# Republic of Palau
# COFA Trust Fund

Comparative Performance Analysis Report

**Presented by: Asia Pacific Group of Raymond James**

2nd Quarter 2016

RAYMOND JAMES®

**THE REPORT IS BASED ON TRANSACTION RECORDS AND PORTFOLIO VALUATIONS SUPPLIED BY THE CLIENT. THE REPORT IS COMPLETE AND ACCURATE TO THE BEST OF OUR KNOWLEDGE.**

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# Republic of Palau - COFA Trust Fund

Report Period Ending June 30, 2016

Fiscal Year Ends: September

| | Market Value | Current Allocation | QTD 03/31/2016 06/30/2016 | Last 6 Months | YTD | Latest Year | Latest 3 Years | Latest 5 Years | Latest 7 Years | Inception to Date | Inception Date |
|---|---|---|---|---|---|---|---|---|---|---|---|
| **Total Relationship** | **$191,205,843** | **100.00%** | **2.09%** | **2.90%** | **2.90%** | **-1.22%** | **5.13%** | **6.59%** | **9.48%** | **7.26%** | **09/30/2008** |
| **Policy Index** | | | **2.64%** | **3.83%** | **3.83%** | **-1.65%** | **5.29%** | **6.86%** | **9.93%** | **7.28%** | |
| **6% Total Return Index** | | | **1.49%** | **2.99%** | **2.99%** | **6.00%** | **6.00%** | **6.00%** | **6.00%** | **6.00%** | |
| **Large Cap Value** | | | | | | | | | | | |
| Aristotle Capital Management | $21,791,000 | 11.40% | 5.20% | 6.07% | 6.07% | 4.22% | N/A | N/A | N/A | 7.41% | 05/31/2014 |
| Russell 1000 Value | | | 4.58% | 6.30% | 6.30% | 2.86% | 9.87% | 11.35% | 14.50% | 4.64% | |
| **Large Cap Core** | | | | | | | | | | | |
| Vanguard S&P 500 ETF | $8,715,185 | 4.56% | 2.45% | N/A | N/A | N/A | N/A | N/A | N/A | 9.37% | 01/31/2016 |
| S&P 500 | | | 2.46% | 3.84% | 3.84% | 3.99% | 11.66% | 12.10% | 14.92% | 9.26% | |
| **Large Cap Growth** | | | | | | | | | | | |
| Wells Capital Management | $16,192,711 | 8.47% | -0.52% | -4.14% | -4.14% | -2.73% | 10.81% | 9.96% | 13.70% | 10.82% | 09/30/2008 |
| Russell 1000 Growth | | | 0.61% | 1.36% | 1.36% | 3.02% | 13.07% | 12.35% | 15.52% | 11.74% | |
| Vanguard R1000 Growth ETF | $4,468,618 | 2.34% | 0.34% | 0.70% | 0.70% | 0.79% | N/A | N/A | N/A | 0.79% | 06/30/2015 |
| Russell 1000 Growth | | | 0.61% | 1.36% | 1.36% | 3.02% | 13.07% | 12.35% | 15.52% | 3.02% | |
| **Small Cap Core** | | | | | | | | | | | |
| Gamco | $29,191,131 | 15.27% | 2.55% | 5.25% | 5.25% | -0.65% | 8.59% | 12.06% | 17.20% | 11.50% | 09/30/2008 |
| Russell 2000 | | | 3.79% | 2.22% | 2.22% | -6.73% | 7.09% | 8.35% | 13.94% | 8.57% | |
| **International Equity** | | | | | | | | | | | |
| Lazard International | $16,972,458 | 8.88% | 0.23% | -1.89% | -1.89% | -4.83% | N/A | N/A | N/A | -2.09% | 05/31/2014 |
| MSCI EAFE | | | -1.46% | -4.42% | -4.42% | -10.16% | 2.06% | 1.68% | 5.97% | -6.54% | |
| Renaissance | $15,939,164 | 8.34% | -2.87% | -3.68% | -3.68% | -9.84% | N/A | N/A | N/A | -4.91% | 05/31/2014 |
| MSCI EAFE | | | -1.46% | -4.42% | -4.42% | -10.16% | 2.06% | 1.68% | 5.97% | -6.54% | |
| **Emerging Markets** | | | | | | | | | | | |
| Brandes Emerging Markets | $11,087,521 | 5.80% | 3.03% | 17.53% | 17.53% | -6.22% | N/A | N/A | N/A | -9.52% | 05/31/2014 |
| MSCI Emerging Markets | | | 0.66% | 6.41% | 6.41% | -12.06% | -1.56% | -3.78% | 3.79% | -7.17% | |
| **Fixed Income** | | | | | | | | | | | |
| Bank of Hawaii | $17,278,684 | 9.04% | 1.58% | 4.38% | 4.38% | 5.37% | 3.78% | 3.80% | 4.54% | 4.93% | 09/30/2008 |
| Barclays Aggregate Bond | | | 2.21% | 5.31% | 5.31% | 6.00% | 4.06% | 3.76% | 4.58% | 4.99% | |
| Garcia Hamilton | $14,724,765 | 7.70% | 1.30% | 4.18% | 4.18% | 5.13% | N/A | N/A | N/A | 3.48% | 05/31/2014 |
| Barclays Inter Gov/Credit | | | 1.58% | 4.07% | 4.07% | 4.33% | 2.95% | 2.90% | 3.78% | 2.84% | |
| Chartwell Investment Partners | $6,151,867 | 3.22% | 2.88% | 5.96% | 5.96% | 1.67% | N/A | N/A | N/A | 2.44% | 05/31/2014 |
| ML High Yield Cash Pay BB-B | | | 4.62% | 7.92% | 7.92% | 2.06% | N/A | N/A | N/A | 1.68% | |

# Republic of Palau - COFA Trust Fund

Report Period Ending June 30, 2016

Fiscal Year Ends: September

| | Market Value | Current Allocation | QTD 03/31/2016 06/30/2016 | Last 6 Months | YTD | Latest Year | Latest 3 Years | Latest 5 Years | Latest 7 Years | Inception to Date | Inception Date |
|---|---|---|---|---|---|---|---|---|---|---|---|
| Templeton Global Bond | $5,633,950 | 2.95% | -0.37% | -0.28% | -0.28% | -4.26% | N/A | N/A | N/A | -2.93% | 05/31/2014 |
| Citigroup World Govt Bond | | | 3.41% | 10.74% | 10.74% | 11.26% | 2.65% | 1.18% | 2.73% | 0.97% | |
| **Master Limited Partnership** | | | | | | | | | | | |
| Miller Howard | $7,914,730 | 4.14% | 16.81% | 4.25% | 4.25% | -23.49% | N/A | N/A | N/A | -16.44% | 05/31/2014 |
| Alerian MLP Index Trust TR | | | 19.70% | 14.71% | 14.71% | -13.11% | -5.38% | 3.24% | N/A | -13.58% | |
| **Real Estate** | | | | | | | | | | | |
| Adelante | $7,510,087 | 3.93% | 4.06% | 8.39% | 8.39% | 20.23% | N/A | N/A | N/A | 11.77% | 05/31/2014 |
| NAREIT | | | 7.41% | 13.68% | 13.68% | 23.62% | 13.31% | 12.52% | 20.65% | 13.48% | |
| AIP Phoenix Global Real Estate | $4,019,856 | 2.10% | 0.00% | -0.67% | -0.67% | 4.97% | N/A | N/A | N/A | 4.34% | 07/31/2014 |
| Dow Jones Global RE | | | 2.59% | 10.85% | 10.85% | 7.65% | 7.02% | N/A | N/A | 1.85% | |
| **Private Equity** | | | | | | | | | | | |
| AIP Private Market Fund VI | $3,607,782 | 1.89% | 0.00% | -1.63% | -1.63% | -5.72% | N/A | N/A | N/A | -4.20% | 06/30/2014 |
| MSCI World | | | 1.01% | 0.66% | 0.66% | -2.78% | 6.95% | 6.63% | 10.27% | -0.70% | |
| **Cash & Equivalents** | | | | | | | | | | | |
| Cash Account | $6,334 | 0.00% | 0.71% | 0.72% | 0.72% | N/A | N/A | N/A | N/A | 0.72% | 12/29/2015 |
| Citi 3 Month T-Bill | | | 0.06% | 0.12% | 0.12% | 0.14% | 0.07% | 0.06% | 0.08% | 0.12% | |

****All returns are gross of management fees

The Policy Index is comprised of: 8% Russell 1000 Growth,8% Russell 1000 Value, 8% S&P 500, 14% Russell 2000,18% MCSI EAFE, 7% MSCI Emerging Markets, 8.5% Barclays Aggregate Bond, 13.5% Barclays Intermediate Govt/Credit, 3% Barclays High Yield Corp, 3% Citi WGBI, 3% Alerian MLP TR, 6% NAREIT

# Republic of Palau - COFA Trust Fund

Report Period Ending June 30, 2016

Fiscal Year Ends: September

| | Market Value | Current Allocation | QTD 03/31/2016 06/30/2016 | Last 6 Months | YTD | Latest Year | Latest 3 Years | Latest 5 Years | Latest 7 Years | Inception to Date | Inception Date |
|---|---|---|---|---|---|---|---|---|---|---|---|
| **Total Relationship** | **$191,205,843** | **100.00%** | **1.96%** | **2.66%** | **2.66%** | **-1.57%** | **5.00%** | **6.52%** | **9.42%** | **7.21%** | **09/30/2008** |
| **Policy Index** | | | **2.64%** | **3.83%** | **3.83%** | **-1.65%** | **5.29%** | **6.86%** | **9.93%** | **7.28%** | |
| **6% Total Return Index** | | | **1.49%** | **2.99%** | **2.99%** | **6.00%** | **6.00%** | **6.00%** | **6.00%** | **6.00%** | |
| **Large Cap Value** | | | | | | | | | | | |
| Aristotle Capital Management | $21,791,000 | 11.40% | 5.05% | 5.75% | 5.75% | 3.79% | N/A | N/A | N/A | 7.19% | 05/31/2014 |
| Russell 1000 Value | | | 4.58% | 6.30% | 6.30% | 2.86% | 9.87% | 11.35% | 14.50% | 4.64% | |
| **Large Cap Core** | | | | | | | | | | | |
| Vanguard S&P 500 ETF | $8,715,185 | 4.56% | 2.43% | N/A | N/A | N/A | N/A | N/A | N/A | 9.33% | 01/31/2016 |
| S&P 500 | | | 2.46% | 3.84% | 3.84% | 3.99% | 11.66% | 12.10% | 14.92% | 9.26% | |
| **Large Cap Growth** | | | | | | | | | | | |
| Wells Capital Management | $16,192,711 | 8.47% | -0.83% | -4.47% | -4.47% | -3.19% | 10.63% | 9.86% | 13.62% | 10.75% | 09/30/2008 |
| Russell 1000 Growth | | | 0.61% | 1.36% | 1.36% | 3.02% | 13.07% | 12.35% | 15.52% | 11.74% | |
| Vanguard R1000 Growth ETF | $4,468,618 | 2.34% | 0.32% | 0.65% | 0.65% | 0.74% | N/A | N/A | N/A | 0.74% | 06/30/2015 |
| Russell 1000 Growth | | | 0.61% | 1.36% | 1.36% | 3.02% | 13.07% | 12.35% | 15.52% | 3.02% | |
| **Small Cap Core** | | | | | | | | | | | |
| Gamco | $29,191,131 | 15.27% | 2.53% | 5.20% | 5.20% | -0.92% | 8.49% | 12.00% | 17.15% | 11.46% | 09/30/2008 |
| Russell 2000 | | | 3.79% | 2.22% | 2.22% | -6.73% | 7.09% | 8.35% | 13.94% | 8.57% | |
| **International Equity** | | | | | | | | | | | |
| Lazard International | $16,972,458 | 8.88% | 0.08% | -2.19% | -2.19% | -5.26% | N/A | N/A | N/A | -2.30% | 05/31/2014 |
| MSCI EAFE | | | -1.46% | -4.42% | -4.42% | -10.16% | 2.06% | 1.68% | 5.97% | -6.54% | |
| Renaissance | $15,939,164 | 8.34% | -3.04% | -4.03% | -4.03% | -10.29% | N/A | N/A | N/A | -5.15% | 05/31/2014 |
| MSCI EAFE | | | -1.46% | -4.42% | -4.42% | -10.16% | 2.06% | 1.68% | 5.97% | -6.54% | |
| **Emerging Markets** | | | | | | | | | | | |
| Brandes Emerging Markets | $11,087,521 | 5.80% | 2.82% | 17.05% | 17.05% | -6.78% | N/A | N/A | N/A | -9.77% | 05/31/2014 |
| MSCI Emerging Markets | | | 0.66% | 6.41% | 6.41% | -12.06% | -1.56% | -3.78% | 3.79% | -7.17% | |
| **Fixed Income** | | | | | | | | | | | |
| Bank of Hawaii | $17,278,684 | 9.04% | 1.50% | 4.21% | 4.21% | 5.13% | 3.70% | 3.75% | 4.51% | 4.90% | 09/30/2008 |
| Barclays Aggregate Bond | | | 2.21% | 5.31% | 5.31% | 6.00% | 4.06% | 3.76% | 4.58% | 4.99% | |
| Garcia Hamilton | $14,724,765 | 7.70% | 1.15% | 3.93% | 3.93% | 4.81% | N/A | N/A | N/A | 3.33% | 05/31/2014 |
| Barclays Inter Gov/Credit | | | 1.58% | 4.07% | 4.07% | 4.33% | 2.95% | 2.90% | 3.78% | 2.84% | |
| Chartwell Investment Partners | $6,151,867 | 3.22% | 2.73% | 5.64% | 5.64% | 1.24% | N/A | N/A | N/A | 2.23% | 05/31/2014 |
| ML High Yield Cash Pay BB-B | | | 4.62% | 7.92% | 7.92% | 2.06% | N/A | N/A | N/A | 1.68% | |

# Republic of Palau - COFA Trust Fund

Report Period Ending June 30, 2016

Fiscal Year Ends: September

| | Market Value | Current Allocation | QTD 03/31/2016 06/30/2016 | Last 6 Months | YTD | Latest Year | Latest 3 Years | Latest 5 Years | Latest 7 Years | Inception to Date | Inception Date |
|---|---|---|---|---|---|---|---|---|---|---|---|
| Templeton Global Bond | $5,633,950 | 2.95% | -0.39% | -0.33% | -0.33% | -4.31% | N/A | N/A | N/A | -2.95% | 05/31/2014 |
| Citigroup World Govt Bond | | | 3.41% | 10.74% | 10.74% | 11.26% | 2.65% | 1.18% | 2.73% | 0.97% | |
| **Master Limited Partnership** | | | | | | | | | | | |
| Miller Howard | $7,914,730 | 4.14% | 16.65% | 3.93% | 3.93% | -23.82% | N/A | N/A | N/A | -16.61% | 05/31/2014 |
| Alerian MLP Index Trust TR | | | 19.70% | 14.71% | 14.71% | -13.11% | -5.38% | 3.24% | N/A | -13.58% | |
| **Real Estate** | | | | | | | | | | | |
| Adelante | $7,510,087 | 3.93% | 3.92% | 8.23% | 8.23% | 19.91% | N/A | N/A | N/A | 11.63% | 05/31/2014 |
| NAREIT | | | 7.41% | 13.68% | 13.68% | 23.62% | 13.31% | 12.52% | 20.65% | 13.48% | |
| AIP Phoenix Global Real Estate | $4,019,856 | 2.10% | -0.02% | -0.73% | -0.73% | 4.92% | N/A | N/A | N/A | 4.31% | 07/31/2014 |
| Dow Jones Global RE | | | 2.59% | 10.85% | 10.85% | 7.65% | 7.02% | N/A | N/A | 1.85% | |
| **Private Equity** | | | | | | | | | | | |
| AIP Private Market Fund VI | $3,607,782 | 1.89% | -0.02% | -1.67% | -1.67% | -5.76% | N/A | N/A | N/A | -4.22% | 06/30/2014 |
| MSCI World | | | 1.01% | 0.66% | 0.66% | -2.78% | 6.95% | 6.63% | 10.27% | -0.70% | |
| **Cash & Equivalents** | | | | | | | | | | | |
| Cash Account | $6,334 | 0.00% | 0.71% | 0.72% | 0.72% | N/A | N/A | N/A | N/A | 0.72% | 12/29/2015 |
| Citi 3 Month T-Bill | | | 0.06% | 0.12% | 0.12% | 0.14% | 0.07% | 0.06% | 0.08% | 0.12% | |

