



the
EPISCOPAL
CHURCH *in*
WESTERN OREGON

Investment Overview

SOCIALLY RESPONSIBLE INVESTMENT FUND

MARCH 31, 2024

Socially Responsible Investment Fund

A long-term, diversified selection of investments in major asset classes, with over 86% of the investable portfolio dedicated to socially responsible investing

Investment Horizon	Long-term
Assets	\$7.9 million
Focus	Socially responsible & gospel value priorities identified at 2017 Convention
Inception Date	9/2016

Governed by:



Diocesan Board of Trustees



Diocesan Investment Committee

SUPPORTED BY:



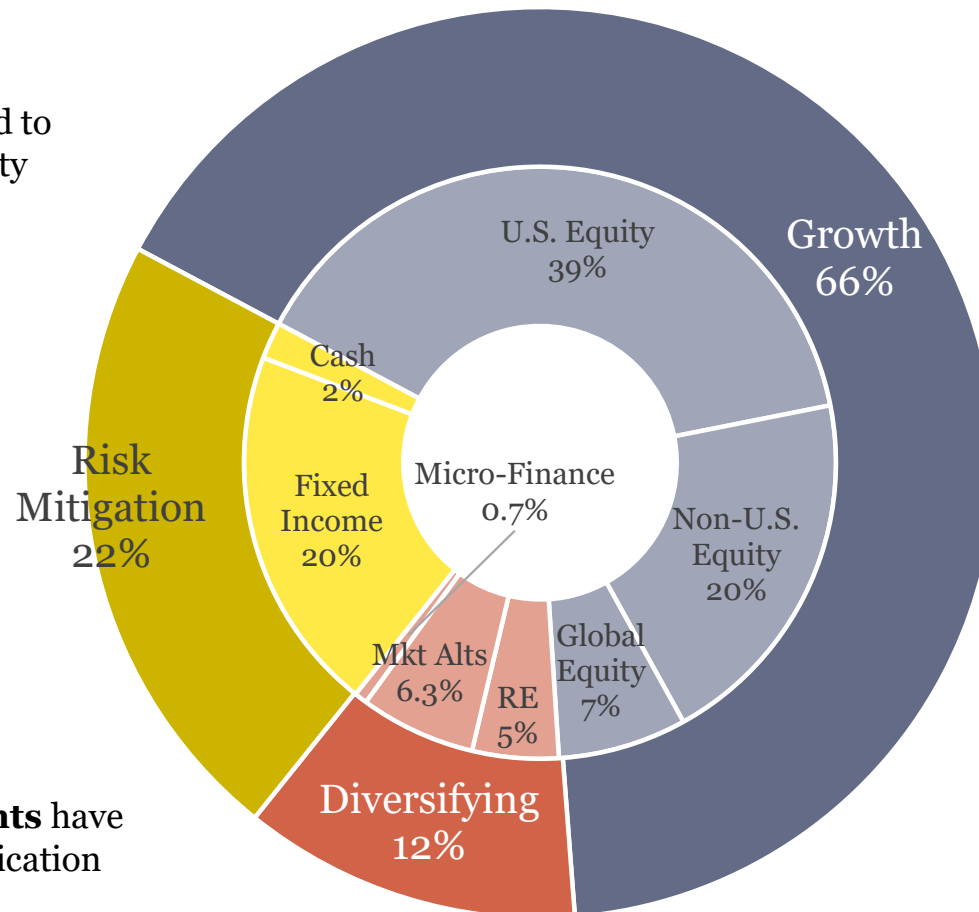
	Sellwood CONSULTING LLC	FIFTH THIRD BANK
Role	Investment Advisor	Custodian Bank
Description	Full-service investment consulting firm, free from all conflicts of interest	Specialized financial institution responsible for safeguarding assets
Key Services	<ul style="list-style-type: none"> Provides strategic investment advice and implementation Serves as a fiduciary to the SRIF 	<ul style="list-style-type: none"> Provides dedicated custody and recordkeeping assistance Contact for account services



