



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

## DIOCESAN INVESTMENT FUND | EXECUTIVE SUMMARY

AS OF DECEMBER 31, 2024

### Portfolio Results

Amid worrisome global turmoil, more modest rate cuts than anticipated, and a US election reversal, mega-cap tech giants powered the S&P 500 to 57 record closes in 2024, along the way to a 25% gain for the full year. The strong year followed an impressive 26% performance for the index in 2023, making these past two years the strongest back-to-back years for large US Stocks since the late 1990s. Despite the extraordinary year, returns in the fourth quarter were muted as investors parsed potential policy changes anticipated under the new administration and fretted stickier-than-anticipated inflation.

The Diocesan Investment Fund (DIF) posted a loss of 2.7% in the fourth quarter but a strong return of 10.0% over the trailing one-year. The DIF remains committed to a diversified asset allocation, consistent with its long-term investment horizon.

#### Returns as of December 31, 2024



# Investments

The Diocesan Investment Committee meets quarterly with the DIF's investment advisor, Sellwood Investment Partners LLC, to review capital markets, portfolio performance, asset allocation and manager structure. Sellwood meets with each individual investment manager on an ongoing basis to discuss investment results, strategy and outlook for the future, and any changes or issues within the firm or investment team.

Investment Name (Ticker)	Description
<b>Growth Investments</b>	
<b>Global Equity   65.0%</b>	
Schwab Fdmtl Large Index (SFLNX)	A mutual fund that replicates the Russell Fundamental US Large Cap Index, which is weighted based on company fundamentals.
Fidelity S&P 500 Index (FXAIX)	A mutual fund that replicates the S&P 500 Index.
SBH Small Cap Value (SBHVX)	A mutual fund that invests using a fundamental, bottom-up process to identify high-quality companies that are expected to earn more than their cost of capital.
Champlain Small Cap (CIPNX)	An institutional mutual fund that invests in U.S. small cap companies with a traditional value, absolute return focus.
Dodge & Cox International Stock (DODFX)	A mutual fund that seeks long-term capital growth by investing in a diversified portfolio of undervalued mid-to-large non-U.S. companies.
Fidelity International Index (FSPSX)	A mutual fund that replicates the MSCI EAFE Index.
Harding Loevner Intl Equity (HLMIX)	A mutual fund that employs a growth-oriented investment strategy, investing in non-U.S. developed markets and emerging markets.
DFA Intl Small Companies (DFISX)	A mutual fund that applies academic research to invest in a broad cross-section of small cap companies internationally.
GQG Emerging Markets (GQGIX)	A mutual fund that invests in emerging markets, focusing on quality growth companies at attractive prices.
<b>Diversifying Investments</b>	
<b>Marketable Alternatives   15.0%</b>	
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 in income-oriented strategies across the globe.
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.
<b>Risk Mitigation Investments</b>	
<b>Fixed Income   18.0%</b>	
BlackRock Total Return Inst (MAHQX)	A mutual fund that employs a core plus strategy with a research-driven approach combining top-down macroeconomic analysis and bottom-up security selection.
DoubleLine Core Fixed Income (DBLFX)	A mutual fund that employs a core plus strategy that relies on top-down sector allocation weights and fundamental, bottom-up security selection.
Vanguard Total Bond Market Index (VBTLX)	A mutual fund that replicates the Bloomberg Aggregate Bond Index.
<b>Cash Equivalents   2.0%</b>	

# 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
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
Susan Workman	St. John the Baptist, Portland	503-593-3533
Rev. Jaime Sanders	Christ Church, St. Helens	503-997-1651
Madeline Moore	St. David of Wales, Portland	503-502-0405
Marci Welch	St. Luke the Physician, Gresham	503-784-3617

## Ex-Officio Resources

Anne Marie Lowe, Canon for Finance & Property	Diocese of Oregon	971-204-4115
Ashlee Moehring, Investment Advisor	Sellwood Investment Partners LLC	503-596-2885