****All returns are net of management fees

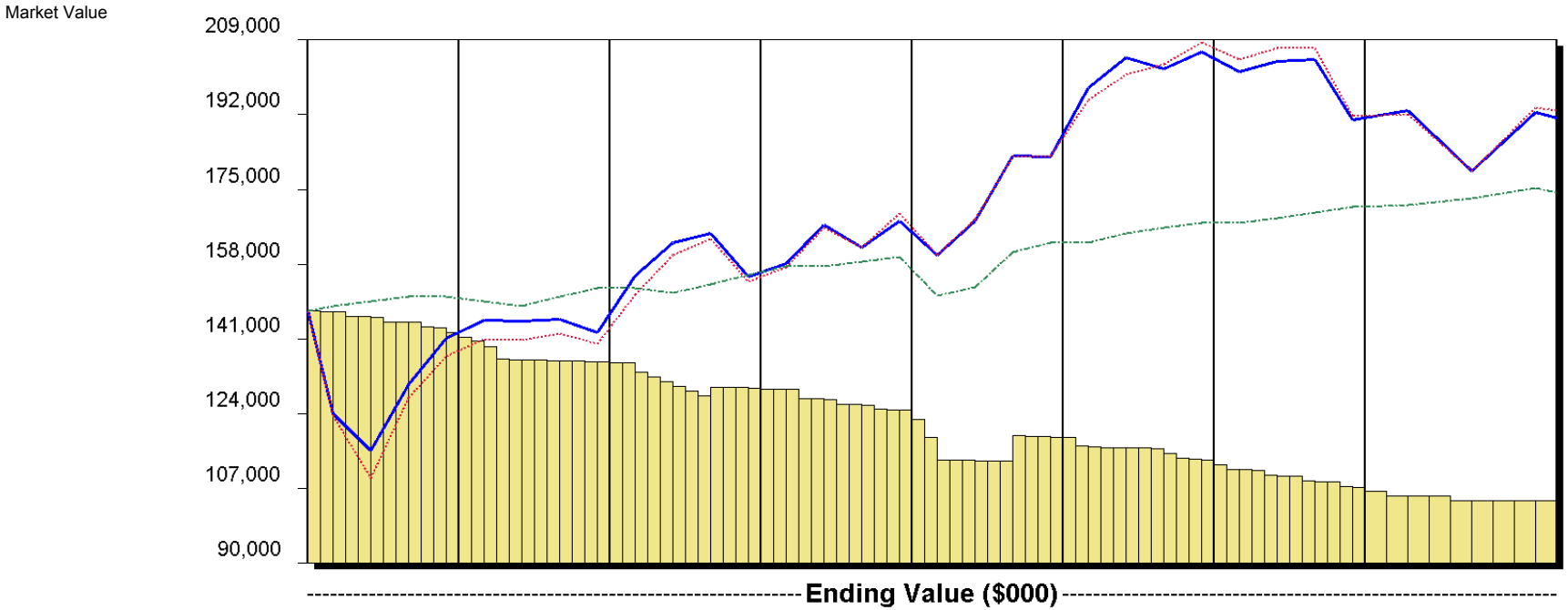
The Policy Index is comprised of: 8% Russell 1000 Growth,8% Russell 1000 Value, 8% S&P 500, 14% Russell 2000,18% MCSI EAFE, 7% MSCI Emerging Markets, 8.5% Barclays Aggregate Bond, 13.5% Barclays Intermediate Govt/Credit, 3% Barclays High Yield Corp, 3% Citi WGBI, 3% Alerian MLP TR, 6% NAREIT

Prior to 1/13/2016 the Adelante account was managed by CBRE Clarion. Net of fees returns are only inclusive of fees after the conversion date of 9/30/2015

# Republic of Palau - COFA Trust Fund
# Total Relationship

Report Period: 09-30-08 to 06-30-16
Fiscal Year Ends: September

## Market Value vs. Invested Capital




| | 09/30/08 | 09/30/09 | 09/30/10 | 09/30/11 | 09/30/12 | 09/30/13 | 09/30/14 | 09/30/15 | 06/30/16 |
|---|---|---|---|---|---|---|---|---|---|
| Republic of Pala | 147,283 | 144,252 | 151,334 | 147,656 | 168,949 | 189,880 | 199,373 | 183,926 | 191,206 |
| Invested Capital | 147,283 | 141,457 | 135,639 | 129,636 | 122,656 | 118,601 | 112,452 | 106,259 | 102,151 |
| Investment Gain/Loss | 00 | 2,796 | 15,695 | 18,019 | 46,292 | 71,279 | 86,920 | 77,667 | 89,055 |
| Net Contrib. Since Incep. | 00 | -5,826 | -11,643 | -17,646 | -24,626 | -28,682 | -34,830 | -41,024 | -45,132 |
| Policy Index | 147,283 | 140,180 | 148,764 | 146,359 | 170,490 | 188,205 | 200,432 | 184,066 | 193,004 |
| 6% Total Return | 147,283 | 150,205 | 153,170 | 156,145 | 158,411 | 163,560 | 167,084 | 170,782 | 174,265 |

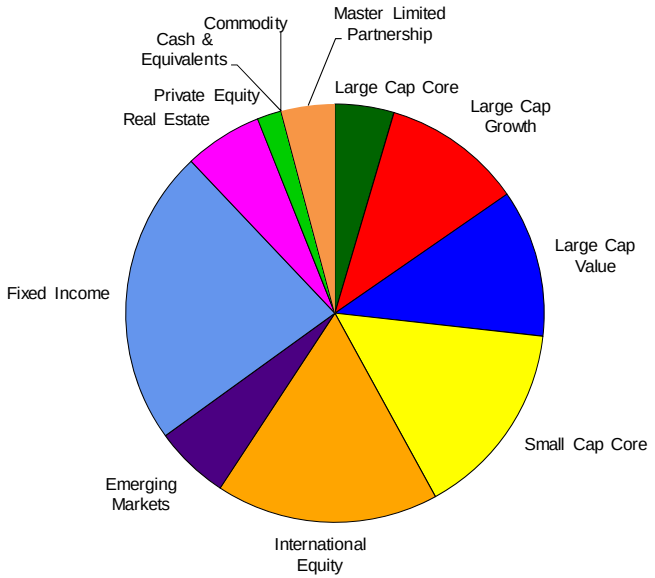
Returns are calculated gross of management fees using trade date positions and including accrued income. Returns for greater than one year are annualized.
The independent variable is the Policy Index
The independent variable is the 6% Total Return Index

# Republic of Palau - COFA Trust Fund
# Total Composite

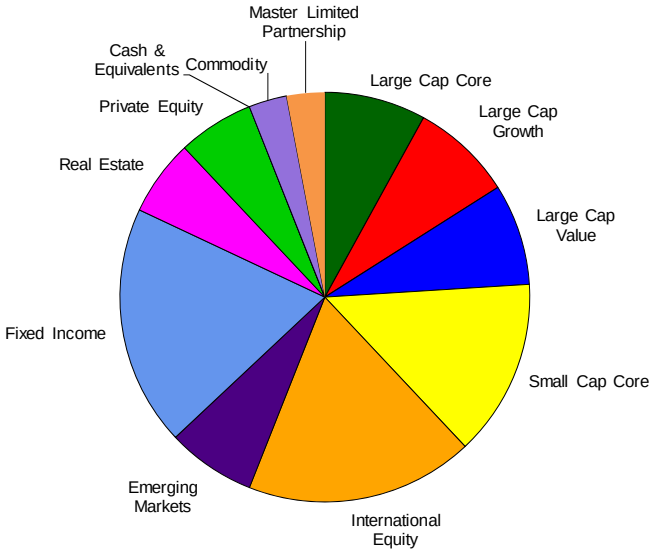
Report Period: 06-30-16
Fiscal Year Ends: September

## Current Allocation versus Target Allocation

### Current Allocation




### Target Allocation




| | Market Value | Current Allocation% | Target Allocation% | % Difference |
|---|---|---|---|---|
| Large Cap Core | $8,715,185 | 4.56 | 8.00 | -3.44 |
| Large Cap Growth | 20,661,329 | 10.81 | 8.00 | 2.81 |
| Large Cap Value | 21,791,000 | 11.40 | 8.00 | 3.40 |
| Small Cap Core | 29,191,131 | 15.27 | 14.00 | 1.27 |
| International Equity | 32,911,622 | 17.21 | 18.00 | -0.79 |
| Emerging Markets | 11,087,521 | 5.80 | 7.00 | -1.20 |
| Fixed Income | 43,789,267 | 22.90 | 19.00 | 3.90 |
| Real Estate | 11,529,943 | 6.03 | 6.00 | 0.03 |
| Private Equity | 3,607,782 | 1.89 | 6.00 | -4.11 |
| Cash & Equivalents | 6,334 | 0.00 | 0.00 | 0.00 |
| Commodity | 0 | 0.00 | 3.00 | -3.00 |
| Master Limited Partnership | 7,914,730 | 4.14 | 3.00 | 1.14 |
| **TOTAL** | **$191,205,843** | **100.00** | **100.00** | |

# Republic of Palau - COFA Trust Fund
# Total Relationship

Report Period: 09-30-08 to 06-30-16
Fiscal Year Ends: September

## Account Activity Summary

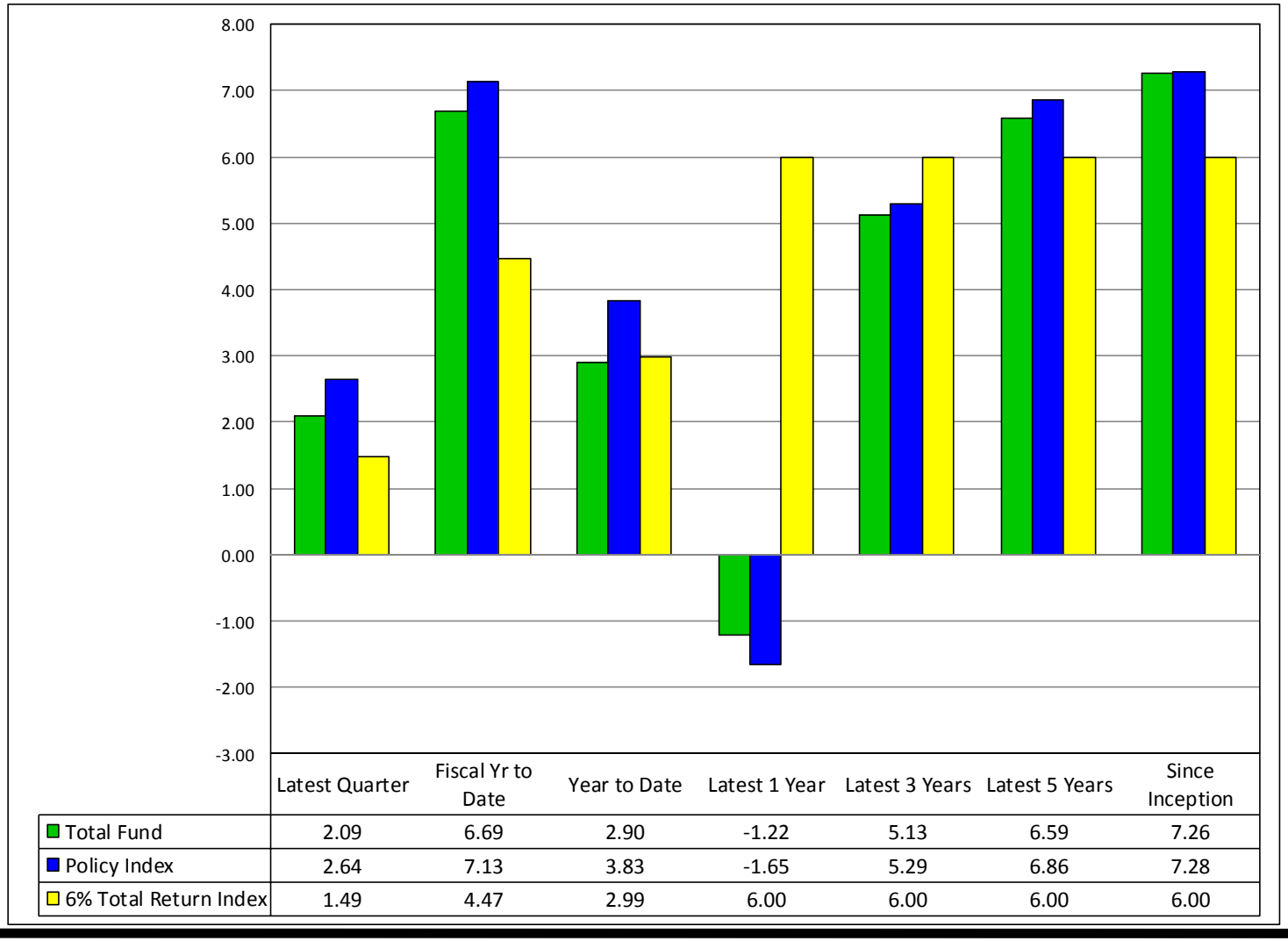
| | Latest Quarter | Fiscal Yr to Date | Latest 1 Year | Latest 3 Years | Latest 5 Years | Latest 10 Years | From 09-30-08 |
|---|---|---|---|---|---|---|---|
| Beginning Mkt Value | 189,610,845 | 183,802,126 | 201,140,078 | 180,071,757 | 163,125,962 | N/A | 147,282,535 |
| Contributions | 3,782,948 | 14,468,365 | 14,468,365 | 14,526,157 | 20,345,782 | N/A | 22,176,508 |
| Withdrawals | 5,899,390 | 18,578,317 | 20,879,568 | 31,235,209 | 48,087,412 | N/A | 67,310,152 |
| Management Fees | 239,057 | 656,929 | 656,929 | 656,929 | 656,929 | N/A | 656,929 |
| Net Flows | -2,355,499 | -4,766,880 | -7,068,131 | -17,365,980 | -28,398,558 | N/A | -45,790,572 |
| Interest/Dividend Income | 1,430,301 | 3,644,037 | 4,752,827 | 12,148,604 | 19,151,843 | N/A | 29,360,243 |
| Gains/Losses | 2,520,195 | 8,526,560 | -7,618,931 | 16,351,462 | 37,326,596 | N/A | 60,353,637 |
| Total Earnings | 3,950,497 | 12,170,597 | -2,866,104 | 28,500,066 | 56,478,439 | N/A | 89,713,880 |
| **As of 06-30-16** | | | | | | | |
| Ending Mkt Value | 191,205,843 | 191,205,843 | 191,205,843 | 191,205,843 | 191,205,843 | N/A | 191,205,843 |
| Time-Weighted Return | 2.09 | 6.69 | -1.22 | 5.13 | 6.59 | N/A | 7.26 |
| Policy Index | 2.64 | 7.13 | -1.65 | 5.29 | 6.86 | N/A | 7.28 |
| 6% Total Return Index | 1.49 | 4.47 | 6.00 | 6.00 | 6.00 | N/A | 6.00 |

Returns are calculated gross of management fees using trade date positions and including accrued income.
Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
# Total Relationship

Report Period: 09-30-08 to 06-30-16
Fiscal Year Ends: September

## Comparative Returns for Fiscal Periods: Total Fund : Gross of Fees



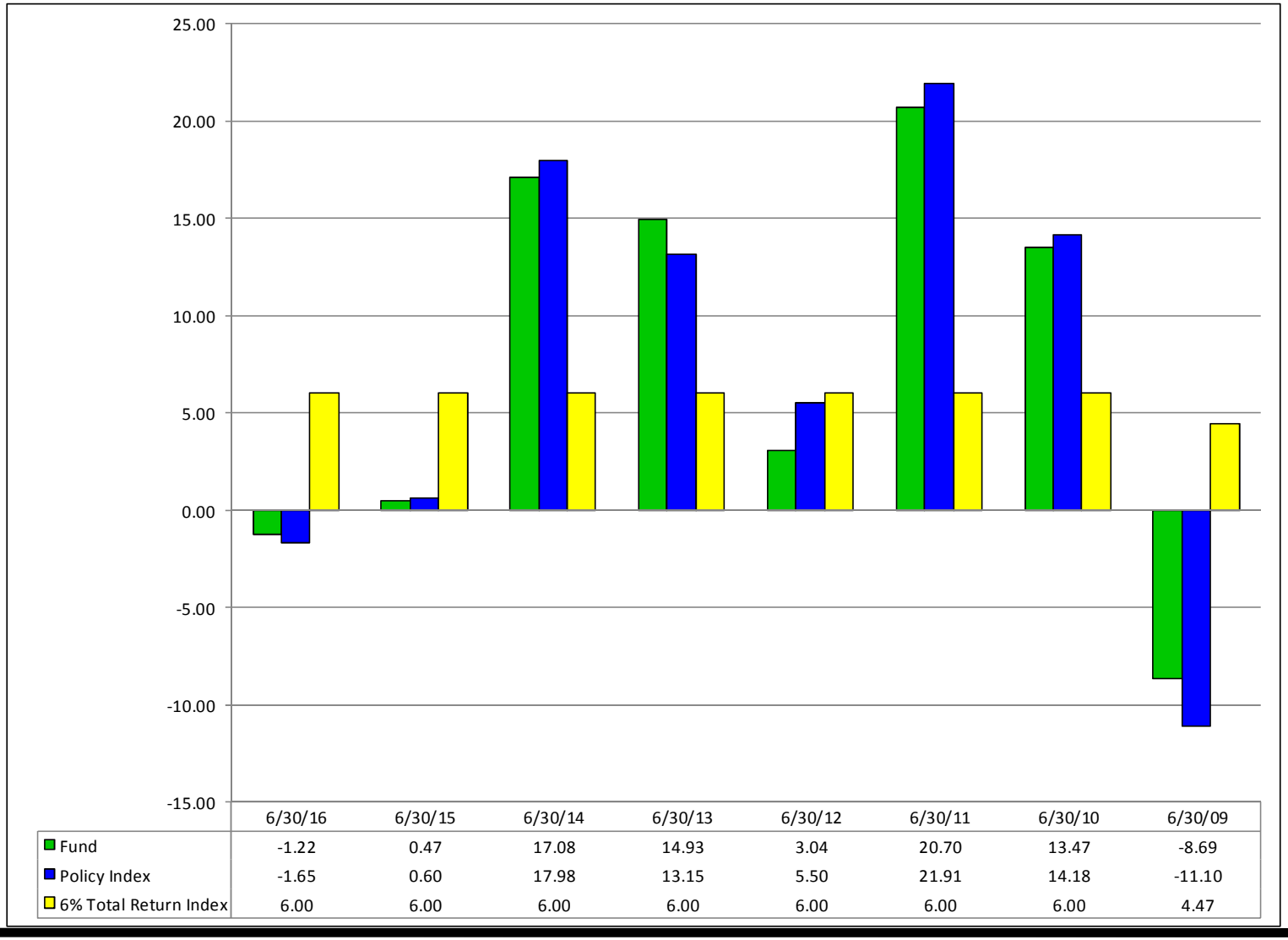

| | Latest Quarter | Fiscal Yr to Date | Year to Date | Latest 1 Year | Latest 3 Years | Latest 5 Years | Since Inception |
|---|---|---|---|---|---|---|---|
| Total Fund | 2.09 | 6.69 | 2.90 | -1.22 | 5.13 | 6.59 | 7.26 |
| Policy Index | 2.64 | 7.13 | 3.83 | -1.65 | 5.29 | 6.86 | 7.28 |
| 6% Total Return Index | 1.49 | 4.47 | 2.99 | 6.00 | 6.00 | 6.00 | 6.00 |

