SWIFT

State Water Implementation Fund for Texas

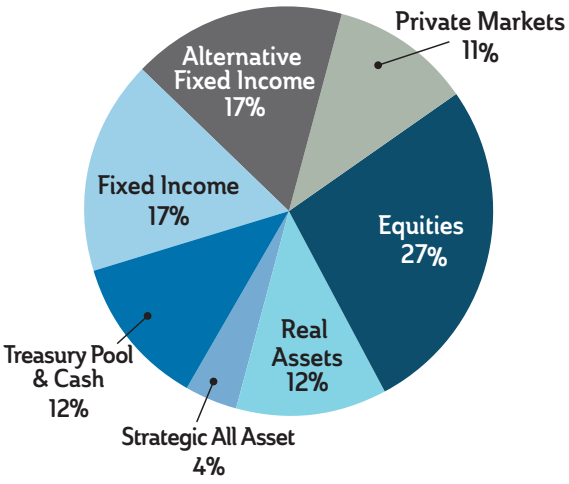
TEXAS TRUST
TEXAS TREASURY SAFEKEEPING TRUST COMPANY
COMPTROLLER GLENN HEGAR, CHAIRMAN

The State Water Implementation Fund for Texas ("SWIFT") was created by the 83rd Texas Legislature, Regular Session, and became effective once voters approved the constitutional amendment to fund the SWIFT with $2 billion from the Economic Stabilization Fund. The creation of the SWIFT and its requirements are set forth in Chapter 15 of the Texas Water Code. Funds in the SWIFT are used to subsidize financing costs for projects included in the State Water Plan developed and implemented by the Texas Water Development Board (TWDB). The balance of the SWIFT is expected to be drawn down over time; however, funds used for financing subsidies will ultimately be repaid to the SWIFT. The investment objective of the SWIFT is to preserve its purchasing power while maintaining sufficient liquidity to meet the needs of the TWDB.

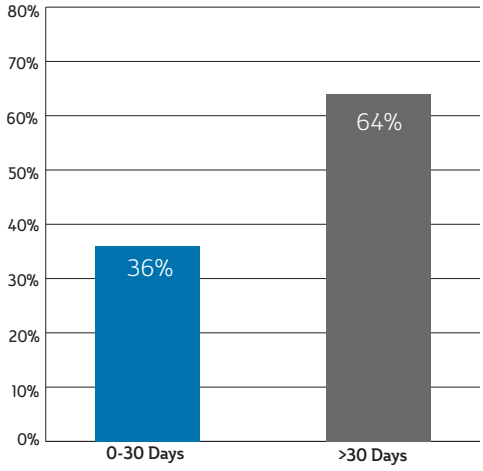
SWIFT Investment Fund

Strategy	12/31/13	12/31/14	12/31/15	3/31/16	6/30/16	9/30/16	12/31/16	3/31/17
Treasury Pool/Cash	$2,000,192,549	$265,436,671	$190,640,742	$190,696,067	$162,451,922	$194,399,305	$159,401,583	$227,497,571
Fixed Income		$1,425,910,734	$755,790,782	$604,462,111	$578,220,514	$480,212,462	$416,141,290	$326,153,019
Alt. Fixed Income		$211,138,050	$271,749,668	$315,043,544	$326,129,913	$357,196,933	$327,283,036	$335,626,687
Private Markets		$12,783,070	$91,749,379	$129,494,290	$136,500,353	$177,980,805	$220,374,386	$222,565,585
Equities		$60,877,850	$475,594,633	$458,372,614	$510,656,150	$526,070,590	$512,915,465	$520,668,334
Real Assets		$29,512,131	$68,083,054	$125,651,861	$148,217,472	$164,030,580	$209,660,449	$226,205,501
Strategic All Asset				$29,753,631	$29,894,304	$44,891,819	$51,762,876	$84,322,055
TOTAL	$2,000,192,549	$2,005,658,506	$1,853,608,258	$1,853,474,118	$1,892,070,627	$1,944,782,495	$1,897,539,084	$1,943,038,753

Asset Allocation by Strategy
(as of 3/31/17)



Liquidity
(as of 12/31/16)



SWIFT Distributions

- 10/2015 – $108MM
- 10/2016 – $75MM

Performance Table

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2013												0.0%	**0.0%**
2014	0.0%	0.1%	0.2%	0.1%	0.4%	0.3%	-0.1%	0.3%	-0.5%	0.0%	0.1%	-0.6%	**0.3%**
2015	0.3%	0.9%	-0.1%	0.4%	0.2%	-0.7%	-0.1%	-1.3%	-1.3%	1.0%	-0.4%	-1.1%	**-2.2%**
2016	-1.3%	-0.4%	1.8%	1.2%	0.8%	0.1%	1.5%	0.8%	0.5%	0.0%	0.4%	1.1%	**6.6%**
2017	0.8%	1.0%	0.6%										**2.5%**