



Performance Commentary

Asset Allocation

The Emmaus Foundation invests in a manner that maximizes long-term growth of principal while maintaining sufficient liquidity for annual distributions. Asset allocation targets are long term in nature, with 65% allocated to equity investments and 35% allocated to fixed income and cash. The Fund is globally diversified across U.S. and international equity markets with capital allocated to specialist institutional quality investment managers in each asset class. The Fund is intended for investors with a long-term time horizon and its risk-oriented positioning can lead to increased volatility of returns, especially during periods of short-term market dislocations. The Fund is also designed to comply with the socially responsible screening guidelines of the USCCB.

Performance

Quarterly performance has been negatively impacted by the global COVID-19 pandemic though drawdowns remain well within modeled outcomes for a one-year basis. Market functionality and price discovery were impaired across asset classes in March as investors sought safe-haven assets during a period of heightened stress. In response, the Federal Reserve intervened to help stabilize the bond markets in late March/early April. Importantly, the Emmaus Foundation maintains sufficient liquid reserves in order to maintain normal operations and meet expected distributions. This positioning provides the Fund with an important buffer against short-term market disruptions and creates an opportunity for long term investors in the Fund. The portfolio's managers continue to execute their duties as expected and continued volatility is likely to persist for the foreseeable future. When markets act as they have been with periods of extreme volatility, staying the course and limiting significant portfolio transactions remains the recommended approach. Longer term, performance of the Emmaus Foundation remains solid on an absolute and relative basis having exceeded the CPI + 4.5% benchmark over both the 10-yr and since inception periods (25+ years).

Portfolio Summary

	Quarter to Date	1 Year	3 Year	5 Year	10 Year	Since Inception (25.75 Yrs)
Emmaus Foundation*	-16.37%	-7.84%	1.87%	2.93%	6.61%	6.85%
CPI + 4.5%	0.90%	6.18%	6.49%	6.37%	6.22%	6.76%
S&P 500 Index	-19.60%	-6.97%	5.11%	6.73%	10.53%	9.18%
MSCI ACWI ex US Index	-23.36%	-15.58%	-1.96%	-0.65%	2.05%	n/a
Barclays Agg. Bond Index	3.14%	8.49%	4.83%	3.36%	3.89%	5.57%

*The Emmaus Foundation was established in 1994.

Hypothetical Growth of \$100 (Cumulative)