Returns are calculated using trade date positions and including accrued income. Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
# Total Relationship

Report Period: 06-30-16
Fiscal Year Ends: September

## Comparative Returns for Last 10 Years : Gross of Fees



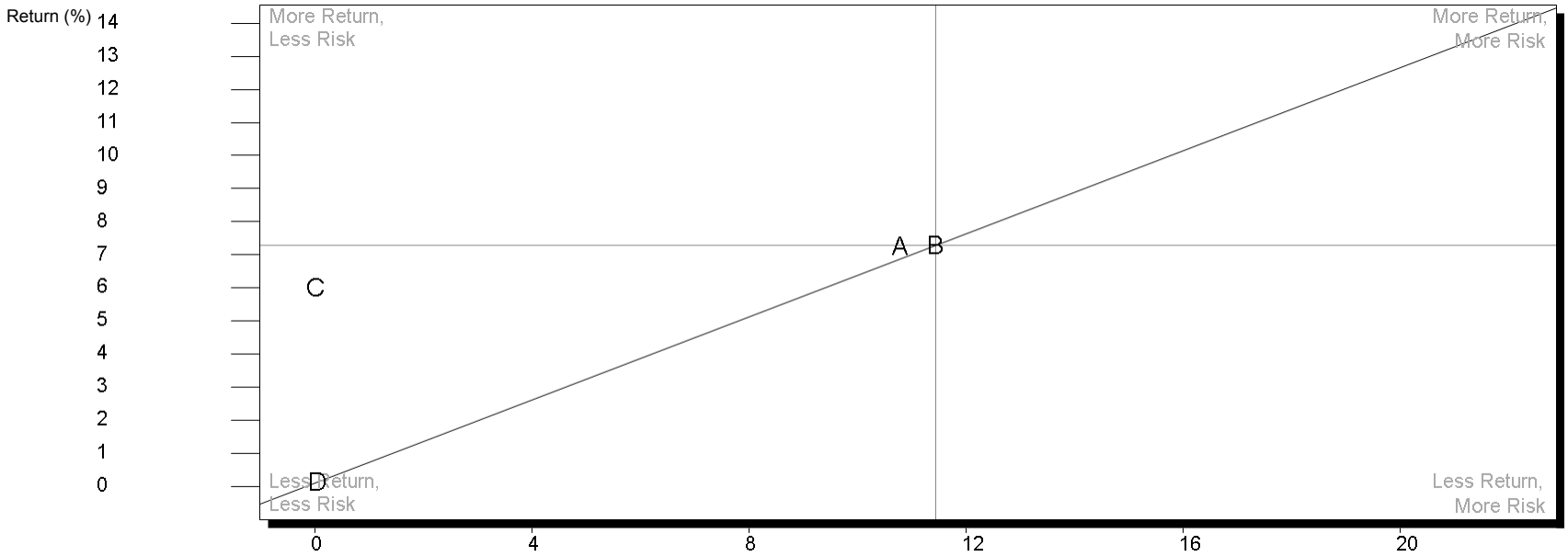

| | 6/30/16 | 6/30/15 | 6/30/14 | 6/30/13 | 6/30/12 | 6/30/11 | 6/30/10 | 6/30/09 |
|---|---|---|---|---|---|---|---|---|
| Fund | -1.22 | 0.47 | 17.08 | 14.93 | 3.04 | 20.70 | 13.47 | -8.69 |
| Policy Index | -1.65 | 0.60 | 17.98 | 13.15 | 5.50 | 21.91 | 14.18 | -11.10 |
| 6% Total Return Index | 6.00 | 6.00 | 6.00 | 6.00 | 6.00 | 6.00 | 6.00 | 4.47 |

Returns are calculated using trade date positions and including accrued income. Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
# Total Relationship

Report Period: 09-30-08 to 06-30-16
Fiscal Year Ends: September

## Risk/Return Analysis




| | Description | Annual Return | Standard Deviation | Alpha | Beta | R-Squared | Sharpe Ratio | Available Data Beg Date | Available Data End Date |
|---|---|---|---|---|---|---|---|---|---|
| A | Total Relationship | 7.26 | 10.80 | 0.45 | 0.93 | 0.98 | 0.66 | 09/30/08 | 06/30/16 |
| B | Policy Index | 7.28 | 11.44 | 0.00 | 1.00 | 1.00 | 0.63 | 09/30/08 | 06/30/16 |
| C | 6% Total Return Index | 6.00 | 0.03 | 5.72 | 0.00 | 0.15 | 203.51 | 09/30/08 | 06/30/16 |
| D | Citi 3 Month T-Bill | 0.12 | 0.05 | 0.00 | 0.00 | 0.00 | 0.00 | 09/30/08 | 06/30/16 |

Returns are calculated gross of management fees using trade date positions and including accrued income. Returns for greater than one year are annualized.
The independent variable is the Policy Index

# Republic of Palau - COFA Trust Fund
# Aristotle Capital Management

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

## Account Activity Summary

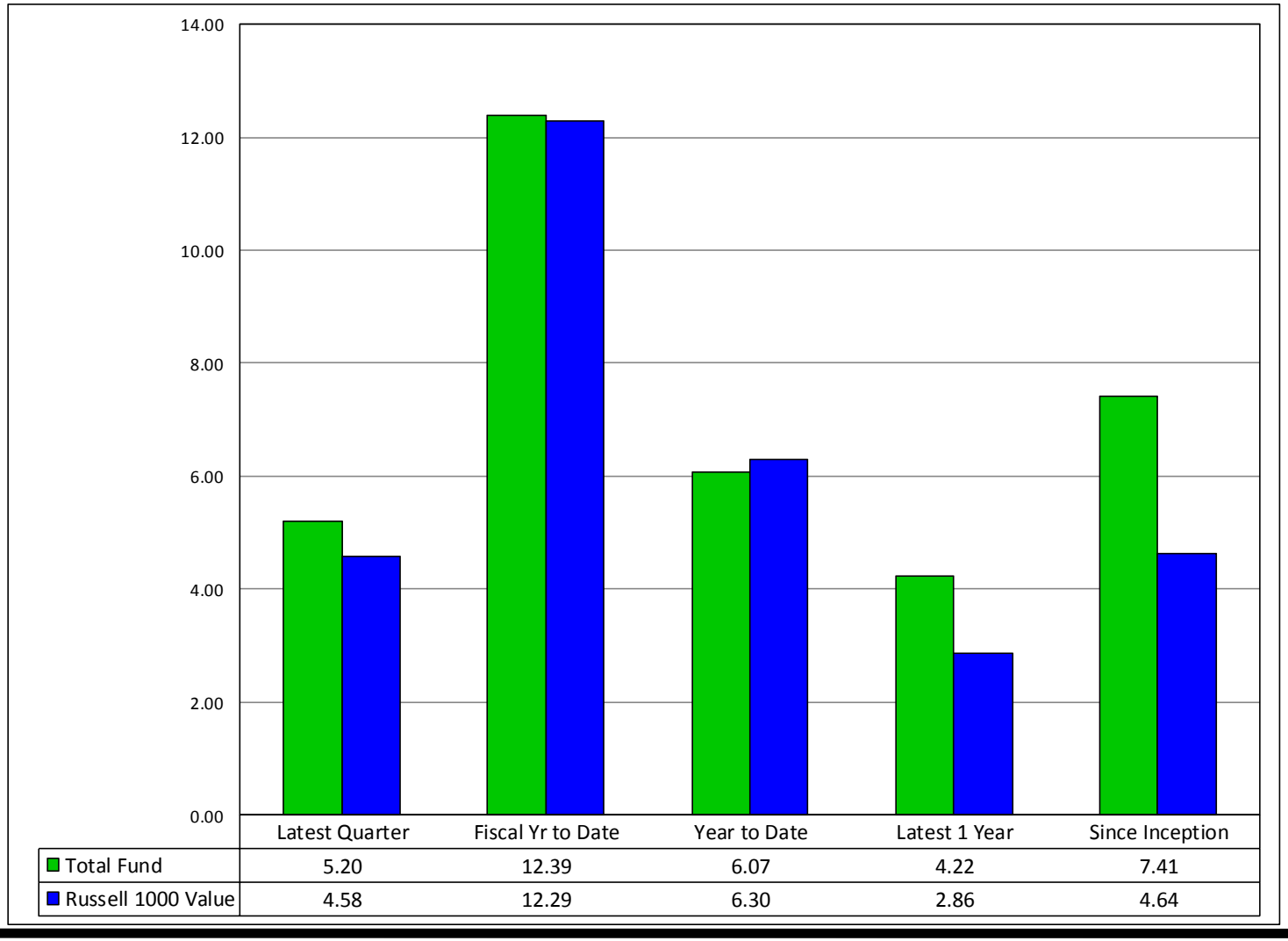
| | Latest Quarter | Fiscal Yr to Date | Latest 1 Year | Latest 3 Years | Latest 5 Years | Latest 10 Years | From 05-31-14 |
|---|---|---|---|---|---|---|---|
| Beginning Mkt Value | 21,703,164 | 20,372,948 | 22,445,762 | N/A | N/A | N/A | 16,238,590 |
| Contributions | 0 | 0 | 0 | N/A | N/A | N/A | 4,529,821 |
| Withdrawals | 1,006,587 | 1,008,922 | 1,441,801 | N/A | N/A | N/A | 1,550,018 |
| Management Fees | 32,006 | 89,983 | 89,983 | N/A | N/A | N/A | 89,983 |
| Net Flows | -1,038,593 | -1,098,905 | -1,531,784 | N/A | N/A | N/A | 2,889,820 |
| Interest/Dividend Income | 129,739 | 350,195 | 446,169 | N/A | N/A | N/A | 744,091 |
| Gains/Losses | 996,689 | 2,166,762 | 430,853 | N/A | N/A | N/A | 1,918,499 |
| Total Earnings | 1,126,428 | 2,516,957 | 877,022 | N/A | N/A | N/A | 2,662,590 |
| **As of 06-30-16** | | | | | | | |
| Ending Mkt Value | 21,791,000 | 21,791,000 | 21,791,000 | N/A | N/A | N/A | 21,791,000 |
| Time-Weighted Return | 5.20 | 12.39 | 4.22 | N/A | N/A | N/A | 7.41 |
| Russell 1000 Value | 4.58 | 12.29 | 2.86 | N/A | N/A | N/A | 4.64 |

Returns are calculated gross of management fees using trade date positions and including accrued income.
Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
# Aristotle Capital Management

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

## Comparative Returns for Fiscal Periods: Total Fund : Gross of Fees




| | Latest Quarter | Fiscal Yr to Date | Year to Date | Latest 1 Year | Since Inception |
|---|---|---|---|---|---|
| Total Fund | 5.20 | 12.39 | 6.07 | 4.22 | 7.41 |
| Russell 1000 Value | 4.58 | 12.29 | 6.30 | 2.86 | 4.64 |

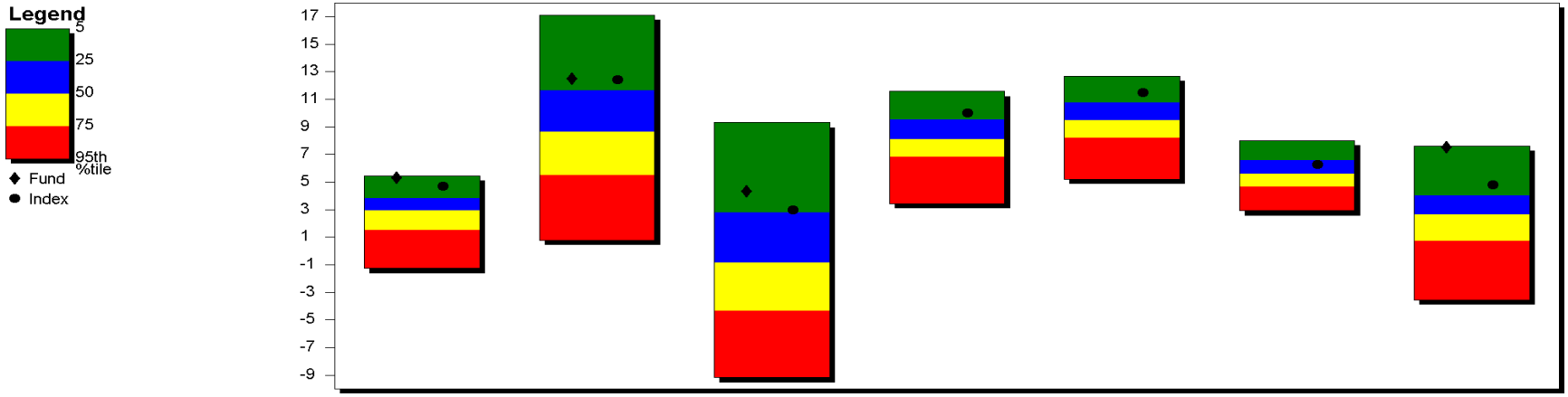
Returns are calculated using trade date positions and including accrued income. Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
# Aristotle Capital Management

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

## Universe Comparison for Fiscal Periods

Universe Composition: 100% Equity



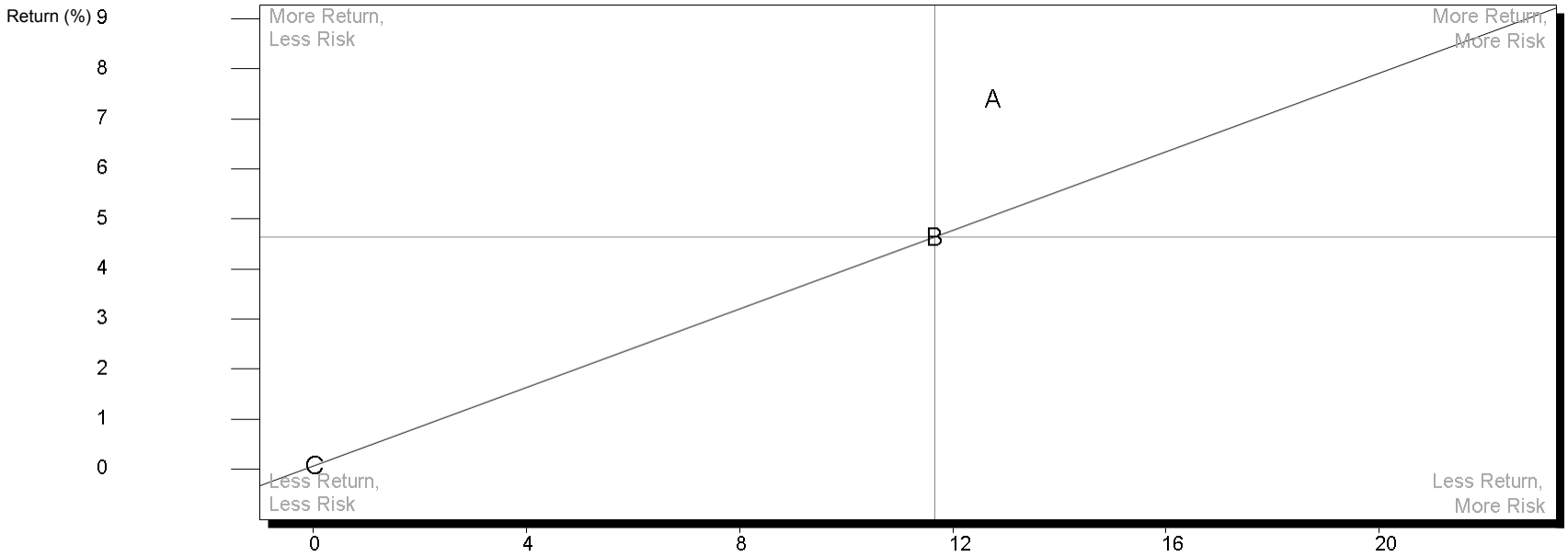

| | Latest Quarter | | Fiscal Yr to Date | | Latest Year | | Latest 3 Years | | Latest 5 Years | | Latest 10 Years | | From 5/31/14 | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl |
| Aristotle Capital Management | 5.20 | 7 | 12.39 | 21 | 4.22 | 18 | N/A | N/A | N/A | N/A | N/A | N/A | 7.41 | 6 |
| Russell 1000 Value | 4.58 | 11 | 12.29 | 21 | 2.86 | 25 | 9.87 | 20 | 11.35 | 15 | 6.13 | 38 | 4.64 | 21 |

Returns are calculated gross of management fees using trade date positions and including accrued income. Returns for greater than one year are annualized.
Universe calculations are based on manager returns provided by Morningstar.
The universe components are Large Value.
From 5/31/2014 to 6/30/2016 the number of equity funds ranged from 774 to 852.

