



the
**EPISCOPAL
CHURCH** *in*
WESTERN OREGON

SOCIALLY RESPONSIBLE INVESTMENT FUND | EXECUTIVE SUMMARY

AS OF MARCH 31, 2024

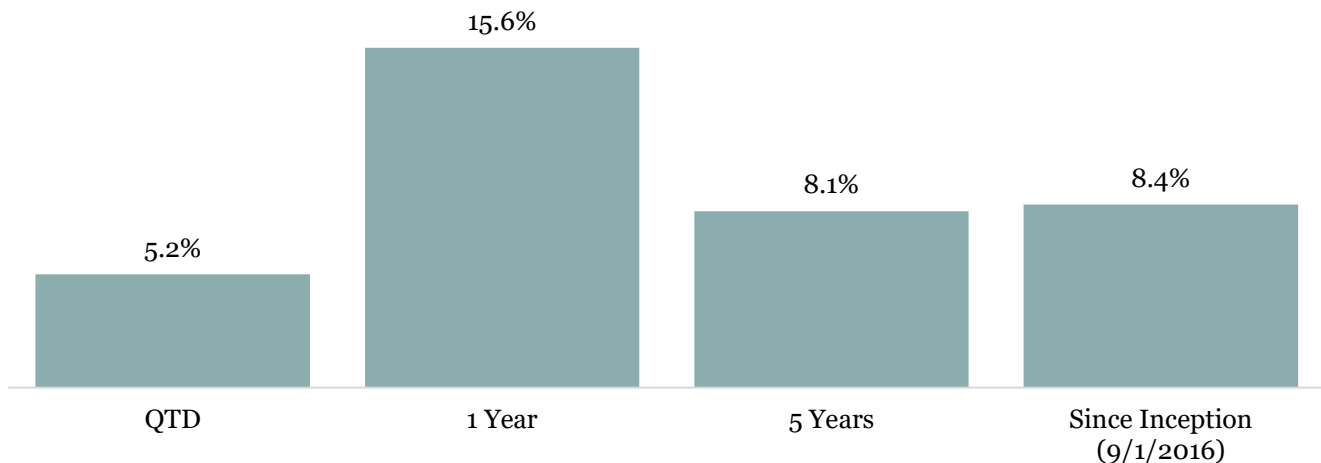
Portfolio Results

The first quarter of 2024 saw new highs in global stock markets, despite the backdrop of higher-for-longer interest rates. Initially fueled by expectations of aggressive rate cuts this year, investors saw robust gains in the US stock market, as economic data continued to surprise on the upside. The S&P 500 rose just over 10% marking its best first quarter performance since 2019.

The same economic strength that propelled US stock prices upward forced investors to recalibrate hopes of interest rate cuts from the Federal Reserve. Yields rose and prices fell for investment-grade bonds, with longer-term bonds suffering the most from these revised expectations. Real Estate suffered for the same reason, and its returns were additionally weighed upon by continuing in its commercial sector.

The Socially Responsible Investment Fund (SRIF) posted a gain of 5.2% in the first quarter and a robust return of 15.6% over the trailing one-year. The SRIF remains committed to a diversified asset allocation, consistent with its long-term investment horizon.

Returns as of March 31, 2024







Gospel Value Priorities

The SRIF incorporates the top socially responsible investing (SRI) and gospel value priorities identified via dot voting at 2014 Convention, and most recently affirmed and expanded in 2017. These values encompass both positive investment and divestment. The Committee recognizes that, in isolation, each investment may not address all of the gospel value priorities, but the SRIF in whole will emphasize these priorities.

Positive Investing

Investors direct money toward solution-oriented securities and invest in companies that have a positive social impact.

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

Divestment



Investors restrict investment in certain securities based on SRI factors, excluding restricted securities from a portfolio.

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





Investments

Growth Investments


U.S. Equity | 39.0%

-  Parametric Responsible Investing
A separately managed U.S. equity portfolio optimized to track the Russell 3000 Index and meet the SRIF's customized social screening criteria.
-  DFA US Social Core Eq 2 Port (DFUEX)
A mutual fund that is designed to offer a broad and diverse allocation to socially screened U.S. companies.

Non-U.S. Equity | 17.0%

-  Boston Common ESG Impact Intl (BCAIX)
A mutual fund that invests in non-U.S. companies with sound governance and responsible financial management, capable of consistent profitability.
-  Vanguard ESG Intl Stock (VSGX)
An exchange traded fund (ETF) that replicates the FTSE Global All Cap ex US Choice Index.
-  DFA Int'l Social Core Eq Instl (DSCLX)
A mutual fund that is designed to offer a broad and diverse allocation to socially screen non-U.S. companies.
-  DFA Emg Mkts Social Core Port (DFESX)
A mutual fund that is designed to offer a broad and diverse allocation to socially screened companies in emerging markets.

Global Equity | 10.0%



-  Impax Global Env Markets (PGINX)
A mutual fund sub-advised by Impax that invests globally in companies in rapidly growing Resource Optimization markets.