Investment Structure



Target Asset Allocation



Risk Mitigation

Investments are expected to preserve capital when equity markets are down

Growth Investments are more volatile and are expected to increase assets

Diversifying Investments have potential portfolio diversification benefits



Socially Responsible Objectives



Environmental

Climate & Clean Tech
Pollution & Toxics
Other Environment



Social

Community Development
Diversity & Equal Opportunity
Human Rights
Sudan
Labor Relations



Governance

Board Issues
Executive/Exploitative Pay



Restrictions

Alcohol
Animal Cruelty
Defense & Weapons
Gambling
Tobacco
Special Restrictions

gospel values

Stewardship
Justice
Hope
Abundance

Poverty Alleviation
Homelessness
Community
Solidarity
Dignity & Respect
Diversity

Justice
Fairness
Polarization of
Wealth

Justice
Fairness
Addiction Recovery
Peacemaking



Socially Responsible Priorities







Top SRI priorities identified via dot voting at the 2017 Convention:

POSITIVE INVESTING

-  Climate & Clean Technology
-  Human Rights
-  Community Development
-  Diversity/Equal Opportunity

DIVESTMENT











-  Pollution & Toxics
-  Human Rights
-  Executive & Exploitative Pay
-  Animal Cruelty

Each investment in isolation may not address all priorities, but the portfolio in whole will emphasize these priorities.



Manager Descriptions



Manager	Strategy	Description
U.S. Equity		
	Responsible Investing 	<p>Parametric manages an all cap equity portfolio, optimized to meet the SRIF's customized social screening criteria. The strategy is designed to provide index-like, long-term diversified exposure to the asset class.</p> <p> <i>Restrictions are customized based on priorities set by the Diocese.</i></p>
	U.S Social Core Equity 	<p>A mutual fund that is designed to offer a diversified, cost-effective core allocation to socially screened U.S. stocks.</p> <p> <i>Restricts alcohol, cannabis, coal, defense and weapons, gambling, tobacco, private prisons, child labor controversies and other.</i></p>
Non-U.S. Equity		
	ESG Impact International 	<p>An institutional mutual fund that invests in companies with sound governance and responsible financial management that they believe are capable of consistent, visible profitability.</p> <p> <i>Employs a proactive, score-based screen for key objectives.</i></p>
	ESG International Stock 	<p>An exchange traded fund (ETF) that replicates the FTSE Global All Cap ex US Choice Index.</p> <p> <i>Restricts adult entertainment, alcohol, tobacco, weapons, fossil fuels, gambling and nuclear power. Also excludes stocks that do not meet the labor, human rights, environmental and anti-corruption standards defined by the UN global compact principles, and companies that do not meet certain diversity criteria.</i></p>



Manager Descriptions



Manager

Strategy

Description

Non-U.S. Equity cont.

Dimensional

DFA International Core Equity



A mutual fund that is designed to offer a diversified, cost-effective core allocation to socially screened international equity.

Restricts alcohol, cannabis, coal, defense and weapons, gambling, tobacco, private prisons, child labor controversies and other.

Dimensional

DFA Emerging Markets



A mutual fund that is designed to offer a diversified, cost-effective core allocation to socially screened emerging markets equity.

Restricts alcohol, cannabis, coal, defense and weapons, gambling, tobacco, private prisons, child labor controversies and other.

Global Equity



Global Environmental Markets



Impax, subadvisor to the Pax World Global Environmental Markets fund, seeks to achieve sustainable, above market returns by investing globally in companies active in rapidly growing Resource Optimization markets.

Restricts animal cruelty, defense weapons, gambling, tobacco and other.



