

CONSERVATIVE POOL SUMMARY

As of March 31, 2026

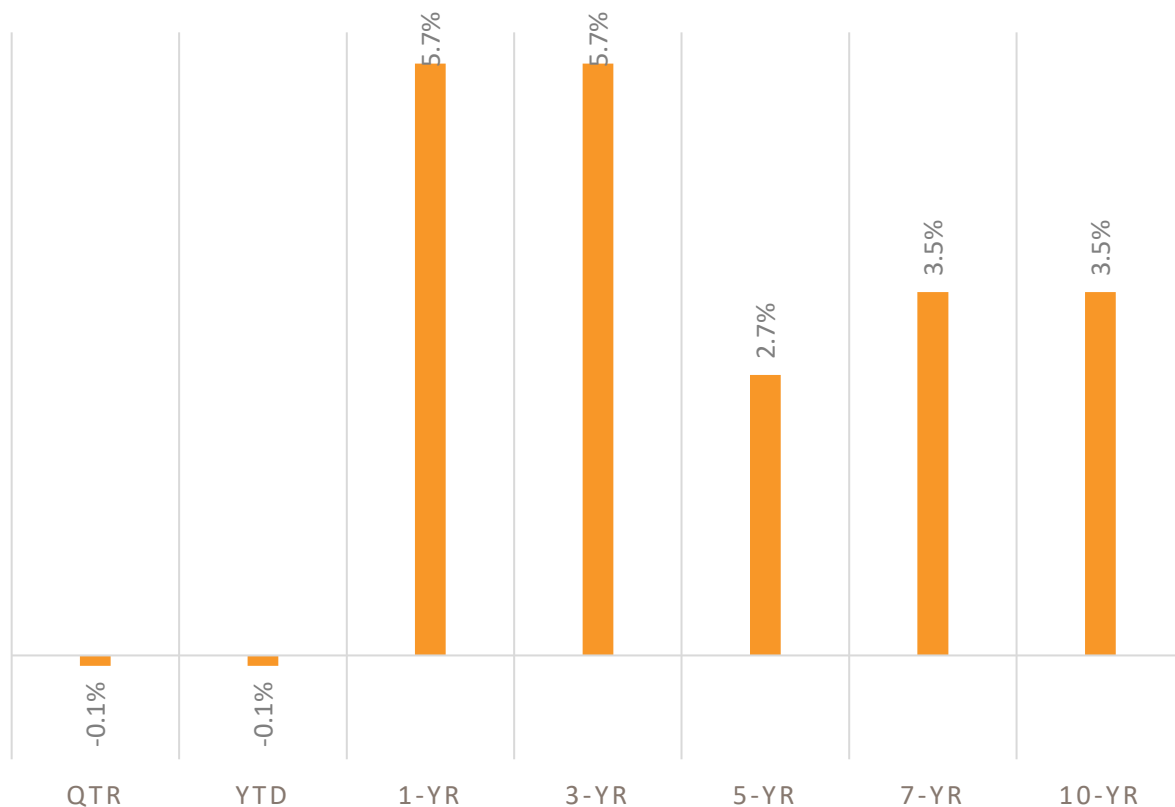
The Conservative Pool is designed to be short to intermediate-term in nature and capital preservation is the primary goal. The portfolio makes investments primarily in liquid, publicly traded fixed income securities and cash. The pool will invest a portion of the assets in US-based stocks. This Pool 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)

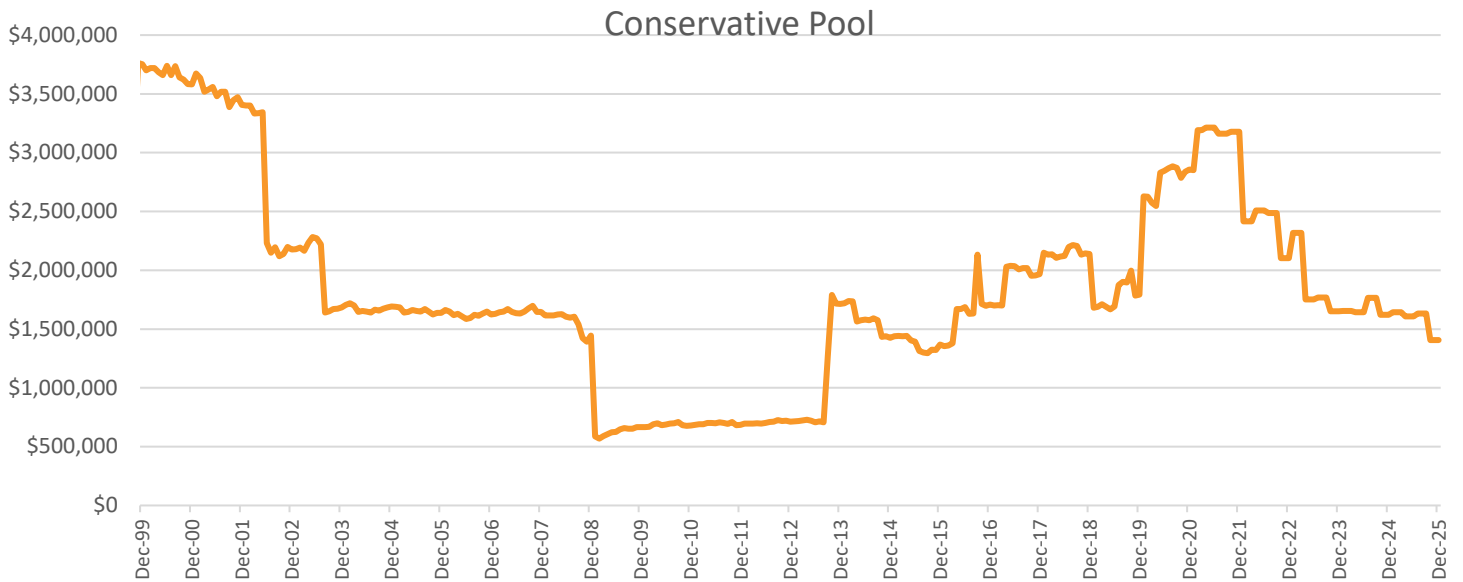
ASSET ALLOCATION

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

PERFORMANCE



GROWTH OF ASSETS OVER TIME



QUARTERLY COMMENTARY

Global equities declined slightly during the first quarter, driven by the unwinding of the “Magnificent 7” trade, as well as rising inflation risk and supply shortage due to the Iran War. This led to significant performance dispersion across sectors and regions with the Energy sector as the clear standout. Market expectations shifted from anticipating multiple rate cuts in 2026 to the possibility of a rate hike by year-end, resulting in flat returns for core fixed income. Diversification continues to assist portfolio returns as investors interest has increased in value-oriented stocks, small cap stocks, as well as foreign companies.

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:

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