Diversifying Investments

Real Estate | 5.0%

-  DFA Global Real Estate (DFGEX)
A mutual fund that invests in a broad range of securities of U.S. and non-U.S. companies in the real estate industry, including developed and emerging markets, with a focus on REITs.

Marketable Alternatives | 6.3%



-  PIMCO All Asset Inst (PAAIX)
A mutual fund with a "real return" strategy that invests tactically across underlying PIMCO mutual funds.
-  BlackRock Multi-Asset Income (BIICX)
A mutual fund that tactically invests globally in income-oriented strategies.

Micro-Finance | 0.7%

- Craft3 (two notes)
A non-profit community development loan fund that serves communities in Oregon and Washington states.

Risk Mitigation Investments

Fixed Income | 20.0%

-  DFA Social Fixed Income Inst (DSFIX)
A mutual fund that is designed to offer a diversified, cost-effective core allocation to socially screened U.S. bonds.
-  TIAA-CREF Core Impact Bond (TSBIX)
A mutual fund that invests in U.S. bonds, focusing on undervalued, investment-grade securities and proactive social investments.

Cash | 2.0%

-  United Nations Principals of Responsible Investing signatories

 Fossil free investment

Diocesan Investment Committee

A committee of and reporting to the Diocesan Board of Trustees.

| Members | Parish | Contact |
|---|---|--------------|
| 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 | 503-901-4908 |
| James Baxendale | Trinity Cathedral, Portland | 503-919-0087 |
| Bill Gellatly | Church of the Good Samaritan, Corvallis | 503-867-6514 |
| Kathy Gordon, Treasurer | Diocese of Oregon | 503-485-2425 |
| Rick Grimshaw | St. Michael & All Angels, Portland | 503-221-7616 |
| Jeffrey Krum | Ascension, Portland | 503-704-5699 |
| Michael Montgomery | St. Philip the Deacon, Portland | 503-278-0388 |
| Ginger Dietzman | St. Gabriel the Archangel, Bethany | 530-945-0859 |
| Kate Kenemer | Grace Memorial, Portland | 503-358-7974 |
| Ex-Officio Resources | | |
| Anne Marie Lowe, Canon for Finance & Property | Diocese of Oregon | 971-204-4115 |
| Ashlee Moehring, Investment Advisor | Sellwood Consulting LLC | 503-596-2885 |

Asset Allocation vs Policy

| | Current (%) | Policy (%) | Difference (%) | Policy Range (%) | Within Range |
|---|--------------|--------------|----------------|--------------------|--------------|
| Growth | 66.9 | 66.0 | 0.9 | 47.0 - 79.0 | Yes |
| Equity | 66.9 | 66.0 | 0.9 | 47.0 - 79.0 | Yes |
| Parametric Responsible Inv (SA) | 32.1 | | | | |
| DFA US Social Core Equity 2 Portfolio (DFUEX) | 7.3 | | | | |
| Boston Common ESG Impact Intl (BCAIX) | 5.9 | | | | |
| Vanguard ESG Intl Stock ETF (VSGX) | 6.0 | | | | |
| DFA Int'l Social Core Equity Instl (DSCLX) | 5.1 | | | | |
| DFA Emg Mkts Social Core Port (DFESX) | 3.0 | | | | |
| Impax Global Env Markets (PGINX) | 7.5 | | | | |
| Diversifying | 11.5 | 12.0 | -0.5 | 6.0 - 18.0 | Yes |
| Real Estate | 4.8 | 5.0 | -0.2 | 3.0 - 7.0 | Yes |
| DFA Global Real Estate (DFGEX) | 4.8 | | | | |
| Marketable Alternatives | 6.1 | 6.3 | -0.2 | 3.0 - 9.0 | Yes |
| PIMCO All Asset (PAAIX) | 3.0 | | | | |
| BlackRock Multi-Asset Inc (BIICX) | 3.1 | | | | |
| Micro-Finance | 0.6 | 0.7 | -0.1 | 0.0 - 2.0 | Yes |
| Craft3 Note - 1.75% due 1/23/2026 | 0.3 | | | | |
| Craft3 Note - 1.5% due 9/12/2024 | 0.4 | | | | |
| Risk Mitigation | 21.6 | 22.0 | -0.4 | 15.0 - 28.0 | Yes |
| Fixed Income | 19.6 | 20.0 | -0.4 | 15.0 - 23.0 | Yes |
| DFA Social Fixed Income Inst (DSFIX) | 9.8 | | | | |
| TIAA-CREF Core Impact Bond (TSBIX) | 9.8 | | | | |
| Cash Equivalents | 2.0 | 2.0 | 0.0 | 0.0 - 5.0 | Yes |
| Federated Hermes Gov't Obln Fund (GOIXX) | 2.0 | | | | |
| Total | 100.0 | 100.0 | 0.0 | | |