# Republic of Palau - COFA Trust Fund
# Aristotle Capital Management

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

## Risk/Return Analysis




| | Description | Annual Return | Standard Deviation | Alpha | Beta | R-Squared | Sharpe Ratio | Available Data Beg Date | Available Data End Date |
|---|---|---|---|---|---|---|---|---|---|
| A | Aristotle Capital Management | 7.41 | 12.78 | 2.49 | 1.05 | 0.96 | 0.57 | 05/31/14 | 06/30/16 |
| B | Russell 1000 Value | 4.64 | 11.67 | 0.00 | 1.00 | 1.00 | 0.39 | 05/31/14 | 06/30/16 |
| C | Citi 3 Month T-Bill | 0.08 | 0.03 | 0.00 | 0.00 | 0.00 | 0.00 | 05/31/14 | 06/30/16 |

Returns are calculated gross of management fees using trade date positions and including accrued income. Returns for greater than one year are annualized.
The independent variable is the Russell 1000 Value

# Republic of Palau - COFA Trust Fund
# Vanguard S&P 500 ETF

Report Period: 01-31-16 to 06-30-16
Fiscal Year Ends: September

## Account Activity Summary

| | Latest Quarter | Fiscal Yr to Date | Latest 1 Year | Latest 3 Years | Latest 5 Years | Latest 10 Years | From 01-31-16 |
|---|---|---|---|---|---|---|---|
| Beginning Mkt Value | 8,508,765 | N/A | N/A | N/A | N/A | N/A | 7,711,651 |
| Contributions | 0 | N/A | N/A | N/A | N/A | N/A | 259,502 |
| Withdrawals | 0 | N/A | N/A | N/A | N/A | N/A | 0 |
| Management Fees | 1,883 | N/A | N/A | N/A | N/A | N/A | 3,096 |
| Net Flows | -1,883 | N/A | N/A | N/A | N/A | N/A | 256,405 |
| Interest/Dividend Income | 42,981 | N/A | N/A | N/A | N/A | N/A | 88,203 |
| Gains/Losses | 165,321 | N/A | N/A | N/A | N/A | N/A | 658,926 |
| Total Earnings | 208,302 | N/A | N/A | N/A | N/A | N/A | 747,129 |
| **As of 06-30-16** | | | | | | | |
| Ending Mkt Value | 8,715,185 | N/A | N/A | N/A | N/A | N/A | 8,715,185 |
| Time-Weighted Return | 2.45 | N/A | N/A | N/A | N/A | N/A | 9.37 |
| S&P 500 | 2.46 | N/A | N/A | N/A | N/A | N/A | 9.26 |

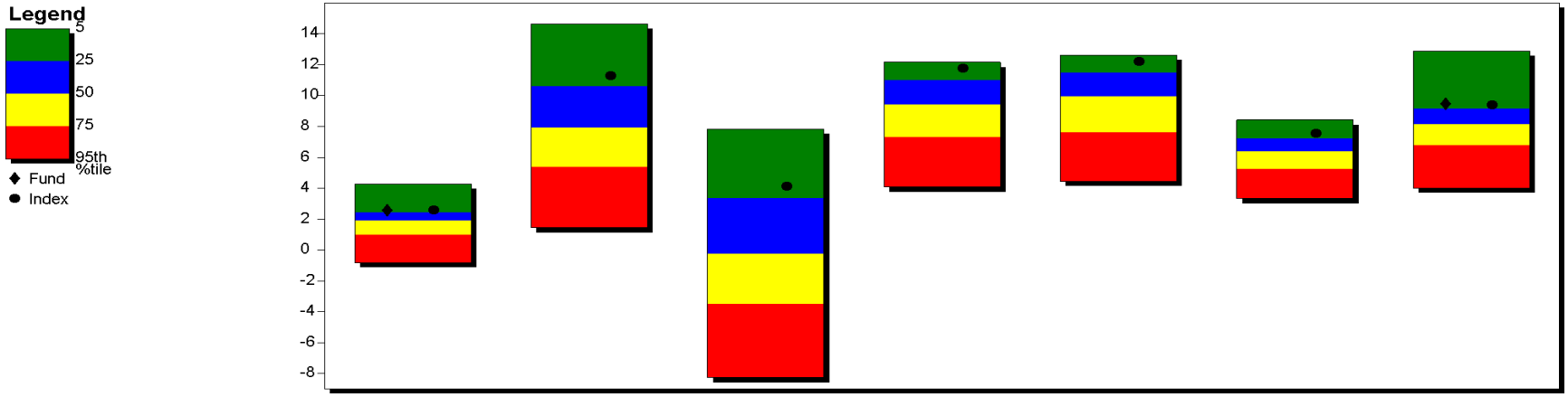
Returns are calculated gross of management fees using trade date positions and including accrued income.
Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
# Vanguard S&P 500 ETF

Report Period: 01-31-16 to 06-30-16
Fiscal Year Ends: September

## Universe Comparison for Fiscal Periods

Universe Composition: 100% Equity



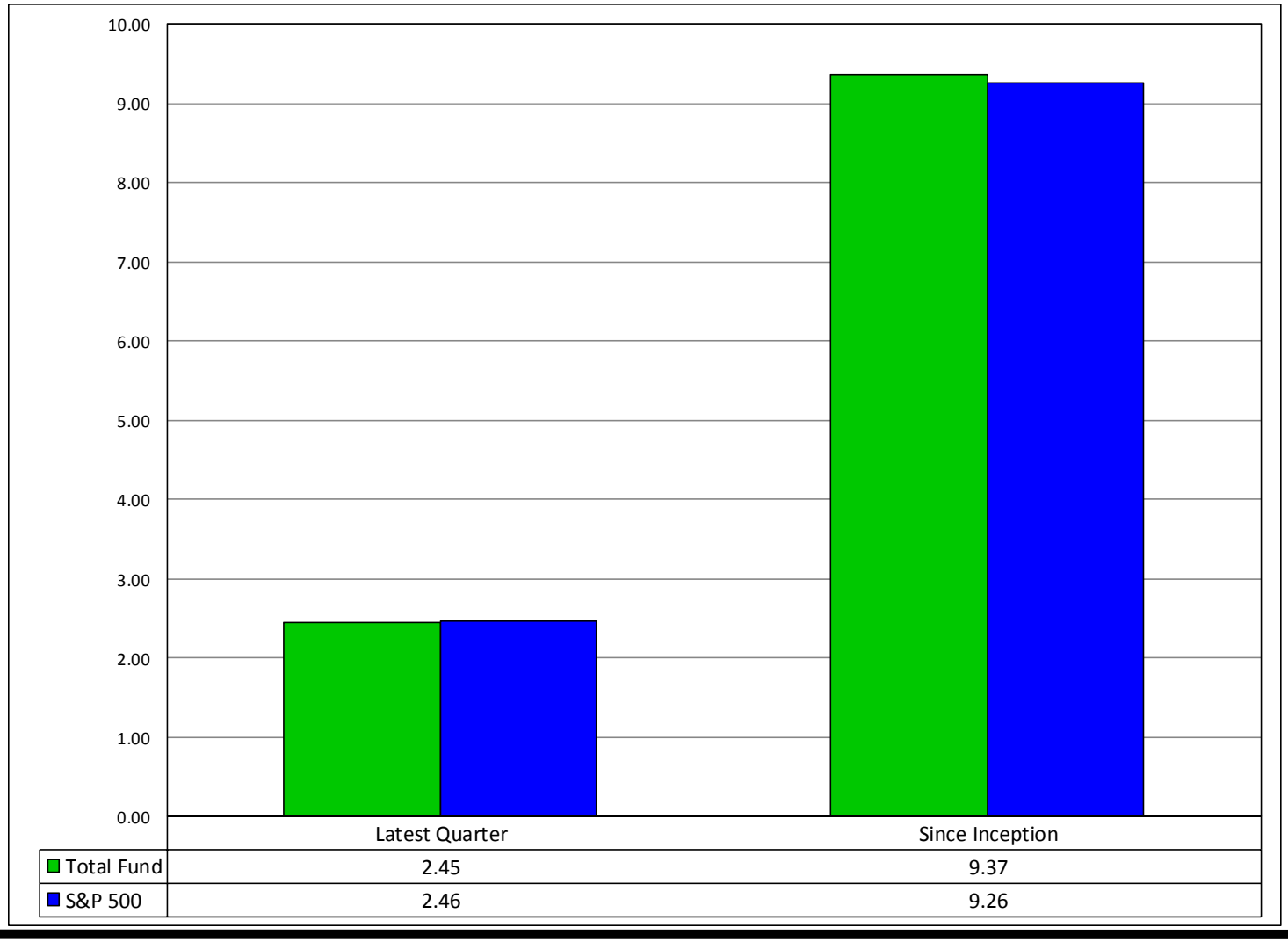

| | Latest Quarter | | Fiscal Yr to Date | | Latest Year | | Latest 3 Years | | Latest 5 Years | | Latest 10 Years | | From 1/31/16 | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl |
| Vanguard S&P 500 ETF | 2.45 | 24 | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | 9.37 | 21 |
| S&P 500 | 2.46 | 24 | 11.15 | 15 | 3.99 | 14 | 11.66 | 10 | 12.10 | 10 | 7.42 | 17 | 9.26 | 23 |

Returns are calculated gross of management fees using trade date positions and including accrued income. Returns for greater than one year are annualized.
Universe calculations are based on manager returns provided by Morningstar.
The universe components are Large Blend.
From 1/31/2016 to 6/30/2016 the number of equity funds ranged from 1111 to 1125.

# Republic of Palau - COFA Trust Fund
# Vanguard S&P 500 ETF

Report Period: 01-31-16 to 06-30-16
Fiscal Year Ends: September

## Comparative Returns for Fiscal Periods: Total Fund : Gross of Fees



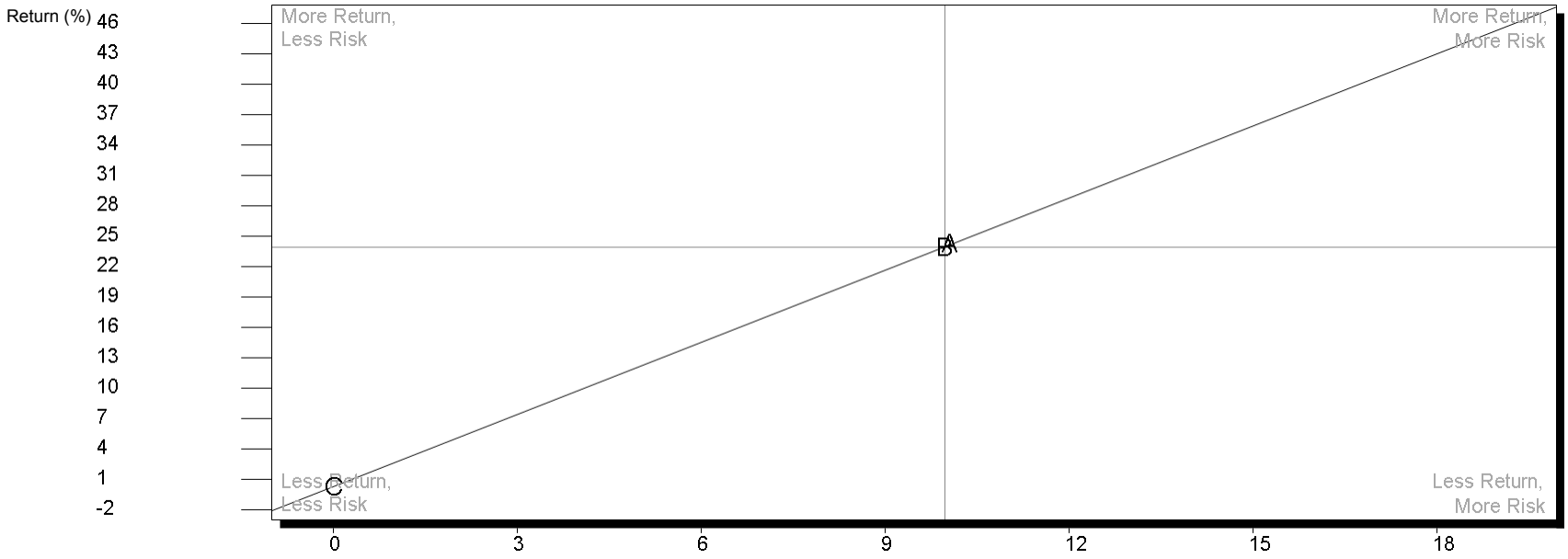

| | Latest Quarter | Since Inception |
|---|---|---|
| Total Fund | 2.45 | 9.37 |
| S&P 500 | 2.46 | 9.26 |

Returns are calculated using trade date positions and including accrued income. Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
# Vanguard S&P 500 ETF

Report Period: 01-31-16 to 06-30-16
Fiscal Year Ends: September

## Risk/Return Analysis




| | Description | Annual Return | Standard Deviation | Alpha | Beta | R-Squared | Sharpe Ratio | Available Data Beg Date | Available Data End Date |
|---|---|---|---|---|---|---|---|---|---|
| A | Vanguard S&P 500 ETF | 24.25 | 10.06 | 0.01 | 1.01 | 1.00 | 2.39 | 01/31/16 | 06/30/16 |
| B | S&P 500 | 23.94 | 9.98 | 0.00 | 1.00 | 1.00 | 2.38 | 01/31/16 | 06/30/16 |
| C | Citi 3 Month T-Bill | 0.26 | 0.01 | 0.00 | 0.00 | 0.00 | 0.00 | 01/31/16 | 06/30/16 |

Returns are calculated gross of management fees using trade date positions and including accrued income. Returns for greater than one year are annualized.
The independent variable is the S&P 500

# Republic of Palau - COFA Trust Fund
# Wells Capital Management

Report Period: 09-30-08 to 06-30-16
Fiscal Year Ends: September

## Account Activity Summary

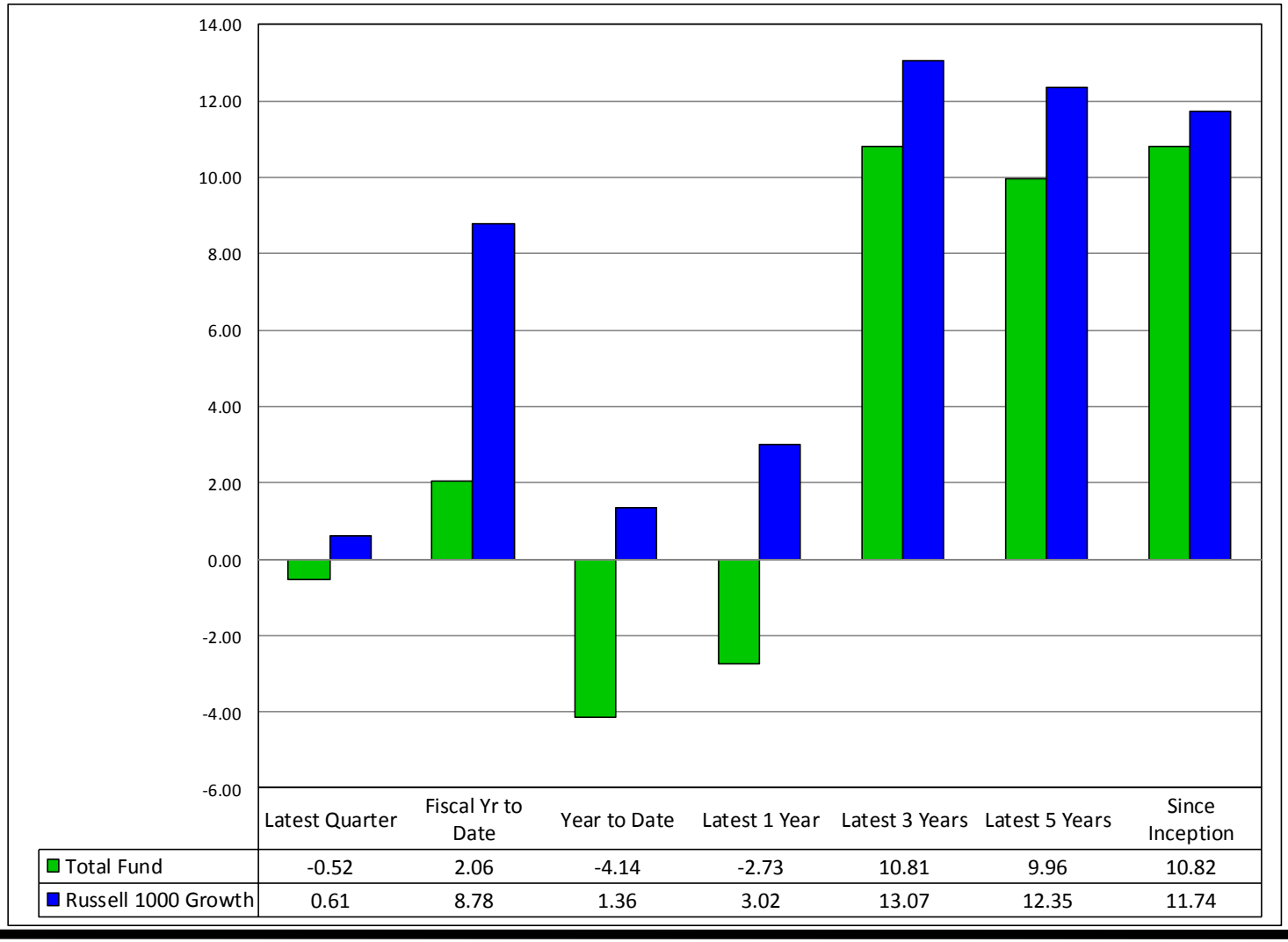
| | Latest Quarter | Fiscal Yr to Date | Latest 1 Year | Latest 3 Years | Latest 5 Years | Latest 10 Years | From 09-30-08 |
|---|---|---|---|---|---|---|---|
| Beginning Mkt Value | 17,318,859 | 16,908,149 | 17,773,266 | 27,279,238 | 25,447,745 | N/A | 19,552,842 |
| Contributions | 0 | 0 | 0 | 0 | 1,962,976 | N/A | 1,962,976 |
| Withdrawals | 1,000,720 | 1,001,053 | 1,030,254 | 19,062,601 | 23,326,070 | N/A | 24,720,975 |
| Management Fees | 54,259 | 83,035 | 83,035 | 83,035 | 83,035 | N/A | 83,035 |
| Net Flows | -1,054,979 | -1,084,088 | -1,113,289 | -19,145,636 | -21,446,129 | N/A | -22,841,034 |
| Interest/Dividend Income | 40,864 | 136,016 | 178,151 | 646,670 | 1,173,659 | N/A | 1,936,151 |
| Gains/Losses | -112,033 | 232,634 | -645,417 | 7,412,439 | 11,017,436 | N/A | 17,544,752 |
| Total Earnings | -71,169 | 368,650 | -467,266 | 8,059,109 | 12,191,095 | N/A | 19,480,903 |
| **As of 06-30-16** | | | | | | | |
| Ending Mkt Value | 16,192,711 | 16,192,711 | 16,192,711 | 16,192,711 | 16,192,711 | N/A | 16,192,711 |
| Time-Weighted Return | -0.52 | 2.06 | -2.73 | 10.81 | 9.96 | N/A | 10.82 |
| Russell 1000 Growth | 0.61 | 8.78 | 3.02 | 13.07 | 12.35 | N/A | 11.74 |