Manager Descriptions



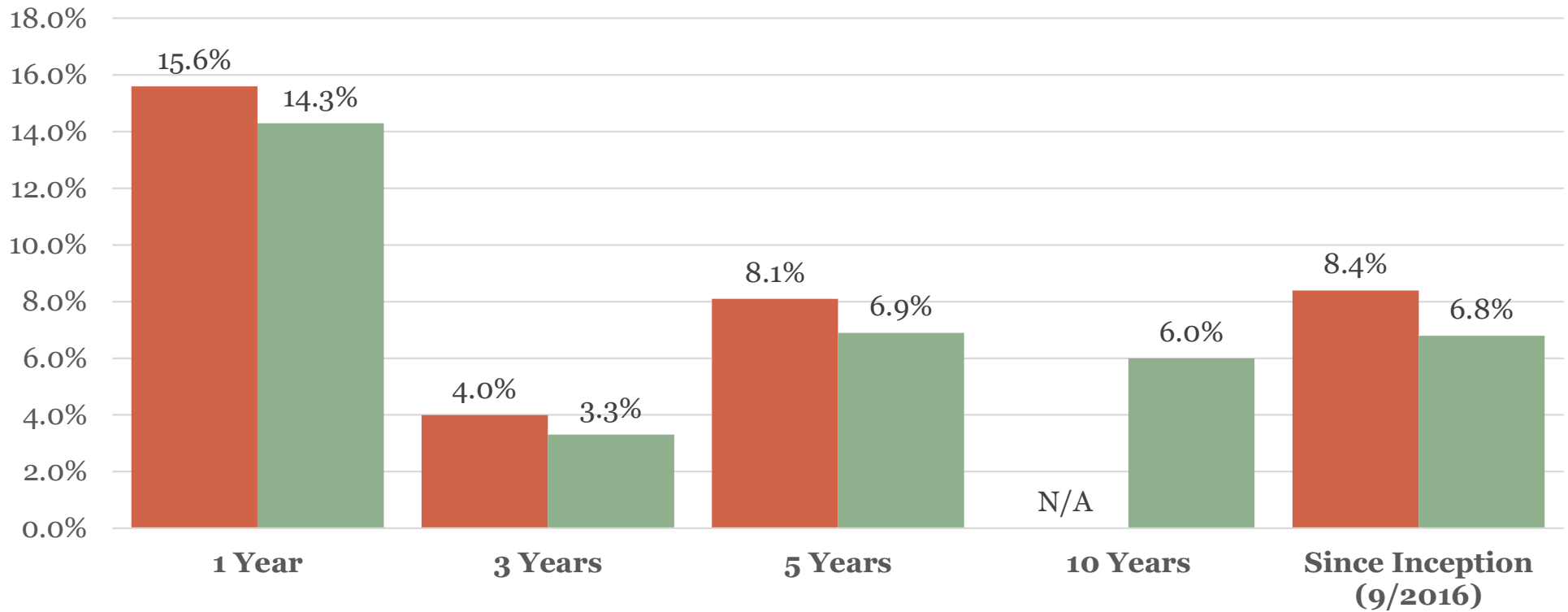
Manager	Strategy	Description
Real Estate		
Dimensional	Global Real Estate	An institutional mutual fund that invests in a broad range of securities of U.S. and non-U.S. companies in the real estate industry, including companies in developed and emerging markets, with a focus on real estate investment trusts or companies that are REIT-like entities.
Marketable Alternatives		
PIMCO	All Asset	An institutional mutual fund with a “real return” strategy that invests tactically across underlying PIMCO mutual funds to outperform inflation by 5% over the long-term.
BlackRock	Multi-Asset Income	Institutional mutual fund that tactically invests globally in income-oriented strategies.
craft3	Micro-Finance Loans	A nonprofit community development loan fund serving communities in OR and WA.
Fixed Income		
Dimensional	Social Core Fixed Income 	A mutual fund that is designed to offer a diversified, cost-effective core allocation to socially screened U.S. bonds. <i>Restricts alcohol, cannabis, coal, defense and weapons, gambling, tobacco, private prisons, child labor controversies and other.</i>
TIAA	Core Impact Bond 	Mutual fund that invests in a diversified portfolio of U.S. fixed income securities, focusing on undervalued, investment-grade and proactive social investments. <i>Restricts alcohol, defense and weapons, gambling, tobacco and other.</i>
Cash		
Federated Hermes	Government Money Market	An institutional mutual fund that seeks to obtain a high level of income while maintaining a stable \$1 NAV and a very short average maturity.