**Asset Allocation vs Policy**

	Current (%)	Policy (%)	Difference (%)	Policy Range (%)	Within Range
<b>Growth</b>	<b>65.4</b>	<b>65.0</b>	<b>0.4</b>	<b>55.0 - 75.0</b>	<b>Yes</b>
<b>Global Equity</b>	<b>65.4</b>	<b>65.0</b>	<b>0.4</b>	<b>55.0 - 75.0</b>	<b>Yes</b>
Schwab Fdmtl LC Index (SFLNX)	12.1				
Fidelity 500 Index (FXAIX)	21.3				
SBH Small Cap Value (SBHVX)	2.9				
Champlain Small Cap Inst (CIPNX)	3.0				
Dodge & Cox Intl Stock (DODFX)	7.5				
Fidelity Intl Index (FSPSX)	7.2				
Harding Loevner Intl (HLMIX)	7.6				
DFA Intl Small Co (DFISX)	2.0				
GQG Emerging Markets (GQGIX)	1.9				
<b>Diversifying</b>	<b>14.7</b>	<b>15.0</b>	<b>-0.3</b>	<b>0.0 - 18.0</b>	<b>Yes</b>
<b>Marketable Alternatives</b>	<b>14.7</b>	<b>15.0</b>	<b>-0.3</b>	<b>0.0 - 18.0</b>	<b>Yes</b>
PIMCO All Asset (PAAIX)	5.9				
BlackRock Multi-Asset Inc (BIICX)	6.0				
DFA Global Real Estate (DFGEX)	2.8				
<b>Risk Mitigation</b>	<b>19.9</b>	<b>20.0</b>	<b>-0.1</b>	<b>15.0 - 26.0</b>	<b>Yes</b>
<b>Fixed Income</b>	<b>18.7</b>	<b>18.0</b>	<b>0.7</b>	<b>15.0 - 21.0</b>	<b>Yes</b>
BlackRock Total Return Inst (MAHQX)	8.4				
DoubleLine Core Fixed (DBLFX)	8.4				
Vanguard Tot Bnd Mkt Idx (VBTLX)	1.9				
<b>Cash Equivalents</b>	<b>1.2</b>	<b>2.0</b>	<b>-0.8</b>	<b>0.0 - 5.0</b>	<b>Yes</b>
Federated Hermes Gov't Obln Fund (GOIXX)	1.2				
<b>Total</b>	<b>100.0</b>	<b>100.0</b>	<b>0.0</b>		