Returns are calculated gross of management fees using trade date positions and including accrued income.
Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
# Wells Capital Management

Report Period: 09-30-08 to 06-30-16
Fiscal Year Ends: September

## Comparative Returns for Fiscal Periods: Total Fund : Gross of Fees




| | Latest Quarter | Fiscal Yr to Date | Year to Date | Latest 1 Year | Latest 3 Years | Latest 5 Years | Since Inception |
|---|---|---|---|---|---|---|---|
| Total Fund | -0.52 | 2.06 | -4.14 | -2.73 | 10.81 | 9.96 | 10.82 |
| Russell 1000 Growth | 0.61 | 8.78 | 1.36 | 3.02 | 13.07 | 12.35 | 11.74 |

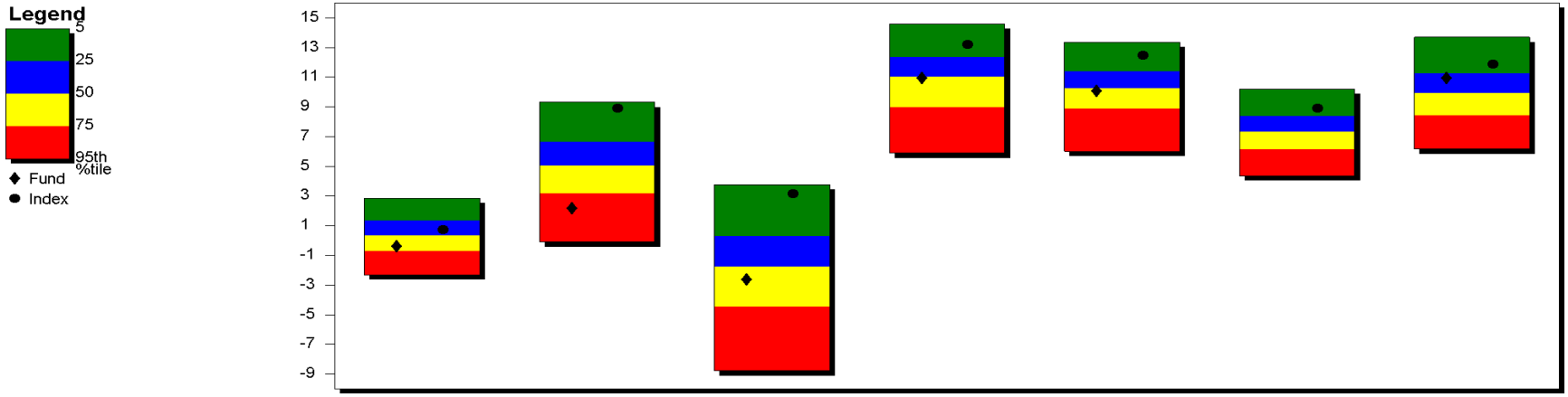
Returns are calculated using trade date positions and including accrued income. Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
# Wells Capital Management

Report Period: 09-30-08 to 06-30-16
Fiscal Year Ends: September

## Universe Comparison for Fiscal Periods

Universe Composition: 100% Equity



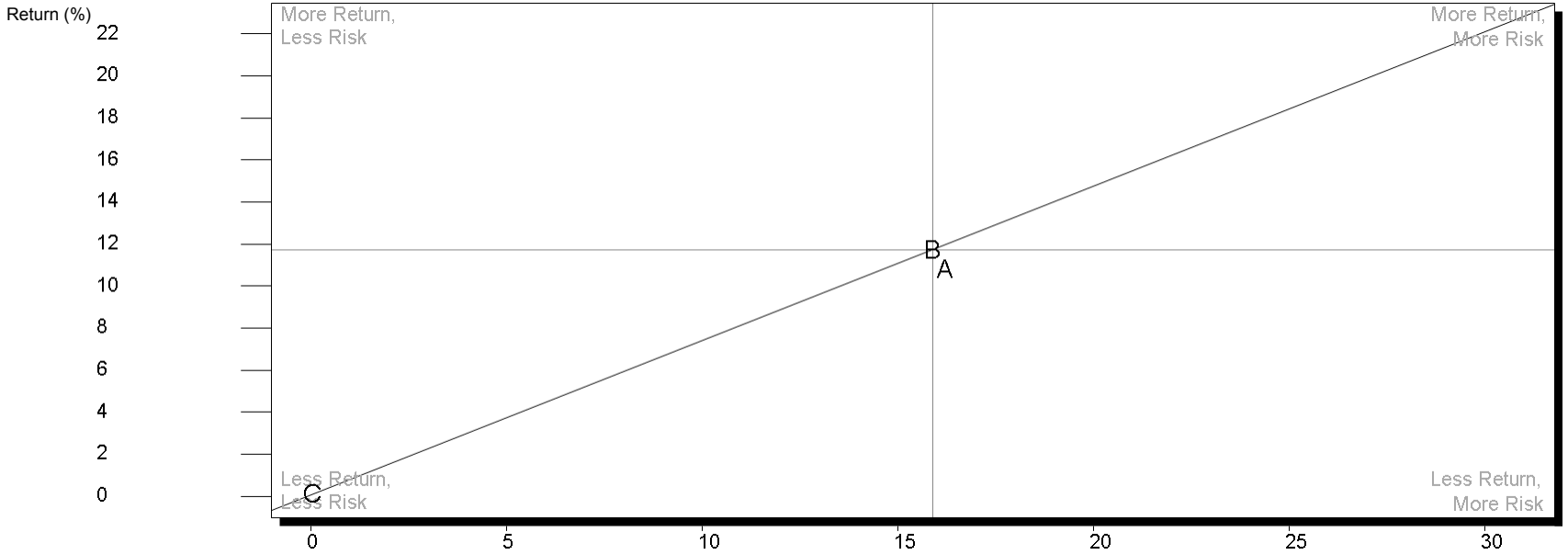

| | Latest Quarter | | Fiscal Yr to Date | | Latest Year | | Latest 3 Years | | Latest 5 Years | | Latest 10 Years | | From 9/30/08 | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl |
| Wells Capital Management | -0.52 | 72 | 2.06 | 82 | -2.73 | 61 | 10.81 | 54 | 9.96 | 56 | N/A | N/A | 10.82 | 34 |
| Russell 1000 Growth | 0.61 | 46 | 8.78 | 8 | 3.02 | 7 | 13.07 | 15 | 12.35 | 13 | 8.78 | 19 | 11.74 | 17 |

Returns are calculated gross of management fees using trade date positions and including accrued income. Returns for greater than one year are annualized.
Universe calculations are based on manager returns provided by Morningstar.
The universe components are Large Growth.
From 9/30/2008 to 6/30/2016 the number of equity funds ranged from 917 to 1502.

# Republic of Palau - COFA Trust Fund
# Wells Capital Management

Report Period: 09-30-08 to 06-30-16
Fiscal Year Ends: September

## Risk/Return Analysis




| | Description | Annual Return | Standard Deviation | Alpha | Beta | R-Squared | Sharpe Ratio | Available Data Beg Date | Available Data End Date |
|---|---|---|---|---|---|---|---|---|---|
| A | Wells Capital Management | 10.82 | 16.22 | -0.68 | 0.99 | 0.97 | 0.66 | 09/30/08 | 06/30/16 |
| B | Russell 1000 Growth | 11.74 | 15.90 | 0.00 | 1.00 | 1.00 | 0.73 | 09/30/08 | 06/30/16 |
| C | Citi 3 Month T-Bill | 0.12 | 0.05 | 0.00 | 0.00 | 0.00 | 0.00 | 09/30/08 | 06/30/16 |

Returns are calculated gross of management fees using trade date positions and including accrued income. Returns for greater than one year are annualized.
The independent variable is the Russell 1000 Growth

# Republic of Palau - COFA Trust Fund
# Vanguard Growth ETF

Report Period: 06-30-15 to 06-30-16
Fiscal Year Ends: September

## Account Activity Summary

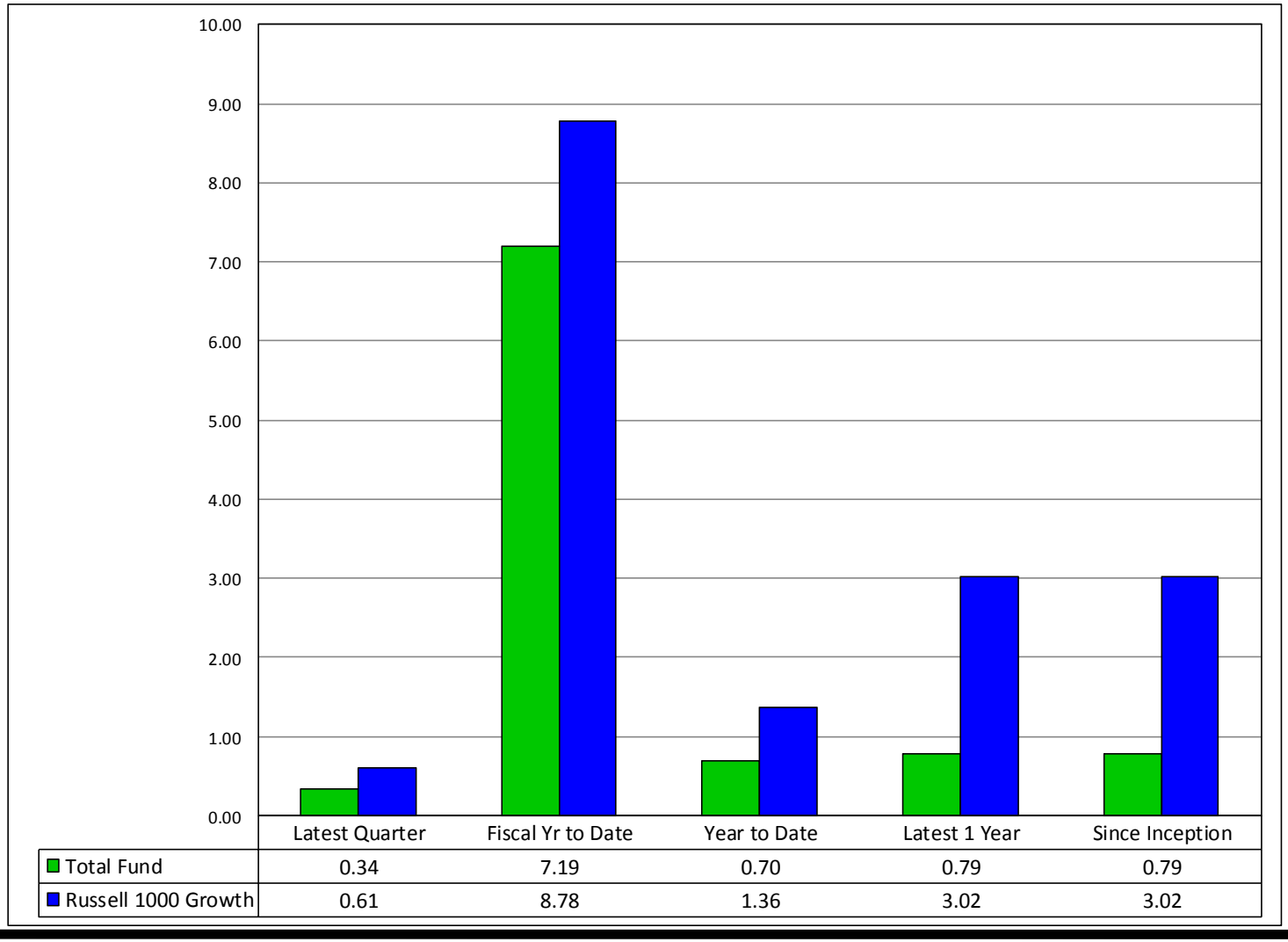
| | Latest Quarter | Fiscal Yr to Date | Latest 1 Year | Latest 3 Years | Latest 5 Years | Latest 10 Years | From 06-30-15 |
|---|---|---|---|---|---|---|---|
| Beginning Mkt Value | 4,454,271 | 4,204,766 | 4,473,776 | N/A | N/A | N/A | 4,473,776 |
| Contributions | 0 | 0 | 0 | N/A | N/A | N/A | 0 |
| Withdrawals | 0 | 35,000 | 37,014 | N/A | N/A | N/A | 37,014 |
| Management Fees | 986 | 2,289 | 2,289 | N/A | N/A | N/A | 2,289 |
| Net Flows | -986 | -37,289 | -39,303 | N/A | N/A | N/A | -39,303 |
| Interest/Dividend Income | 15,425 | 45,948 | 60,404 | N/A | N/A | N/A | 60,404 |
| Gains/Losses | -93 | 255,192 | -26,259 | N/A | N/A | N/A | -26,259 |
| Total Earnings | 15,333 | 301,140 | 34,145 | N/A | N/A | N/A | 34,145 |
| **As of 06-30-16** | | | | | | | |
| Ending Mkt Value | 4,468,618 | 4,468,618 | 4,468,618 | N/A | N/A | N/A | 4,468,618 |
| Time-Weighted Return | 0.34 | 7.19 | 0.79 | N/A | N/A | N/A | 0.79 |
| Russell 1000 Growth | 0.61 | 8.78 | 3.02 | N/A | N/A | N/A | 3.02 |

Returns are calculated gross of management fees using trade date positions and including accrued income.
Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
# Vanguard R1000 Growth ETF

Report Period: 06-30-15 to 06-30-16
Fiscal Year Ends: September

## Comparative Returns for Fiscal Periods: Total Fund : Gross of Fees




| | Latest Quarter | Fiscal Yr to Date | Year to Date | Latest 1 Year | Since Inception |
|---|---|---|---|---|---|
| Total Fund | 0.34 | 7.19 | 0.70 | 0.79 | 0.79 |
| Russell 1000 Growth | 0.61 | 8.78 | 1.36 | 3.02 | 3.02 |

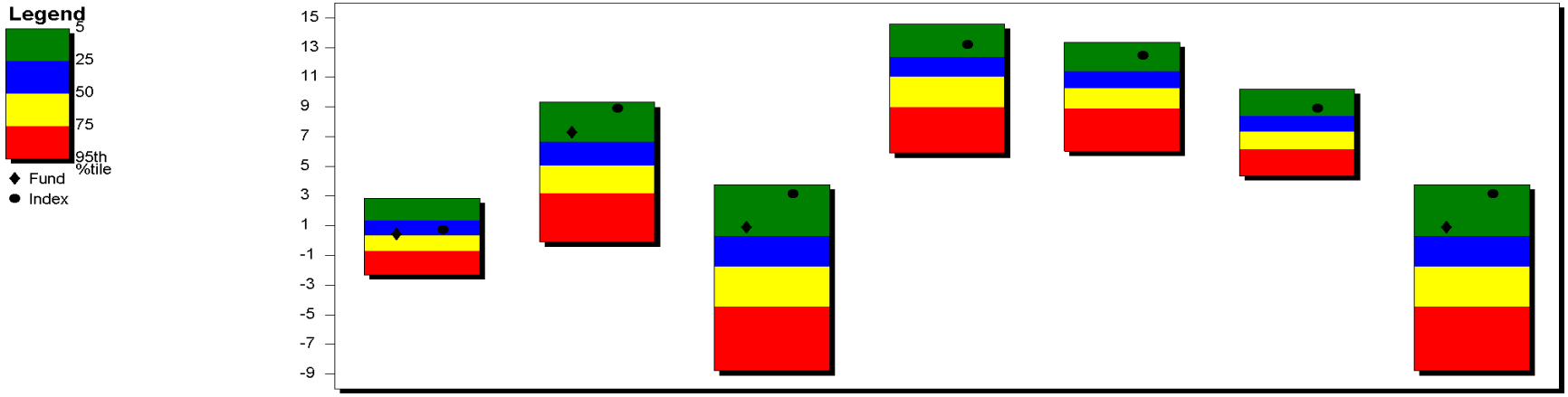
Returns are calculated using trade date positions and including accrued income. Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
# Vanguard R1000 Growth ETF

