



THE OHIO STATE UNIVERSITY

Investment Report
June 30, 2018



LTIP SUMMARY JUNE 30, 2018

PERFORMANCE

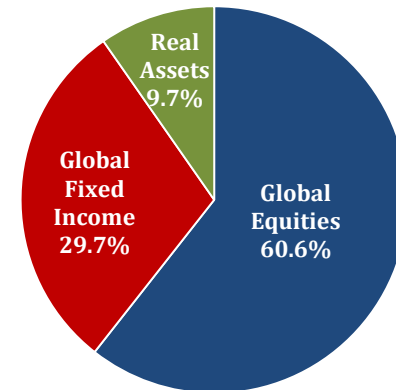
	1 Year	3 Years	5 Years	7/09 6/18
Global Equities	11.62%	7.42%		
MSCI ACWI	11.31%	8.78%		
Global Fixed Income	0.65%	1.81%		
Barclays U.S. Aggregate	(0.40%)	1.72%		
Real Assets	7.34%	11.13%		
CPI + 5%	7.54%	6.79%		
Total LTIP	7.71%	5.99%	7.18%	8.75%
Policy Benchmark	7.40%	6.57%	6.68%	7.69%

ASSET ALLOCATION

Global Equities	60.6%	Global Fixed Income	29.7%
Public Equities	43.9%	Fixed Income	9.8%
Private Equities	16.6%	Absolute Return	16.5%
Buyouts/Growth	11.0%	Private Credit	3.2%
Natural Resources	5.1%	Liquidating Credit	0.2%
Venture Capital	0.5%	Real Assets	9.7%
Liquidating Assets	0.1%	Real Estate	4.5%
		Infrastructure	3.2%
		Commodities	2.0%

MARKET VALUE ROLLFORWARD

	FYTD 2018	FY 2010- FYTD 2018
Beginning Market Value	\$4,253,459,135	\$1,651,561,030
Gifts	55,176,056	464,226,691
Other additions, net	752,870,556	2,225,810,324
Distribution	(201,536,536)	(1,236,338,480)
Development & Accounting	(18,292,888)	(139,382,049)
Investment income, net	369,757,793	2,245,556,600
Ending Market Value	<u>\$5,211,434,116</u>	<u>\$5,211,434,116</u>





OUTLOOK FOR REMAINDER OF CALENDAR YEAR 2018

Primary major issues affecting the current financial environment:

- The pace of Fed tightening – December increase of Fed Funds rate to 2.5%, 10-year pushing near the 3.25% range – flattening yield curve
- The Chinese Trade and Tariffs – escalating tensions
- Mid-term elections

Additional:

- US real economy is strong – Q3 GDP growth at 3.5% - supportive fiscal policy, low unemployment, repatriation, stock buybacks, high business confidence and increasing Capex
- Concerns of declining world growth

Important Dates:

- November 6, 2018 – Mid-term elections
- November 7-8, 2018 – Fed (Open Market Committee) meeting
- November 30 – December 1, 2018 – G7 meeting (Trump and Xi in attendance)
- December 18-19, 2018 – Fed (Open Market Committee) meeting
- January 1, 2019 – Tariffs increase from 10% to 25% on \$200B of Chinese goods