

CONSERVATIVE POOL SUMMARY

As of December 31, 2025

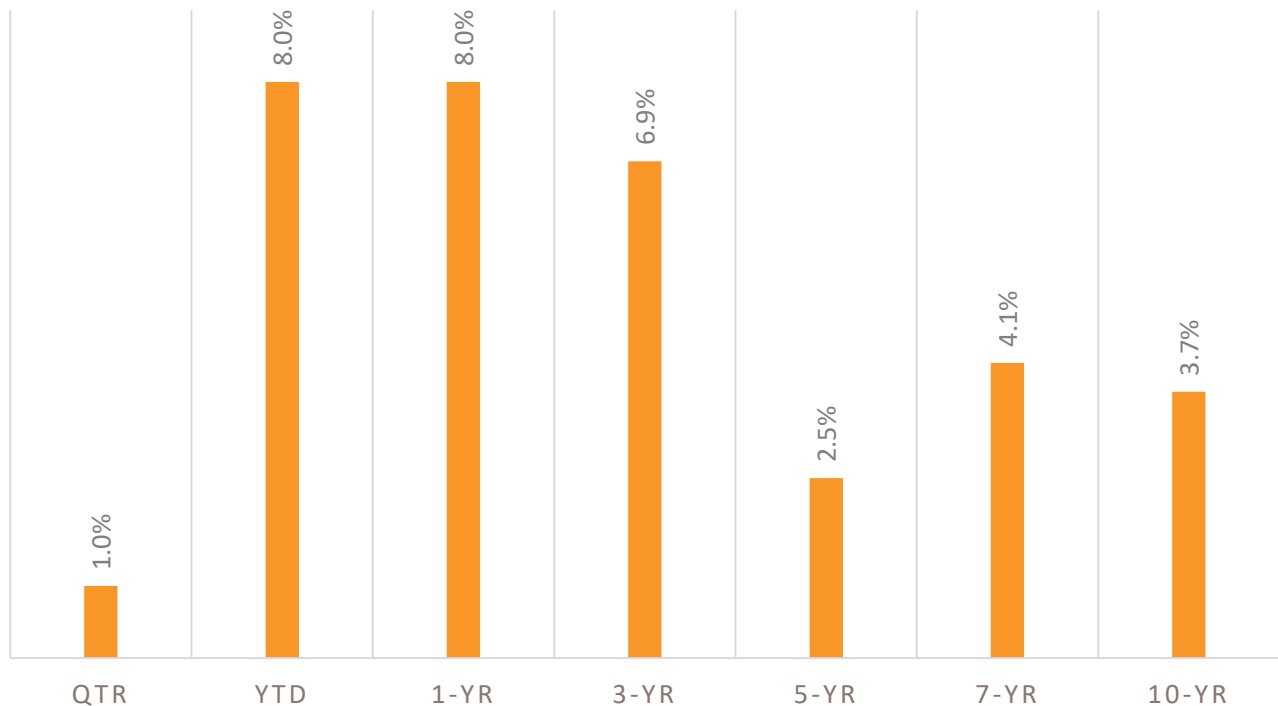
The Conservative Pool is designed to be short to intermediate-term in nature and capital preservation is the primary goal. The portfolio makes investments primarily in liquid, publicly traded fixed income securities and cash. The pool will invest a portion of the assets in US-based stocks. This Pool is for agencies and endowments, where the time horizon is in excess of one year and less than five years. The portfolio is allocated across:

- ❖ **Asset class** (stocks, bonds, cash)
- ❖ **Region** (U.S.)
- ❖ **Market Cap** (large mid size companies)
- ❖ **Style** (core, value and growth)
- ❖ **Liquidity** (daily liquid investments)