Report Period: 06-30-15 to 06-30-16
Fiscal Year Ends: September

## Universe Comparison for Fiscal Periods

Universe Composition: 100% Equity



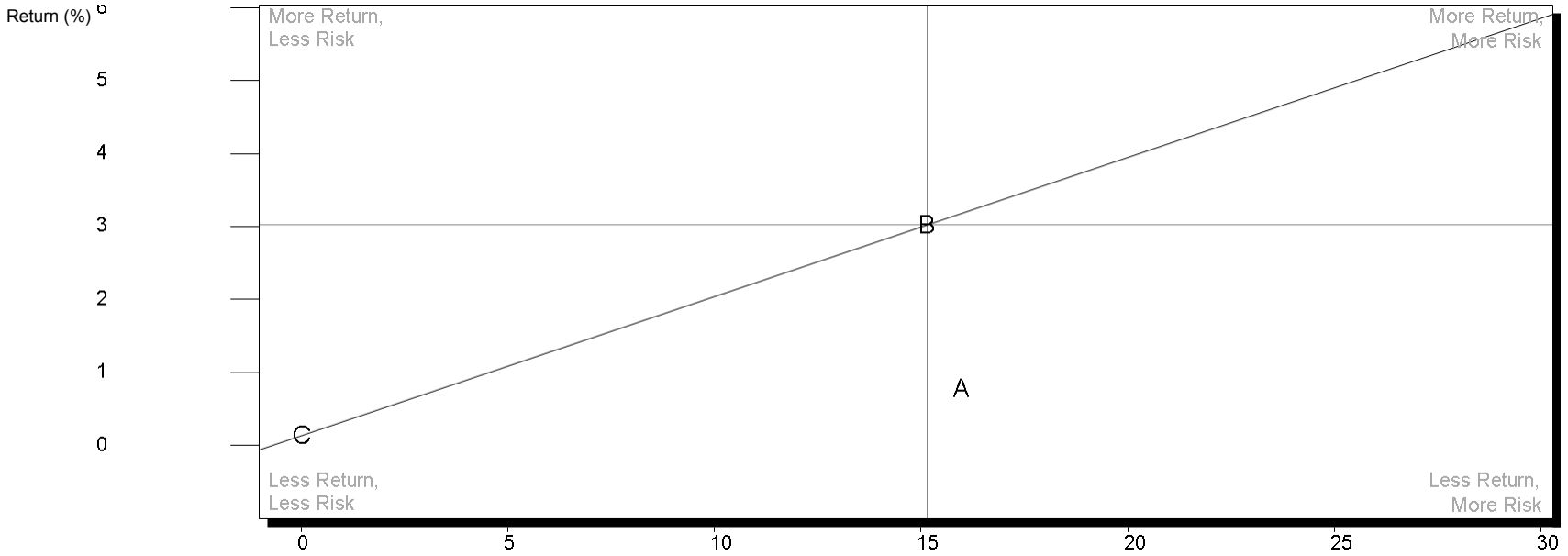

| | Latest Quarter | | Fiscal Yr to Date | | Latest Year | | Latest 3 Years | | Latest 5 Years | | Latest 10 Years | | From 6/30/15 | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl |
| Vanguard R1000 Growth ETF | 0.34 | 51 | 7.19 | 20 | 0.79 | 20 | N/A | N/A | N/A | N/A | N/A | N/A | 0.79 | 20 |
| Russell 1000 Growth | 0.61 | 46 | 8.78 | 8 | 3.02 | 7 | 13.07 | 15 | 12.35 | 13 | 8.78 | 19 | 3.02 | 7 |

Returns are calculated gross of management fees using trade date positions and including accrued income. Returns for greater than one year are annualized.
Universe calculations are based on manager returns provided by Morningstar.
The universe components are Large Growth.
From 6/30/2015 to 6/30/2016 the number of equity funds ranged from 917 to 974.

# Republic of Palau - COFA Trust Fund
# Vanguard R1000 Growth ETF

Report Period: 06-30-15 to 06-30-16
Fiscal Year Ends: September

## Risk/Return Analysis




| | Description | Annual Return | Standard Deviation | Alpha | Beta | R-Squared | Sharpe Ratio | Available Data Beg Date | Available Data End Date |
|---|---|---|---|---|---|---|---|---|---|
| A | Vanguard R1000 Growth ETF | 0.79 | 15.99 | -2.29 | 1.05 | 1.00 | 0.04 | 06/30/15 | 06/30/16 |
| B | Russell 1000 Growth | 3.02 | 15.15 | 0.00 | 1.00 | 1.00 | 0.19 | 06/30/15 | 06/30/16 |
| C | Citi 3 Month T-Bill | 0.14 | 0.03 | 0.00 | 0.00 | 0.00 | 0.00 | 06/30/15 | 06/30/16 |

Returns are calculated gross of management fees using trade date positions and including accrued income. Returns for greater than one year are annualized.
The independent variable is the Russell 1000 Growth

# Republic of Palau - COFA Trust Fund
# Gamco

Report Period: 09-30-08 to 06-30-16
Fiscal Year Ends: September

## Account Activity Summary

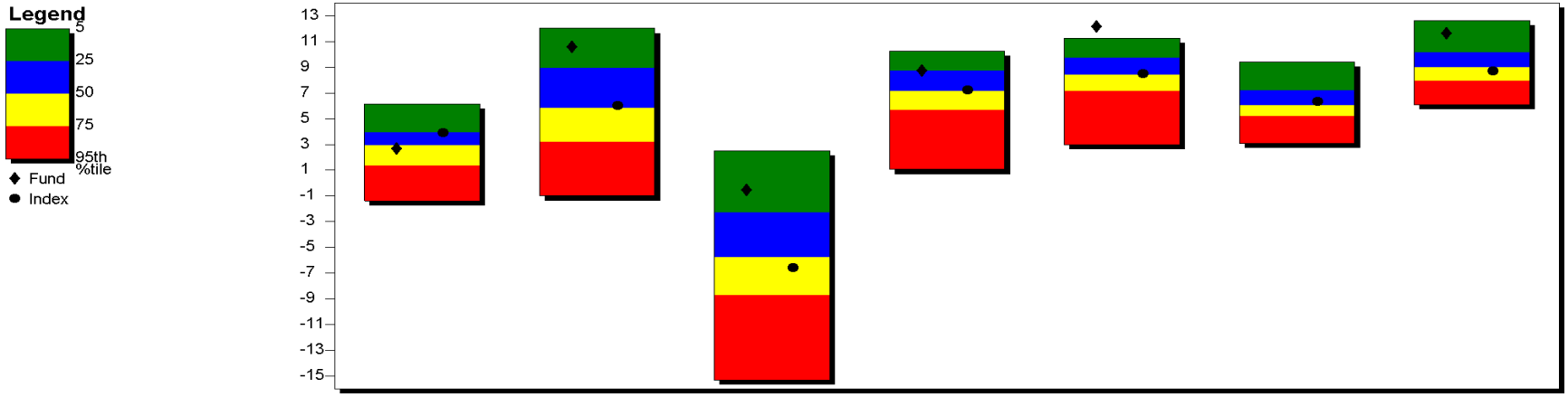
| | Latest Quarter | Fiscal Yr to Date | Latest 1 Year | Latest 3 Years | Latest 5 Years | Latest 10 Years | From 09-30-08 |
|---|---|---|---|---|---|---|---|
| Beginning Mkt Value | 28,472,185 | 26,484,698 | 30,143,835 | 30,159,365 | 24,703,169 | N/A | 23,544,416 |
| Contributions | 84 | 11,139 | 11,139 | 11,139 | 438,359 | N/A | 438,359 |
| Withdrawals | 214 | 289 | 666,221 | 8,559,542 | 12,008,699 | N/A | 17,641,167 |
| Management Fees | 6,300 | 78,214 | 78,214 | 78,214 | 78,214 | N/A | 78,214 |
| Net Flows | -6,431 | -67,363 | -733,295 | -8,626,616 | -11,648,553 | N/A | -17,281,021 |
| Interest/Dividend Income | 93,080 | 267,242 | 355,661 | 1,057,253 | 2,064,266 | N/A | 2,987,406 |
| Gains/Losses | 632,297 | 2,506,555 | -575,069 | 6,601,130 | 14,072,250 | N/A | 19,940,331 |
| Total Earnings | 725,377 | 2,773,797 | -219,408 | 7,658,383 | 16,136,516 | N/A | 22,927,737 |
| **As of 06-30-16** | | | | | | | |
| Ending Mkt Value | 29,191,131 | 29,191,131 | 29,191,131 | 29,191,131 | 29,191,131 | N/A | 29,191,131 |
| Time-Weighted Return | 2.55 | 10.48 | -0.65 | 8.59 | 12.06 | N/A | 11.50 |
| Russell 2000 | 3.79 | 5.89 | -6.73 | 7.09 | 8.35 | N/A | 8.57 |

Returns are calculated gross of management fees using trade date positions and including accrued income.
Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
## Gamco

Report Period: 09-30-08 to 06-30-16
Fiscal Year Ends: September

### Universe Comparison for Fiscal Periods
Universe Composition: 100% Equity



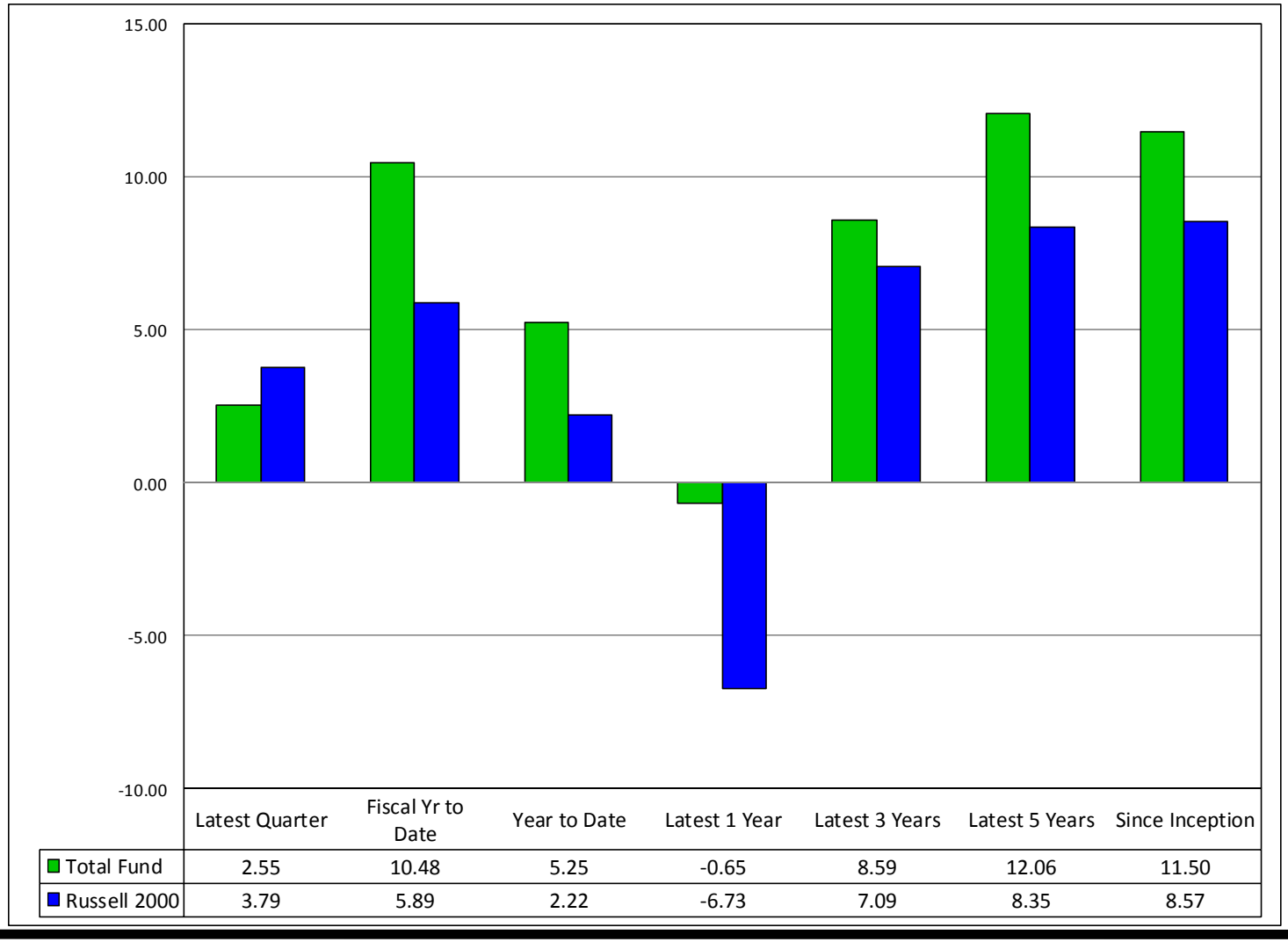

| | Latest Quarter | | Fiscal Yr to Date | | Latest Year | | Latest 3 Years | | Latest 5 Years | | Latest 10 Years | | From 9/30/08 | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl |
| Gamco | 2.55 | 57 | 10.48 | 11 | -0.65 | 15 | 8.59 | 29 | 12.06 | 3 | N/A | N/A | 11.50 | 8 |
| Russell 2000 | 3.79 | 30 | 5.89 | 50 | -6.73 | 58 | 7.09 | 52 | 8.35 | 52 | 6.20 | 45 | 8.57 | 60 |

Returns are calculated gross of management fees using trade date positions and including accrued income. Returns for greater than one year are annualized.
Universe calculations are based on manager returns provided by Morningstar.
The universe components are Small Blend.
From 9/30/2008 to 6/30/2016 the number of equity funds ranged from 415 to 618.

# Republic of Palau - COFA Trust Fund
# Gamco

Report Period: 09-30-08 to 06-30-16
Fiscal Year Ends: September

## Comparative Returns for Fiscal Periods: Total Fund : Gross of Fees



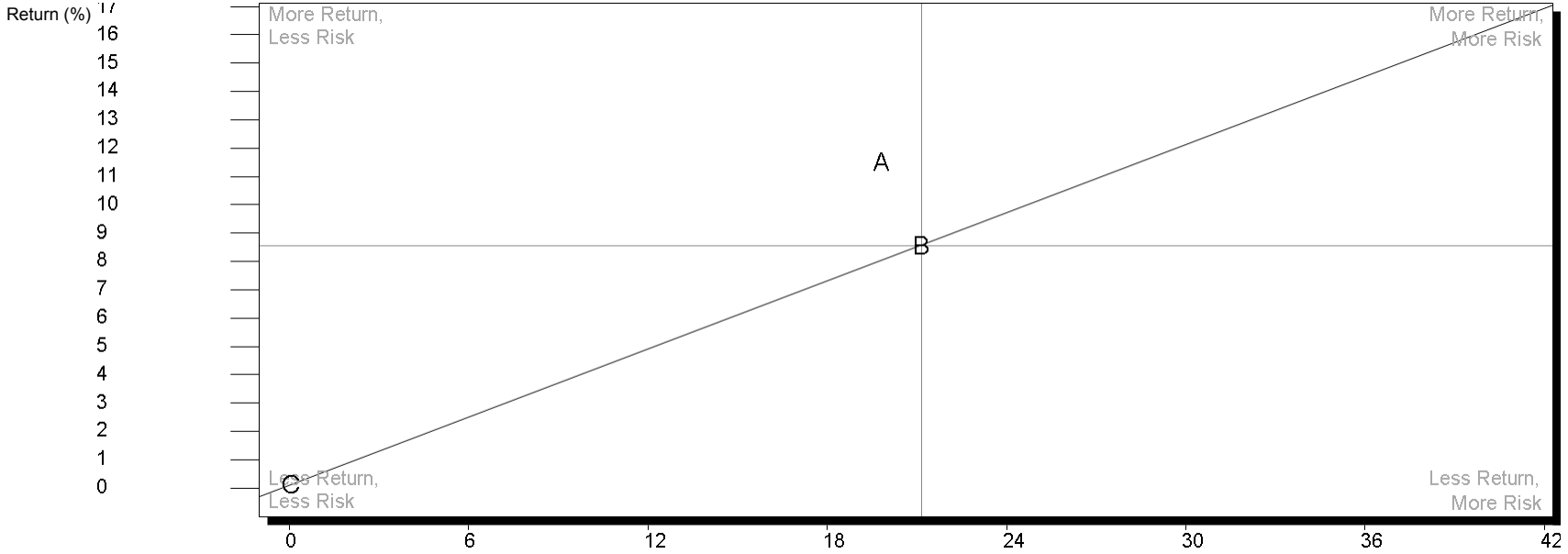

| | Latest Quarter | Fiscal Yr to Date | Year to Date | Latest 1 Year | Latest 3 Years | Latest 5 Years | Since Inception |
|---|---|---|---|---|---|---|---|
| Total Fund | 2.55 | 10.48 | 5.25 | -0.65 | 8.59 | 12.06 | 11.50 |
| Russell 2000 | 3.79 | 5.89 | 2.22 | -6.73 | 7.09 | 8.35 | 8.57 |

