COMMUNITIES FOUNDATION of TEXAS

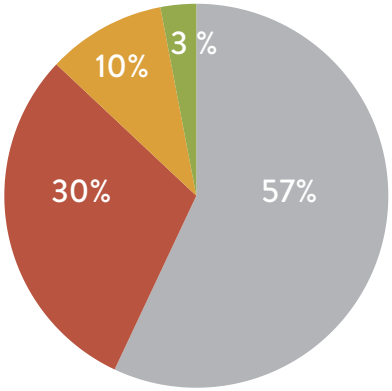
INVESTMENT STRATEGIES

SEPTEMBER 2026

Communities Foundation of Texas' investment strategies are designed for different levels of risk tolerance and time horizons so that each donor can meet his or her unique philanthropic objectives. CFT offers six strategies, including short-term strategy and five strategies consisting of a broadly diversified mix of active and passively managed assets. If a donor-advised fund established at CFT has an asset balance of more than $1,000,000, the donor may request an external manager, subject to CFT's Investment Committee approval. As with any investment, past performance does not guarantee comparable future returns.

TARGET ALLOCATIONS

STRATEGY OBJECTIVES

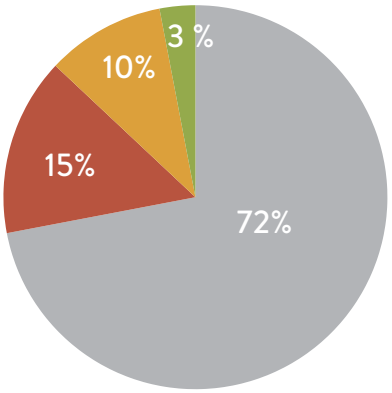


BALANCED

This strategy seeks long-term capital appreciation while providing some income and/or cash flow. This strategy is invested in global equities, bonds, and alternative investment strategies such as hedge funds, and real assets. This strategy has a higher allocation to fixed income and a lower allocation to equities in comparison to the Growth Strategy.

As of September 30, 2026

3 months	1 year	3 years	5 years	10 years	Since Inception
-0.66%	9.33%	13.80%	6.55%	7.80%	5.88%

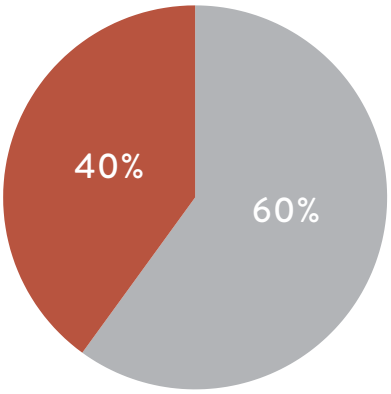


GROWTH

This strategy seeks long-term capital appreciation with less emphasis on providing income or cash flow, focusing on long-term growth by using mainly equities with lesser allocations to fixed-income investments, alternatives (hedge funds), and real assets (e.g., infrastructure funds, MLPs, REITs). This strategy has the highest target allocation to equities of the six CFT strategies.

As of September 30, 2026

3 months	1 year	3 years	5 years	10 years	Since Inception
-0.54%	11.72%	15.67%	7.87%	9.21%	6.81%



SOCIAL IMPACT

This strategy seeks long-term capital appreciation while providing some income or cash flow. This strategy focuses on environmental, social, and governance investment opportunities and is invested in global equities and bonds.

As of September 30, 2026

3 months	1 year	3 years	5 years	10 years	Since Inception
-0.69%	8.81%	15.10%	7.27%		9.52%

Equity | Fixed Income | Alternatives | Real Assets | Cash/S-T Fixed Income

Note: Investment returns presented net of fees. Returns are preliminary and subject to adjustment, including more current reporting from investment managers.

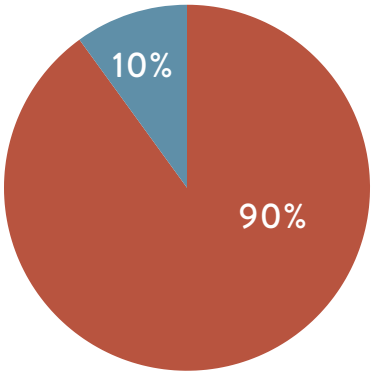
COMMUNITIES FOUNDATION of TEXAS

INVESTMENT STRATEGIES

SEPTEMBER 2026

TARGET ALLOCATIONS

STRATEGY OBJECTIVES

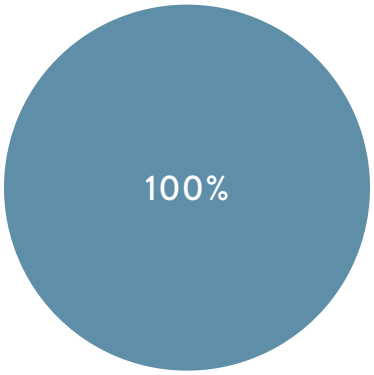


INCOME

This strategy seeks to preserve capital and generate limited capital appreciation on a total return basis. Comprised of fixed-income investments with managers that exhibit duration ranging from just over one year to just over seven years (which can change over time).

As of September 30, 2026

3 months	1 year	3 years	5 years	10 years	Since Inception
-1.91%	0.71%	5.18%	0.52%	2.12%	3.76%



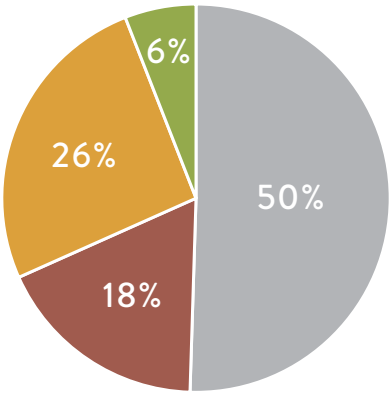
SHORT-TERM

This strategy seeks to maintain the value of contributions for short-term grants and consists of cash, cash equivalents, and short-term bonds. Holdings are generally comprised of short-duration fixed-income securities with an orientation toward quality. Designed to have the highest liquidity of the six CFT strategies and is typically used for pending grants and commitments.

As of September 30, 2026

3 months	1 year	3 years	5 years	10 years	Since Inception
0.90%	3.66%	4.49%	3.58%	2.50%	1.94%

FOR ENDOWED FUNDS ONLY



ENDOWMENT

This strategy has a horizon in perpetuity for providing long-term charitable support. This strategy's objective is for the corpus to grow over time to exceed the effects of grantmaking and inflation. This strategy is invested in global equities, real assets, bonds, and alternative investment strategies such as hedge funds and other less liquid assets that should earn a premium over publicly traded assets. Each year the annual spending rate is determined by CFT's trustees. The spending rate for the current fiscal year is 4.5% of the average of the most recent 16 quarter's market value.

As of September 30, 2026

3 months	1 year	3 years	5 years	10 years	Since Inception
-0.19%	11.21%	14.70%	7.57%	9.66%	6.80%

Equity | Fixed Income | Alternatives | Real Assets | Cash/S-T Fixed Income

Note: Investment returns presented net of fees. Returns are preliminary and subject to adjustment, including more current reporting from investment managers.