TPF

THE CLOSING BELL

TPF's Quarterly Newsletter

July 2026 | 2nd Quarter Review

Mission, Markets, and the Road Ahead

Final Reflections from TPF's President

By Rick Young, TPF's President

This is my 60th and final quarter to reflect on the markets as President of Texas Presbyterian Foundation. For the last 15 years, I have had the privilege of sitting at the helm of this wonderful organization and watching it grow into the highly professional investment institution it is today. I have been aided in this journey by a deeply competent, energized staff and Board of Trustees. None of us could have done it alone. Synergy, shared purpose, and a focus on our goal of "enabling and expanding mission" made it all possible.

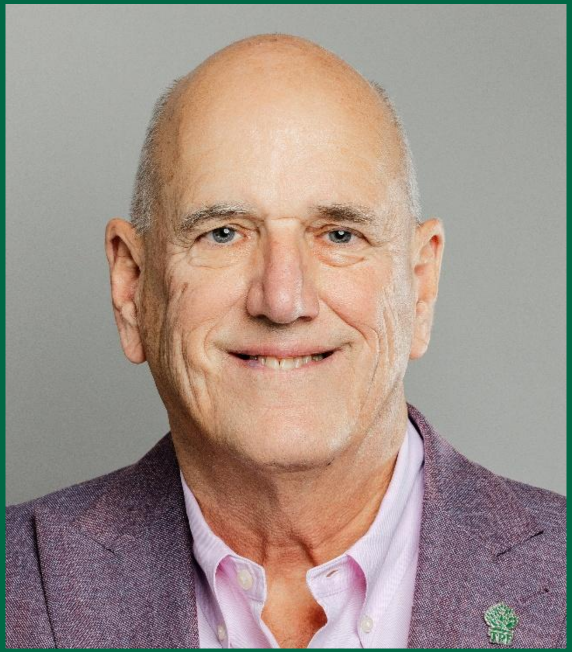
During my time at TPF, I have had the great privilege of meeting dedicated servants of the church and nonprofit organizations who seek to make the world a better place. Thank you to each of you for joining us on this journey. You have truly made it all worthwhile and rewarding. Without you, we would not be what God has called us to be.

I can assure you that TPF will be in good hands following my retirement at the end of September. The Search Committee is hard at work finding a candidate to carry on the work and lead TPF into its second century of service. With an established staff in place, the future is bright.

Some final thoughts: A great deal of attention has been focused on returns in the equity markets, and we have seen exceptionally strong returns over the past 18 months. However, when comparing indexes to actual returns, the answers can be skewed by overweighting and computerized investing. Indexes are useful tools, but they are not the final answer. As institutional investors, we must be careful not to focus only on chasing returns. We are investing funds for congregations and nonprofits that are intended to support the long-term future of those organizations.

Institutional investors must consider risk, diversification, and discipline when choosing investment vehicles. If we neglect these principles, we may find ourselves holding a losing hand and putting valuable resources at risk. The Uniform Prudent Management of Institutional Funds Act, or UPMIFA, provides important guidance for institutional investors.

Someone once asked me how I wanted to be remembered as President of TPF. I answered that I wanted to ride off into the future much like the Lone Ranger of long ago, leaving people to ask, "Who was that masked man?" I took on this responsibility because I felt called to help make this world a tiny bit better by strengthening an already great organization. I am grateful to have played a part in that work, and I leave confident that TPF's best days are still ahead.