Socially Responsible Investment Fund

As of March 31, 2024

| | % of Portfolio | QTD (%) | 1 Yr (%) | 3 Yrs (%) | 5 Yrs (%) | 10 Yrs (%) | 15 Yrs (%) | 2023 (%) | 2022 (%) | 2021 (%) | Inception (%) | Inception Date |
|---|----------------|-------------|-------------|-------------|-------------|------------|------------|-------------|--------------|-------------|---------------|----------------|
| Socially Responsible Investment Fund | 100.0 | 5.2 | 15.6 | 4.0 | 8.1 | | | 16.3 | -17.3 | 13.2 | 8.4 | Sep-16 |
| 60/40 MSCI ACWI/Bloomberg Agg | | 4.6 | 14.3 | 3.3 | 6.9 | 6.0 | 8.2 | 15.4 | -16.0 | 10.2 | 6.8 | |
| All Trust Funds <\$50mm Net Rank | | 34 | 31 | 38 | 23 | | | 15 | 89 | 35 | 14 | |
| Total Equity | 66.9 | 7.7 | 21.2 | 6.8 | 11.5 | | | 21.0 | -18.6 | 18.3 | 11.5 | Sep-16 |
| Parametric Responsible Inv (SA) | 32.1 | 10.0 | 29.4 | 11.2 | 14.9 | | | 26.2 | -16.6 | 25.5 | 14.3 | Sep-16 |
| DFA US Social Core Equity 2 Portfolio (DFUEX) | 7.3 | 10.2 | 29.8 | 9.7 | 14.0 | 10.9 | 15.0 | 25.9 | -18.0 | 27.9 | 25.2 | Oct-23 |
| Boston Common ESG Impact Intl (BCAIX) | 5.9 | 2.2 | 5.4 | -2.7 | 4.3 | 3.0 | | 11.5 | -21.8 | 3.5 | 4.9 | Sep-16 |
| Vanguard ESG Intl Stock ETF (VSGX) | 6.0 | 4.5 | 13.3 | 0.6 | 6.0 | | | 15.6 | -18.6 | 7.3 | -1.5 | Sep-21 |
| DFA Int'l Social Core Equity Instl (DSCLX) | 5.1 | 4.3 | 14.3 | 3.1 | 6.7 | 4.4 | | 18.5 | -16.6 | 13.4 | 16.4 | Oct-23 |
| DFA Emg Mkts Social Core Port (DFESX) | 3.0 | 2.1 | 10.5 | -2.0 | 3.8 | 3.8 | 7.8 | 14.6 | -18.5 | 4.2 | 10.3 | Oct-23 |
| Impax Global Env Markets (PGINX) | 7.5 | 6.9 | 14.6 | 4.1 | 10.8 | 8.3 | 11.9 | 16.9 | -22.4 | 22.2 | 10.1 | Sep-16 |
| Real Estate | 4.8 | -1.5 | 6.8 | -1.2 | 0.4 | | | 9.3 | -24.2 | 30.0 | 1.8 | Sep-16 |
| DFA Global Real Estate (DFGEX) | 4.8 | -1.5 | 6.8 | 0.4 | 1.9 | 5.0 | 11.2 | 9.4 | -23.8 | 31.0 | 0.4 | Sep-22 |
| Marketable Alternatives | 6.1 | 2.3 | 8.8 | 2.2 | 4.8 | | | 9.8 | -11.1 | 10.5 | 5.1 | Sep-16 |
| PIMCO All Asset (PAAIX) | 3.0 | 1.9 | 7.2 | 2.1 | 5.5 | 4.3 | 6.7 | 8.6 | -11.5 | 15.6 | 5.5 | Sep-16 |
| BlackRock Multi-Asset Inc (BIICX) | 3.1 | 2.6 | 10.4 | 1.9 | 4.2 | 4.1 | 7.4 | 11.1 | -11.6 | 7.2 | 4.4 | Mar-19 |
| Fixed Income | 19.6 | 0.0 | 2.8 | -2.8 | 0.4 | | | 5.9 | -15.0 | -1.0 | 0.9 | Sep-16 |
| DFA Social Fixed Income Inst (DSFIX) | 9.8 | -0.1 | 3.7 | -1.9 | 1.0 | | | 7.2 | -13.1 | -2.2 | 4.3 | Jul-23 |
| TIAA-CREF Core Impact Bond (TSBIX) | 9.8 | 0.1 | 2.7 | -2.4 | 0.5 | 2.0 | | 6.0 | -14.0 | -1.0 | 1.0 | Sep-16 |
| Cash Equivalents | 2.0 | 1.3 | 5.6 | 2.6 | 1.9 | | | 5.0 | 1.5 | 0.0 | 1.7 | Sep-16 |
| Federated Hermes Gov't Obln Fund (GOIXX) | 2.0 | 1.3 | 5.2 | 2.6 | 1.9 | 1.3 | 0.9 | 5.0 | 1.5 | 0.0 | 4.8 | Oct-22 |

**Growth of a Dollar
Beginning September 1, 2016**