Returns as of March 31, 2024



■ Socially Responsible Investment Fund ■ 60/40 MSCI ACWI/Barclays Agg (market benchmark)



*Ranked in the top 31% of peers**

*Ranked in the top 38% of peers**

*Ranked in the top 23% of peers**

*Ranked in the top 14% of peers**

* The SRIF is ranked in a national universe of plan sponsors with up to \$50 million in assets.



Why Consider the SRIF?



We employ a carefully controlled investment process, monitored by experienced investment professionals.

1. SOCIALLY RESPONSIBLE

The SRIF dedicates over 86% of its portfolio to socially responsible and gospel value priorities identified at 2017 Convention.

2. ACCESS TO INVESTMENTS

The investments retained by the Diocese for the SRIF are typically only available to institutional investors.

3. COMPETITIVE FEES

Projected annual expenses are 0.8%* including all management, custody and consulting service fees, and will decrease as the SRIF grows.

4. PRUDENTLY MANAGED

The Committee consists of experienced investment professionals and is supported by practiced and respected custody and consulting specialists.

* Expenses are projected using the SRIF's target allocation.



How Do I Learn More?

I want to:

- Explore how to put my gospel values to work for my parish via the SRIF portfolio
- Examine detailed questions regarding the broader Diocesan investment program
DIF, SRIF and STIF portfolios
- Review general investment information and resources

Resource:



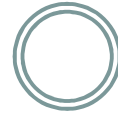
Diocesan Investment Committee



Diocesan Finance Office



Which Investment is Right for You?



Will you need this money in the next 12 months?

Yes

DIOCESAN SHORT-TERM INVESTMENT FUND (STIF)

Investment horizon: short-term

Assets: \$5.4 million

Projected Annual Expenses:

0.2% investment management

0.1% custody services

0.3%

Focus: traditional, low duration investments

Inception date: 2/2010

No

DIOCESAN INVESTMENT FUND (DIF)

Investment horizon: long-term

Assets: \$32.6 million

Projected Annual Expenses:

0.4% investment management

0.4% custody & consulting services

0.8%

Focus: traditional, diversified investments

Inception date: 1/1992

DIOCESAN SOCIALLY RESPONSIBLE INVESTMENT FUND (SRIF)

Investment horizon: long-term

Assets: \$7.9 million

Projected Annual Expenses:

0.4% investment management

0.4% custody & consulting services

0.8%

Focus: socially responsible criteria & gospel value priorities identified at 2017 Convention

Inception date: 9/2016

FOR MORE INFORMATION

(503) 636-5613 | Finance Office
www.ecwo.org/investments



Diocesan Investment Committee

A committee of and
reporting to the
Diocesan Board of
Trustees

Mike Penfield, Convenor
St. John the Baptist, Portland
503-939-5898

Dick Anderson
Christ Church, Lake Oswego
503-635-2568

Rev. Brendan Barnicle
St. Francis of Assisi, Wilsonville
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James Baxendale
Trinity Cathedral, Portland
503-919-0087

Ginger Dietzman
St. Gabriel the Archangel, Bethany
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Bill Gellatly
Church of the Good Samaritan, Corvallis
503-867-6514

Kathy Gordon, Treasurer
503-485-2425

Rick Grimshaw
St. Michael & All Angels, Portland
503-221-7616

Kate Kenemer
Grace Memorial, Portland
503-358-7974

Jeffrey Krum
Ascension, Portland
503-704-5699

Michael Montgomery
St. Philip the Deacon, Portland
503-278-0388

ex-officio resources:

Anne Marie Lowe
Canon for Finance & Property
971-204-4115

Ashlee Moehring
Sellwood Consulting LLC
503-596-2885



Investment Restrictions



Contributions

- \$10,000 initial deposits
- Quarterly contributions
- Requests due by the 15th of the month prior

Withdrawals

- Monthly liquidity
- Requests due by the 15th of the month prior



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