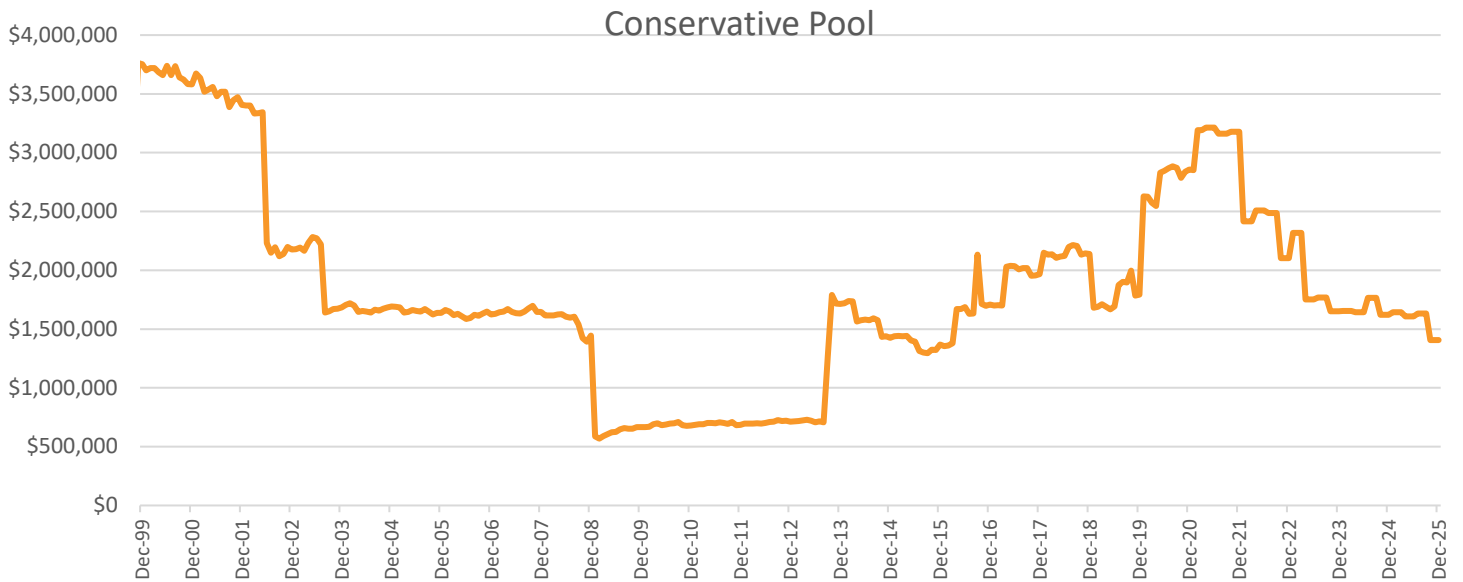
ASSET ALLOCATION

❖ Domestic Stocks	13%
❖ Core Fixed Income	77%
❖ Money Market & Cash	10%

PERFORMANCE



GROWTH OF ASSETS OVER TIME



QUARTERLY COMMENTARY

Global markets delivered broadly positive results, supported by financial conditions, resilient economic data, and sustained enthusiasm for artificial intelligence. U.S. equity investors digested elevated valuations and year-end volatility without a deterioration in earnings fundamentals. International developed equities posted solid gains, aided by monetary easing in Europe and reflationary expectations in Japan, while emerging markets benefited from continued demand for AI-related semiconductors.

Fixed income gained as the Federal Reserve delivered expected rate cuts and the yield curve continued to normalize. Real estate performance remained mixed, with U.S. REITs lagging global peers amid comparatively tighter financial conditions. Hedge funds and other diversifying strategies generated solid performance amid shifting risk sentiment and heightened geopolitical uncertainty.

FROM OUR INVESTMENT PHILOSOPHY

The conservative pool is designed to generate return in excess of money market with limited stock exposure. The pool is U.S. focused, providing exposure to stocks, cash, U.S. bonds, and money market instruments.

The pool will have approximately ten percent of its assets invested in public equity with the remainder in fixed income and money market. The goal of the pool is to generate returns in excess of cash over a one-year time horizon while maintaining 100% daily liquidity of the assets. Given the pool will invest in small amounts of the stock market it is subject to shorter-term fluctuations and, as such, is not designed as a cash replacement.

For further information regarding investment management please visit our website:
<https://www.gcrf.org/about/investment-management/>

If you have questions, please contact:

Arthur Kim
Development Officer
319.200.4409 Arthur.Kim@gcrf.org