Returns are calculated using trade date positions and including accrued income. Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
# Gamco

Report Period: 09-30-08 to 06-30-16
Fiscal Year Ends: September

## Risk/Return Analysis




| | Description | Annual Return | Standard Deviation | Alpha | Beta | R-Squared | Sharpe Ratio | Available Data Beg Date | Available Data End Date |
|---|---|---|---|---|---|---|---|---|---|
| A | Gamco | 11.50 | 19.84 | 3.29 | 0.91 | 0.97 | 0.57 | 09/30/08 | 06/30/16 |
| B | Russell 2000 | 8.57 | 21.15 | 0.00 | 1.00 | 1.00 | 0.40 | 09/30/08 | 06/30/16 |
| C | Citi 3 Month T-Bill | 0.12 | 0.05 | 0.00 | 0.00 | 0.00 | 0.00 | 09/30/08 | 06/30/16 |

Returns are calculated gross of management fees using trade date positions and including accrued income. Returns for greater than one year are annualized.
The independent variable is the Russell 2000

# Republic of Palau - COFA Trust Fund
# Lazard International

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

## Account Activity Summary

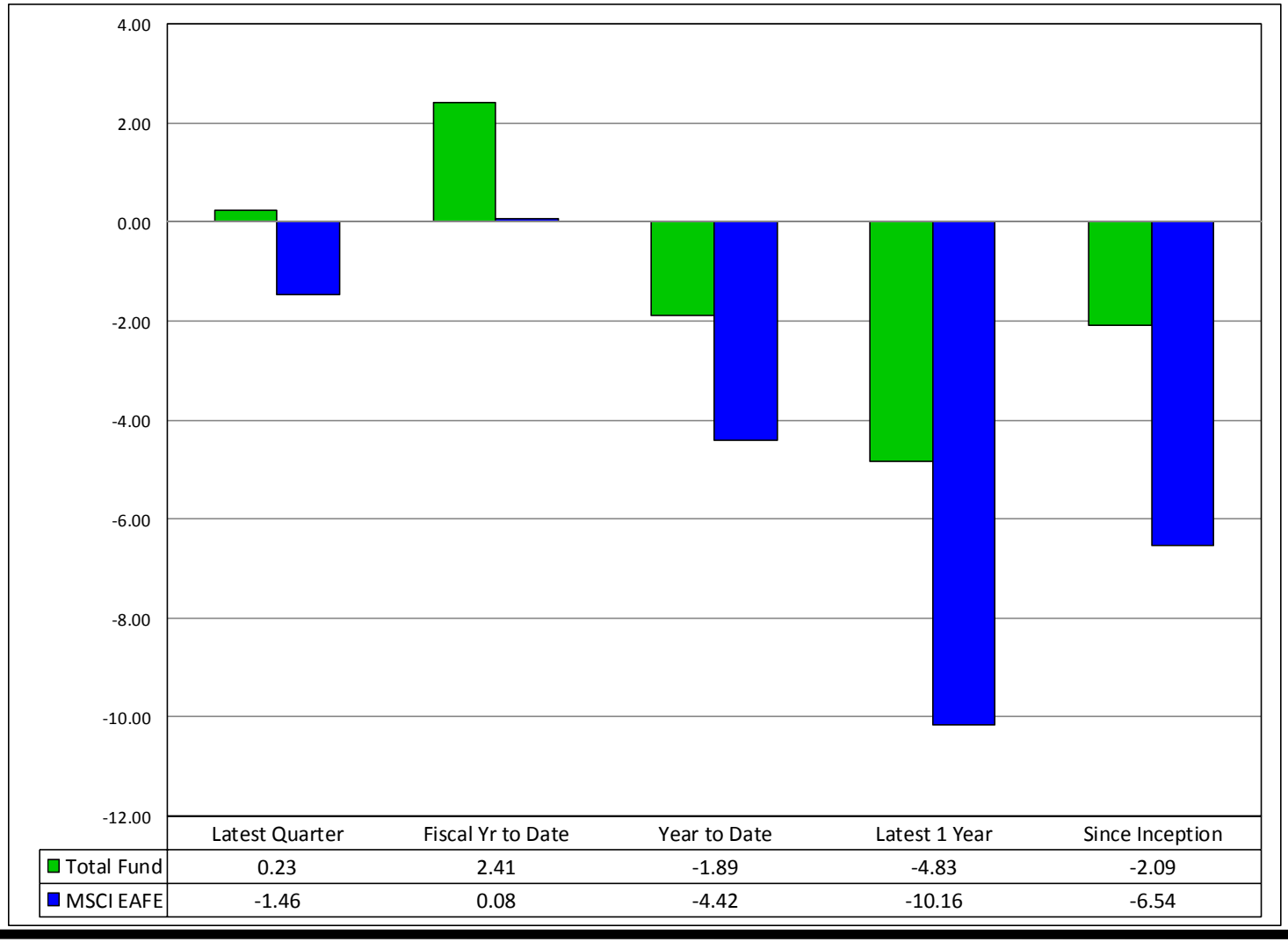
| | Latest Quarter | Fiscal Yr to Date | Latest 1 Year | Latest 3 Years | Latest 5 Years | Latest 10 Years | From 05-31-14 |
|---|---|---|---|---|---|---|---|
| Beginning Mkt Value | 16,995,646 | 16,697,218 | 18,068,887 | N/A | N/A | N/A | 18,105,284 |
| Contributions | 0 | 0 | 0 | N/A | N/A | N/A | 0 |
| Withdrawals | 37,751 | 50,650 | 81,649 | N/A | N/A | N/A | 212,344 |
| Management Fees | 24,889 | 76,771 | 76,771 | N/A | N/A | N/A | 76,771 |
| Net Flows | -62,641 | -127,421 | -158,420 | N/A | N/A | N/A | -289,115 |
| Interest/Dividend Income | 217,541 | 345,090 | 410,234 | N/A | N/A | N/A | 747,299 |
| Gains/Losses | -178,089 | 57,571 | -1,348,243 | N/A | N/A | N/A | -1,591,010 |
| Total Earnings | 39,452 | 402,661 | -938,009 | N/A | N/A | N/A | -843,711 |
| **As of 06-30-16** | | | | | | | |
| Ending Mkt Value | 16,972,458 | 16,972,458 | 16,972,458 | N/A | N/A | N/A | 16,972,458 |
| Time-Weighted Return | 0.23 | 2.41 | -4.83 | N/A | N/A | N/A | -2.09 |
| MSCI EAFE | -1.46 | 0.08 | -10.16 | N/A | N/A | N/A | -6.54 |

Returns are calculated gross of management fees using trade date positions and including accrued income.
Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
# Lazard International

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

## Comparative Returns for Fiscal Periods: Total Fund : Gross of Fees



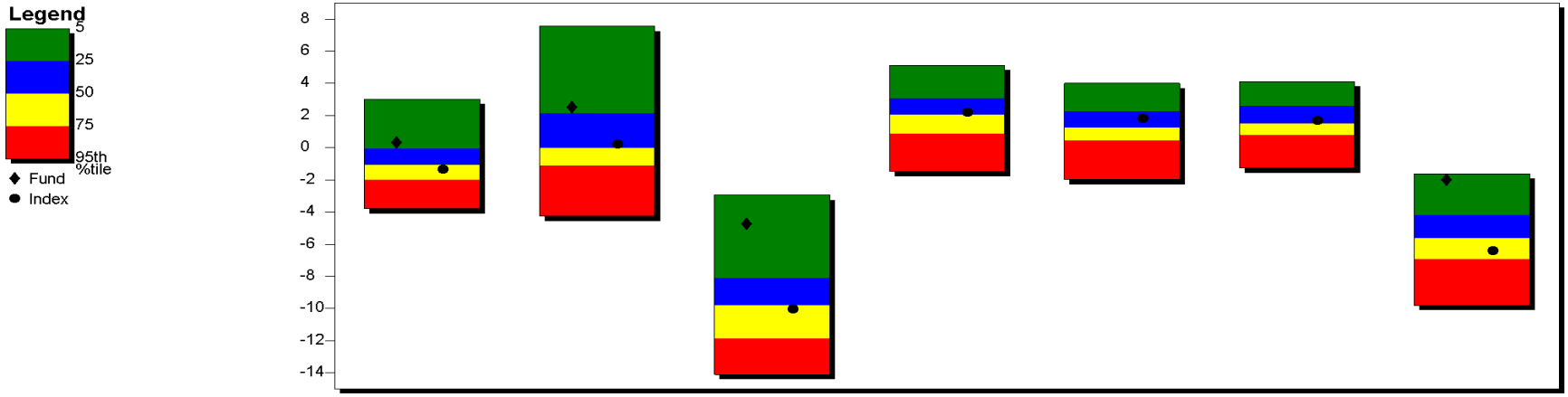

| | Latest Quarter | Fiscal Yr to Date | Year to Date | Latest 1 Year | Since Inception |
|---|---|---|---|---|---|
| Total Fund | 0.23 | 2.41 | -1.89 | -4.83 | -2.09 |
| MSCI EAFE | -1.46 | 0.08 | -4.42 | -10.16 | -6.54 |

Returns are calculated using trade date positions and including accrued income. Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
## Lazard International

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

### Universe Comparison for Fiscal Periods
Universe Composition: 100% Equity



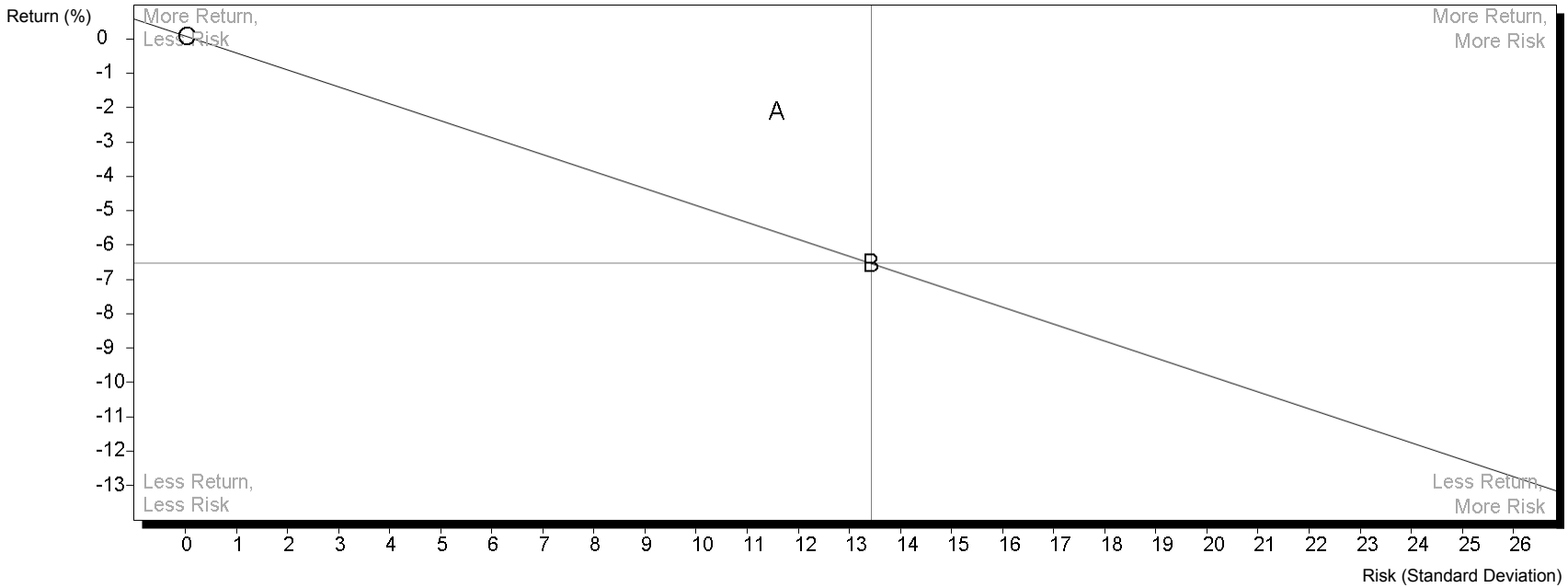

| | Latest Quarter | | Fiscal Yr to Date | | Latest Year | | Latest 3 Years | | Latest 5 Years | | Latest 10 Years | | From 5/31/14 | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl |
| Lazard International | 0.23 | 23 | 2.41 | 24 | -4.83 | 10 | N/A | N/A | N/A | N/A | N/A | N/A | -2.09 | 9 |
| MSCI EAFE | -1.46 | 64 | 0.08 | 48 | -10.16 | 54 | 2.06 | 51 | 1.68 | 38 | 1.58 | 50 | -6.54 | 68 |

Returns are calculated gross of management fees using trade date positions and including accrued income. Returns for greater than one year are annualized.
Universe calculations are based on manager returns provided by Morningstar.
The universe components are Foreign Large Blend.
From 5/31/2014 to 6/30/2016 the number of equity funds ranged from 472 to 518.

# Republic of Palau - COFA Trust Fund
# Lazard International

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

## Risk/Return Analysis




| | Description | Annual Return | Standard Deviation | Alpha | Beta | R-Squared | Sharpe Ratio | Available Data Beg Date | Available Data End Date |
|---|---|---|---|---|---|---|---|---|---|
| A | Lazard International | -2.09 | 11.59 | 3.43 | 0.84 | 0.97 | -25.17 | 05/31/14 | 06/30/16 |
| B | MSCI EAFE | -6.54 | 13.43 | 0.00 | 1.00 | 1.00 | -88.84 | 05/31/14 | 06/30/16 |
| C | Citi 3 Month T-Bill | 0.08 | 0.03 | 0.00 | 0.00 | 0.00 | 0.00 | 05/31/14 | 06/30/16 |

Returns are calculated gross of management fees using trade date positions and including accrued income. Returns for greater than one year are annualized.
The independent variable is the MSCI EAFE

# Republic of Palau - COFA Trust Fund
# Renaissance

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

## Account Activity Summary

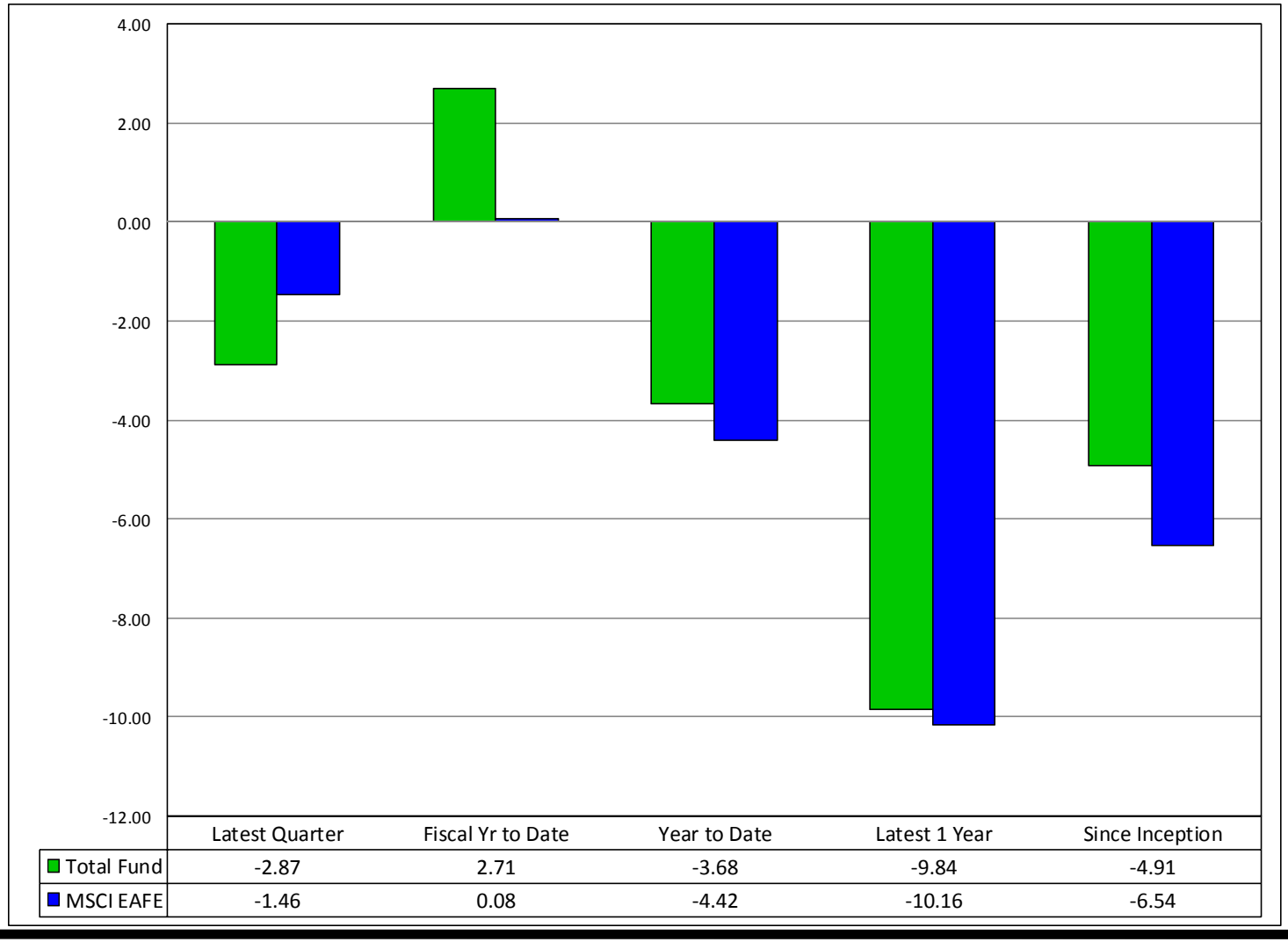
| | Latest Quarter | Fiscal Yr to Date | Latest 1 Year | Latest 3 Years | Latest 5 Years | Latest 10 Years | From 05-31-14 |
|---|---|---|---|---|---|---|---|
| Beginning Mkt Value | 16,472,432 | 15,634,122 | 17,856,083 | N/A | N/A | N/A | 18,003,030 |
| Contributions | 0 | 0 | 0 | N/A | N/A | N/A | 0 |
| Withdrawals | 33,640 | 38,601 | 69,446 | N/A | N/A | N/A | 190,110 |
| Management Fees | 28,275 | 81,003 | 81,003 | N/A | N/A | N/A | 81,003 |
| Net Flows | -61,915 | -119,604 | -150,449 | N/A | N/A | N/A | -271,113 |
| Interest/Dividend Income | 196,273 | 278,518 | 373,782 | N/A | N/A | N/A | 727,042 |
| Gains/Losses | -667,627 | 146,127 | -2,140,252 | N/A | N/A | N/A | -2,519,795 |
| Total Earnings | -471,353 | 424,645 | -1,766,470 | N/A | N/A | N/A | -1,792,753 |
| **As of 06-30-16** | | | | | | | |
| Ending Mkt Value | 15,939,164 | 15,939,164 | 15,939,164 | N/A | N/A | N/A | 15,939,164 |
| Time-Weighted Return | -2.87 | 2.71 | -9.84 | N/A | N/A | N/A | -4.91 |
| MSCI EAFE | -1.46 | 0.08 | -10.16 | N/A | N/A | N/A | -6.54 |