Target Current

- Growth
- Diversifying
- Risk Mitigation

**Diocesan Investment Fund**

As of December 31, 2024

	% of Portfolio	QTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	15 Yrs (%)	2023 (%)	2022 (%)	2021 (%)	Inception (%)	Inception Date
<b>Diocesan Investment Fund</b>	<b>100.0</b>	<b>-2.7</b>	<b>10.0</b>	<b>3.1</b>	<b>7.2</b>	<b>6.7</b>	<b>7.8</b>	<b>15.6</b>	<b>-13.8</b>	<b>15.4</b>	<b>7.7</b>	<b>Jan-92</b>
60/40 MSCI ACWI/Bloomberg Agg		-1.8	10.8	2.4	6.1	6.2	6.7	15.4	-16.0	10.2	6.8	
All Trust Funds <\$50mm Net Rank		93	48	28	21	33	27	21	47	14	8	
<b>Global Equity</b>	<b>65.4</b>	<b>-2.5</b>	<b>13.6</b>	<b>5.2</b>	<b>10.4</b>	<b>8.8</b>	<b>9.7</b>	<b>20.0</b>	<b>-14.5</b>	<b>20.4</b>	<b>7.6</b>	<b>Jan-06</b>
Schwab Fdmtl LC Index (SFLNX)	12.1	-0.7	16.8	8.7	13.0	11.3	12.8	18.1	-6.9	31.6	16.5	Mar-20
Fidelity 500 Index (FXAIX)	21.3	2.4	25.0	8.9	14.5	13.1	13.9	26.3	-18.1	28.7	17.1	Jul-20
SBH Small Cap Value (SBHVX)	2.9	0.8	13.6	2.8	6.1	7.4		12.0	-14.6	16.6	11.0	Sep-20
Champlain Small Cap Inst (CIPNX)	3.0	5.2	14.0	1.1	7.7	9.5	11.3	14.3	-20.6	12.7	8.5	Nov-17
Dodge & Cox Intl Stock (DODFX)	7.5	-8.5	3.8	4.1	5.1	4.4	5.5	16.7	-6.8	11.0	6.4	Jun-10
Fidelity Intl Index (FSPSX)	7.2	-8.4	3.7	1.7	4.9	5.4	5.4	18.3	-14.2	11.5	7.4	Mar-20
Harding Loevner Intl (HLMIX)	7.6	-9.0	1.2	-2.4	3.9	5.8	6.3	15.1	-20.2	8.5	6.7	Jul-12
DFA Intl Small Co (DFISX)	2.0	-7.7	3.8	-0.5	4.2	6.0	6.8	14.4	-17.1	14.2	5.1	Dec-19
GQG Emerging Markets (GQGIX)	1.9	-7.1	6.2	2.7	7.2			28.8	-20.9	-2.4	4.4	Sep-20
<b>Marketable Alternatives</b>	<b>14.7</b>	<b>-4.0</b>	<b>4.6</b>	<b>-0.2</b>	<b>3.2</b>	<b>3.7</b>	<b>5.3</b>	<b>9.7</b>	<b>-13.3</b>	<b>16.3</b>	<b>5.3</b>	<b>Aug-02</b>
PIMCO All Asset (PAAIX)	5.9	-3.4	4.1	0.0	4.6	4.7	5.2	8.6	-11.5	15.6	5.8	Jul-09
BlackRock Multi-Asset Inc (BIICX)	6.0	-1.7	7.4	1.8	3.8	4.3	5.8	11.1	-11.6	7.2	4.6	Mar-19
DFA Global Real Estate (DFGEX)	2.8	-9.7	1.9	-5.3	0.7	4.0	7.2	9.4	-23.8	31.0	-2.5	May-22
<b>Fixed Income</b>	<b>18.7</b>	<b>-2.9</b>	<b>2.3</b>	<b>-2.3</b>	<b>-0.1</b>	<b>1.8</b>	<b>2.9</b>	<b>5.6</b>	<b>-13.6</b>	<b>-0.7</b>	<b>3.9</b>	<b>Jan-06</b>
BlackRock Total Return Inst (MAHQX)	8.4	-3.2	1.8	-2.6	0.0	1.7	3.2	5.8	-14.1	-0.7	3.1	Jul-23
DoubleLine Core Fixed (DBLFX)	8.4	-2.5	3.0	-1.5	0.1	1.8		6.4	-12.8	-0.3	1.4	Jun-18
Vanguard Tot Bnd Mkt Idx (VBTLX)	1.9	-3.0	1.2	-2.4	-0.3	1.3	2.3	5.7	-13.2	-1.7	1.0	Nov-17
<b>Cash Equivalents</b>	<b>1.2</b>	<b>1.2</b>	<b>5.3</b>	<b>4.2</b>	<b>2.4</b>	<b>1.7</b>	<b>1.1</b>	<b>5.0</b>	<b>2.2</b>	<b>0.1</b>	<b>1.6</b>	<b>Jan-06</b>
Federated Hermes Gov't Obln Fund (GOIXX)	1.2	1.2	5.1	3.9	2.4	1.7	1.1	5.0	1.5	0.0	4.9	Oct-22

**Growth of a Dollar  
Beginning October 1, 2003**

