892,393	3.3
<b>Cash</b>	<b>815,229</b>	<b>1.4</b>
<b>Total Fund Composite</b>	<b>56,631,521</b>	<b>100.0</b>

The totals above may not sum due to rounding.

Investment Objectives and Asset Class Definitions

**Investment Objectives**

The objective of the total return investment management program is to produce growth and income sufficient to support both donor goals and the objectives of the Foundation. The long-term objective of total return (the sum of interest and dividends and realized and unrealized gains or losses less all investment management costs) shall be CPI plus the current spending rate plus the Foundation's average administration fees of 1.2%. Significant emphasis shall be placed upon the preservation and enhancement of the purchasing power of the principal amount of assets in the investment account.

**Asset Class Definitions**

- **Equities** can include but is not limited to strategies such as global equities, domestic equities, international equities, and emerging markets equities. It can include structures such as separate accounts, mutual funds, and commingled funds for long-only equities, and limited partnerships and mutual funds for long/short equities and private equity.
- **Fixed Income** can include but is not limited to strategies such as global bonds, domestic fixed income securities, international, and emerging markets fixed income. It can include structures such as separate accounts, mutual funds and commingled funds for long-only fixed income, and limited partnerships and mutual funds for long/short fixed income and opportunistic structures. Securities can include, but are not limited to, Treasuries, U.S. government Agency securities, Asset backed securities and other Sovereign bonds, as well as Corporate bonds and other non-agency securities.
- **Multi-Strategy Investments** in response to market opportunities, dynamically allocate capital among strategies that cross traditional asset class definitions without the limitations imposed when managing versus a specific benchmark. Multi-strategy investments seek to generate a positive return regardless of the performance of the public, long-only markets.
- **Real Assets** refers to any investment or investment strategy that is comprised of real property, buildings and developments, timber, or commodities (through both public mutual or commingled funds and private partnership structures). The goal of the Albuquerque Community Foundation's investment in real assets is to hedge against inflation, decrease overall portfolio volatility, and achieve diversification benefits, thereby increasing the overall total portfolio return.
- **Cash** can include cash investments, money market securities, and short-term Treasuries.

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### Performance Disclosure

The performance table presents total time-weighted returns gross of investment manager fees for periods ended as of the date of this report. Percentile rankings (in parentheses) are based on returns gross of manager fees, in accordance with generally accepted performance reporting standards. Portfolio and asset class rankings are derived from the specific Investment Metrics universe of institutional investment products (1 ranking is best, 100 is worst). Performance of one year or longer is annualized. Shaded areas represent periods that include manager composite performance prior to account inception.

### Estimated Performance Disclosure

When administrator valuations for the last month of the reported period are not available prior to report production, Slocum derives market values and performance based on manager provided estimates for that investment product. Performance and market values are updated after the pertinent statement is received from the manager/administrator and may be different than the values in the report. Performance and market value estimates are denoted with [CE] (current estimate).

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In the course of Slocum's performance reconciliation process, Slocum researches significant pricing differences between your managers and custodian on a security by security basis and may adjust the custodian valuation, if the manager's price is closer to a third party pricing source (FactSet, Bloomberg, CMS Bondedge). If a third party price is unavailable, Slocum uses the more conservative price. For other identified valuation errors, Slocum alerts the custodian about any issues and will report as representative a market value for the portfolio as possible.

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