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TPF 100

TPF Fund Performance

As of June 30, 2026

	1 Quarter	YTD	1 Year	3 Years	5 Years	10 Years
TPF Balanced Fund	**8.8%**	**7.4%**	**14.4%**	**13.7%**	**6.5%**	**9.4%**
Morningstar Mod Tgt Risk TR USD	9.4%	8.3%	15.6%	12.9%	6.2%	8.2%
TPF Large Cap Equity Fund	**13.6%**	**5.8%**	**13.4%**	**18.4%**	**8.5%**	**14.8%**
Morningstar Large Blend	14.1%	9.7%	19.9%	18.1%	11.1%	13.4%
TPF Growth Equity Fund	**18.1%**	**3.2%**	**6.5%**	**17.7%**	**5.2%**	**15.7%**
Morningstar Large Growth	18.8%	8.8%	17.7%	21.0%	10.4%	15.7%
TPF Value Equity Fund	**9.5%**	**7.8%**	**19.2%**	**18.5%**	**10.4%**	**13.2%**
Morningstar Large Value	9.6%	11.3%	21.1%	16.0%	10.5%	11.2%
TPF Small Cap Equity Fund	**15.4%**	**11.6%**	**16.6%**	**12.9%**	**8.3%**	**14.2%**
Morningstar Small Blend	19.6%	21.4%	33.4%	16.1%	7.7%	10.6%
TPF International Equity Fund	**7.6%**	**9.7%**	**19.5%**	**17.3%**	**9.0%**	**9.1%**
Morningstar Foreign Large Blend	10.4%	10.7%	21.1%	16.5%	8.2%	9.1%
TPF Emerging Mkts Equity Fund	**22.9%**	**24.1%**	**40.8%**	**18.7%**	**3.3%**	**7.8%**
Morningstar Diversified Emerging Mkts	20.8%	23.9%	41.2%	21.4%	6.9%	9.3%
TPF Fixed Income Fund	**1.5%**	**1.2%**	**4.6%**	**5.2%**	**0.7%**	**2.4%**
Morningstar Intermediate-Term Bond	0.7%	0.7%	3.7%	4.2%	0.0%	1.6%
TPF Short Duration Income Fund	**0.5%**	**0.8%**	**2.9%**	**4.1%**	**N/A**	**N/A**
Bloomberg Government 1-3 Year	0.4%	0.6%	2.9%	4.4%	N/A	N/A
TPF Money Market Fund	**0.9%**	**1.8%**	**3.8%**	**4.5%**	**3.4%**	**2.2%**
90 Day U.S. Treasury Bills	0.9%	1.7%	3.8%	4.6%	3.5%	2.3%
TPF Real Estate Investment Fund	**0.9%**	**1.6%**	**0.3%**	**-3.7%**	**0.9%**	**2.4%**
NCREIF NFRI-ODCE (Net)+	1.1%	1.1%	4.0%	-1.4%	3.0%	4.3%
TPF Real Assets Fund	**0.1%**	**8.6%**	**16.7%**	**10.3%**	**6.4%**	**5.7%**
Blended Real Assets Index++	0.9%	9.8%	17.1%	12.0%	7.2%	6.7%

Past performance is not necessarily indicative of future investment results.
The report shows total returns for periods less than one year and compounded annual rates of return for longer periods.
The returns are net of all operating expenses, totaling approximately 0.60% annually, including fees of outside investment managers.
*Morningstar Moderate Target Risk Index is most closely aligned to the allocation mix of the TPF Balanced Fund.

**The Blended Real Assets Index is comprised of 40% MSCI AC World Index (Net), 40% Blmbg. Barc. U.S. TIPS, 20% Bloomberg Commodity Index Total Return.

Click here to access TPF's performance information.

The Brief Points

Upcoming Webinar: THE WORD ON THE STREET, August 2026

Join us for our latest upcoming webinar. Featuring John Furlow, Keith Reynolds, and Benjamin Hall, this timely conversation will explore current market conditions, recent TPF fund performance, and the risks institutional investors should be watching in today's environment.

This webinar will look beyond headline returns to discuss diversification, index investing, fiduciary discipline, UPMIFA compliance, and how TPF's managers are positioning portfolios for long-term mission support. Whether you serve on a board, finance committee, or investment committee, this session will offer valuable perspective to help you make informed decisions.

Click here register for this webinar.

On Demand Webinar: Your TPF Advantage

Register to watch ***Your TPF Advantage: People, Resources, and Answers to Expand Your Mission***, an on-demand webinar with Stefanie Marsden and Stephanie Johnson. This session is designed especially for current and potential TPF partners who want to make the most of their relationship and available support.

Learn how TPF Relationship Managers can support your organization, who to contact for common needs, and how to access the right resources more efficiently. You'll leave with practical guidance to help strengthen your TPF partnership and expand your mission. Register today to view this valuable on-demand webinar.

Click here to register and watch this webinar.

New Blog Post: Endowments Are Not Just for the Future

Endowments are often seen as resources for the future, but they can also strengthen mission today. In a new blog post by Kristi Posewitz, TPF's Director of Marketing, readers will learn how endowments provide stability, turn legacy gifts into present-day impact, and help church and nonprofit leaders plan with confidence.

Whether your organization is starting an endowment, reviewing an existing fund, or building a legacy giving program, this blog offers practical insight and encouragement. Read the full post to discover how endowments can help generosity keep showing up today and for generations to come.

Click here view our new blog post.

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