

TESTIF

Texas Economic Stabilization Investment Fund

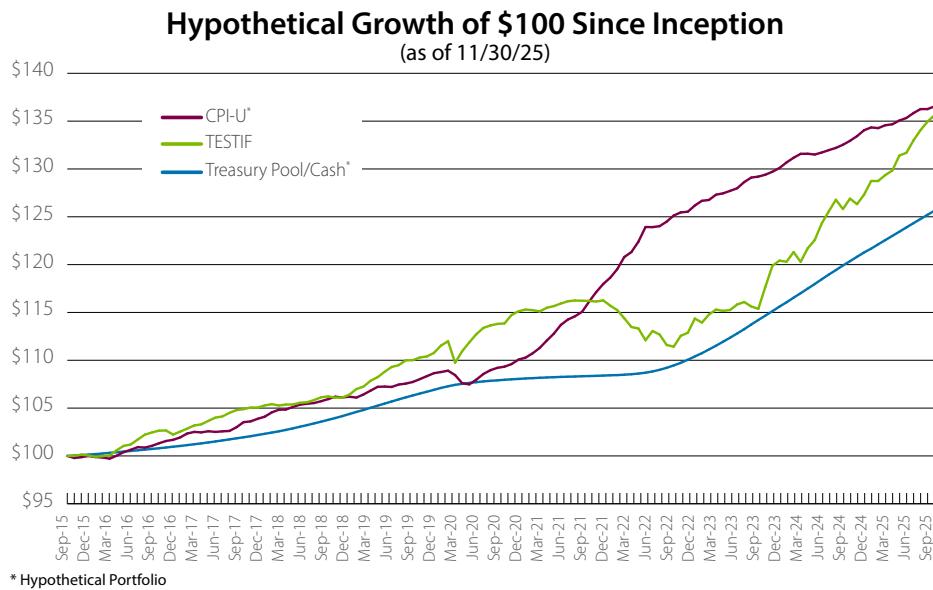


The Texas Economic Stabilization Investment Fund ('the Fund') was created by Section 404.0241 of the Government Code to invest a portion of the Economic Stabilization Fund (ESF) balance for a slightly higher return than the state's operating fund. The Fund has two primary performance objectives: 1) maintaining purchasing power; and 2) delivering returns in excess of

short-term cash equivalents. Maintaining the Fund's purchasing power means achieving net returns over a full market cycle (3-6 years) that exceed inflation. Inflation will be measured using the annualized growth rate of the national Consumer Price Index – Urban (CPI-U) published by the Federal Bureau of Labor Statistics.

TESTIF Investment Fund (Dollar amounts in Billions)

Strategy	12/31/2015	12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021	12/31/2022	12/31/2023	12/31/2024	11/30/2025	Asset Allocation
Treasury Pool/Cash	\$1.606	\$1.225	\$1.077	\$2.733	\$2.746	\$4.847	\$2.456	\$5.857	\$4.167	\$3.974	\$4.928	18%
Fixed Income	\$0.920	\$1.704	\$1.844	\$1.597	\$2.773	\$3.368	\$4.261	\$5.523	\$10.641	\$15.572	\$17.228	64%
Alt. Fixed Income	\$0.075	\$0.214	\$0.305	\$0.431	\$0.543	\$0.734	\$1.019	\$1.191	\$1.555	\$1.829	\$2.238	8%
Other Assets	–	–	–	–	–	–	–	–	\$0.544	\$1.657	\$2.435	9%
Total	\$2.601	\$3.144	\$3.225	\$4.761	\$6.062	\$8.950	\$7.737	\$12.571	\$16.907	\$23.032	\$26.830	100%



ESF Net Inflows/Transfers

2015	\$2,600,000,000
2016	\$475,000,000
2017	N/A
2018	\$1,500,000,000
2019	\$1,154,000,000
2020	\$2,624,610,892
2021	\$(1,300,000,000)
2022	\$5,074,220,092
2023	\$3,432,787,418
2024	\$5,119,037,835
2025 YTD	\$2,079,528,946

Performance Table

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	Ann. ITD*
2015	0.08%	0.07%	0.55%	0.46%	0.15%	0.51%	0.49%	0.23%	0.19%	0.14%	-0.10%	-0.14%	-0.09%	
2016	0.08%	0.07%	0.55%	0.46%	0.15%	0.51%	0.49%	0.23%	0.19%	0.02%	-0.42%	0.30%	2.64%	
2017	0.30%	0.33%	0.12%	0.35%	0.33%	0.12%	0.36%	0.28%	0.10%	0.16%	0.01%	0.22%	2.67%	
2018	0.12%	-0.14%	0.10%	0.01%	0.17%	0.04%	0.22%	0.27%	0.09%	-0.13%	0.01%	0.29%	1.07%	
2019	0.55%	0.24%	0.57%	0.35%	0.52%	0.48%	0.17%	0.46%	0.02%	0.25%	0.10%	0.34%	4.10%	
2020	0.69%	0.40%	-2.00%	1.10%	0.82%	0.77%	0.59%	0.23%	0.13%	0.05%	0.78%	0.34%	3.93%	
2021	0.01%	-0.05%	-0.12%	0.34%	0.16%	0.23%	0.21%	0.07%	-0.03%	-0.01%	-0.06%	0.10%	1.00%	
2022	-0.48%	-0.40%	-0.75%	-0.78%	-0.14%	-1.09%	0.87%	-0.33%	-0.96%	-0.16%	1.02%	0.27%	-2.92%	
2023	0.04%	-0.37%	0.74%	0.45%	-0.13%	0.09%	0.49%	0.23%	-0.41%	-0.21%	2.00%	1.87%	6.22%	
2024	0.45%	-0.10%	0.83%	-0.84%	1.17%	0.73%	1.42%	1.03%	0.95%	-0.77%	0.87%	-0.46%	5.38%	
2025	0.79%	1.13%	0.00%	0.48%	0.36%	1.21%	0.23%	0.98%	0.81%	0.67%	0.51%	7.39%	3.02%	

* Annualized Inception-to-Date