Returns are calculated gross of management fees using trade date positions and including accrued income.
Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
# Renaissance

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

## Comparative Returns for Fiscal Periods: Total Fund : Gross of Fees



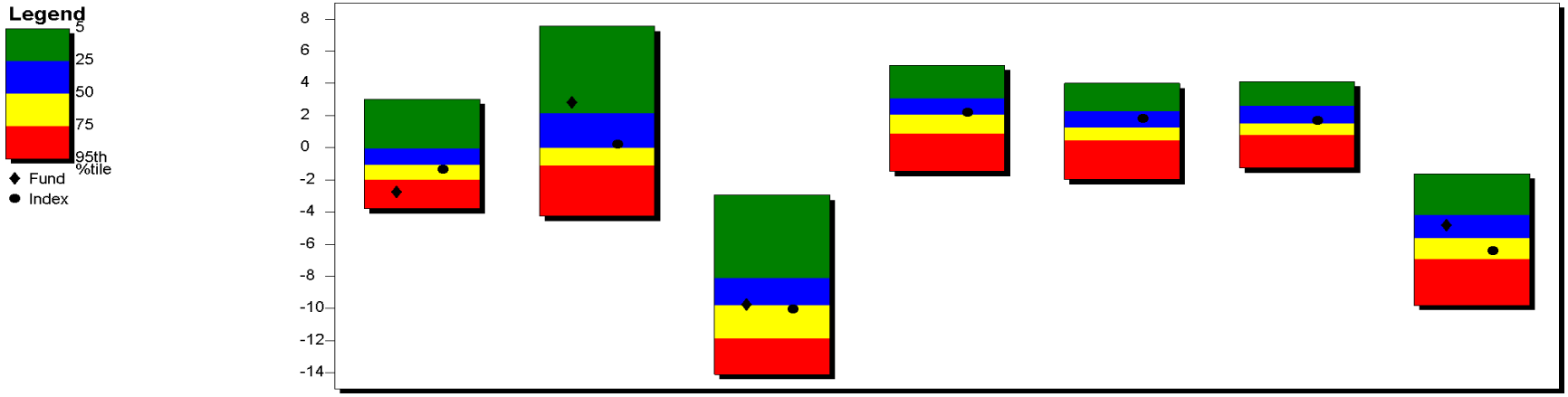

| | Latest Quarter | Fiscal Yr to Date | Year to Date | Latest 1 Year | Since Inception |
|---|---|---|---|---|---|
| Total Fund | -2.87 | 2.71 | -3.68 | -9.84 | -4.91 |
| MSCI EAFE | -1.46 | 0.08 | -4.42 | -10.16 | -6.54 |

Returns are calculated using trade date positions and including accrued income. Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
## Renaissance

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

### Universe Comparison for Fiscal Periods
Universe Composition: 100% Equity



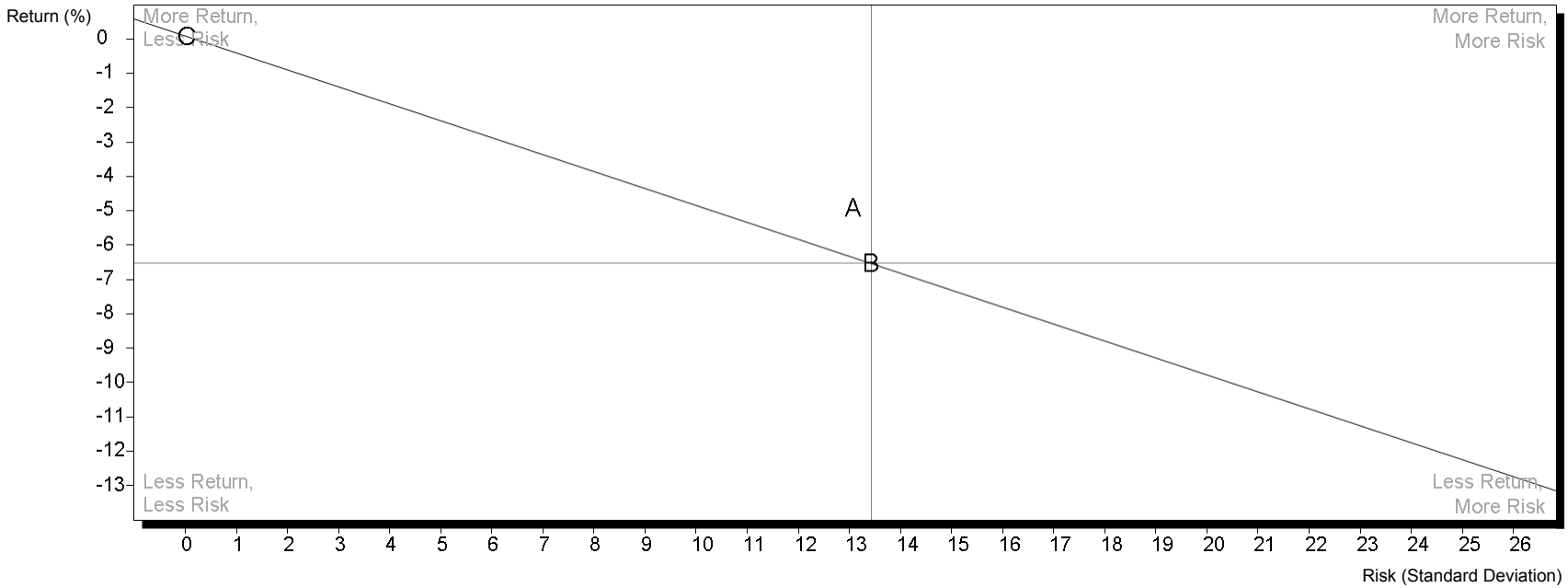

| | Latest Quarter | | Fiscal Yr to Date | | Latest Year | | Latest 3 Years | | Latest 5 Years | | Latest 10 Years | | From 5/31/14 | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl |
| Renaissance | -2.87 | 85 | 2.71 | 23 | -9.84 | 51 | N/A | N/A | N/A | N/A | N/A | N/A | -4.91 | 39 |
| MSCI EAFE | -1.46 | 64 | 0.08 | 48 | -10.16 | 54 | 2.06 | 51 | 1.68 | 38 | 1.58 | 50 | -6.54 | 68 |

Returns are calculated gross of management fees using trade date positions and including accrued income. Returns for greater than one year are annualized.
Universe calculations are based on manager returns provided by Morningstar.
The universe components are Foreign Large Blend.
From 5/31/2014 to 6/30/2016 the number of equity funds ranged from 472 to 518.

# Republic of Palau - COFA Trust Fund
# Renaissance

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

## Risk/Return Analysis




| | Description | Annual Return | Standard Deviation | Alpha | Beta | R-Squared | Sharpe Ratio | Available Data Beg Date | Available Data End Date |
|---|---|---|---|---|---|---|---|---|---|
| A | Renaissance | -4.91 | 13.09 | 1.07 | 0.90 | 0.92 | -65.37 | 05/31/14 | 06/30/16 |
| B | MSCI EAFE | -6.54 | 13.43 | 0.00 | 1.00 | 1.00 | -88.84 | 05/31/14 | 06/30/16 |
| C | Citi 3 Month T-Bill | 0.08 | 0.03 | 0.00 | 0.00 | 0.00 | 0.00 | 05/31/14 | 06/30/16 |

Returns are calculated gross of management fees using trade date positions and including accrued income. Returns for greater than one year are annualized.
The independent variable is the MSCI EAFE

# Republic of Palau - COFA Trust Fund
# Brandes Emerging Markets

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

## Account Activity Summary

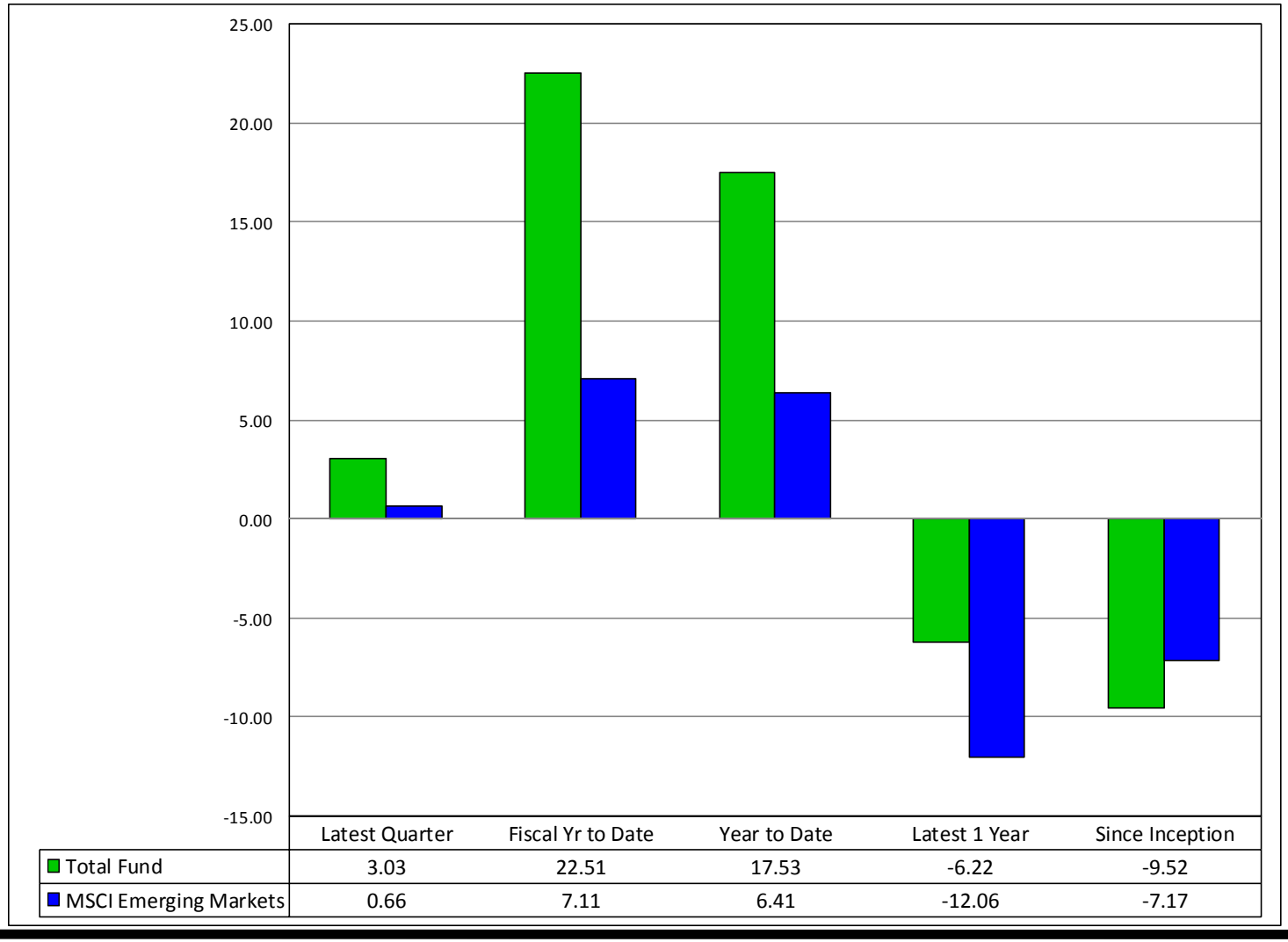
| | Latest Quarter | Fiscal Yr to Date | Latest 1 Year | Latest 3 Years | Latest 5 Years | Latest 10 Years | From 05-31-14 |
|---|---|---|---|---|---|---|---|
| Beginning Mkt Value | 10,796,494 | 9,123,851 | 11,971,008 | N/A | N/A | N/A | 13,948,154 |
| Contributions | 0 | 20 | 20 | N/A | N/A | N/A | 20 |
| Withdrawals | 13,741 | 22,216 | 47,298 | N/A | N/A | N/A | 166,329 |
| Management Fees | 22,669 | 60,237 | 60,237 | N/A | N/A | N/A | 60,237 |
| Net Flows | -36,410 | -82,433 | -107,515 | N/A | N/A | N/A | -226,546 |
| Interest/Dividend Income | 131,554 | 201,421 | 337,873 | N/A | N/A | N/A | 620,704 |
| Gains/Losses | 195,884 | 1,844,682 | -1,113,845 | N/A | N/A | N/A | -3,254,791 |
| Total Earnings | 327,437 | 2,046,103 | -775,972 | N/A | N/A | N/A | -2,634,087 |
| **As of 06-30-16** | | | | | | | |
| Ending Mkt Value | 11,087,521 | 11,087,521 | 11,087,521 | N/A | N/A | N/A | 11,087,521 |
| Time-Weighted Return | 3.03 | 22.51 | -6.22 | N/A | N/A | N/A | -9.52 |
| MSCI Emerging Markets | 0.66 | 7.11 | -12.06 | N/A | N/A | N/A | -7.17 |

Returns are calculated gross of management fees using trade date positions and including accrued income.
Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
# Brandes Emerging Markets

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

## Comparative Returns for Fiscal Periods: Total Fund : Gross of Fees




| | Latest Quarter | Fiscal Yr to Date | Year to Date | Latest 1 Year | Since Inception |
|---|---|---|---|---|---|
| Total Fund | 3.03 | 22.51 | 17.53 | -6.22 | -9.52 |
| MSCI Emerging Markets | 0.66 | 7.11 | 6.41 | -12.06 | -7.17 |

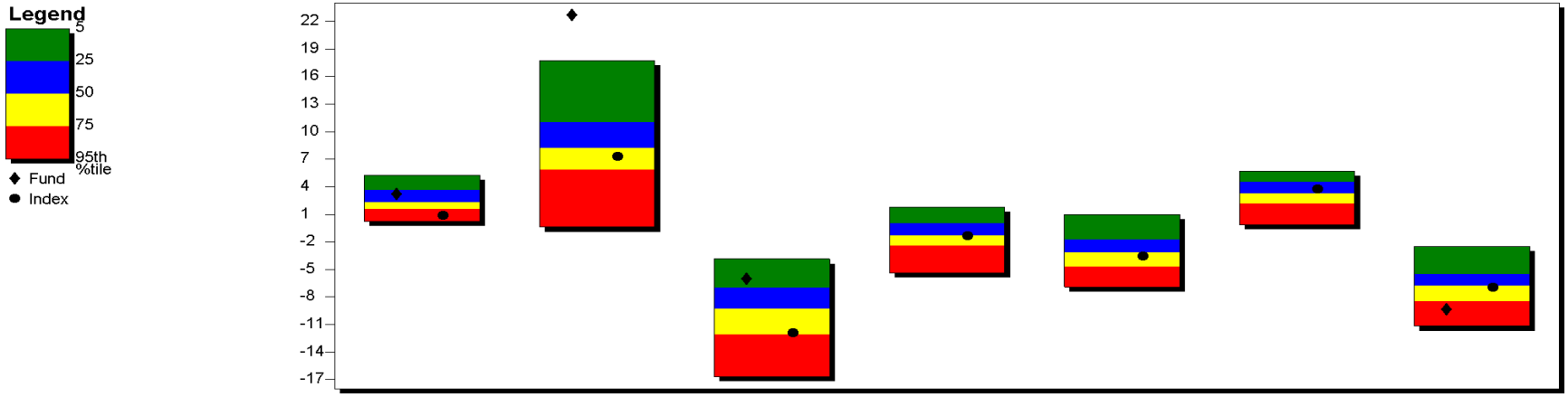
Returns are calculated using trade date positions and including accrued income. Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
# Brandes Emerging Markets

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

## Universe Comparison for Fiscal Periods

Universe Composition: 100% Equity



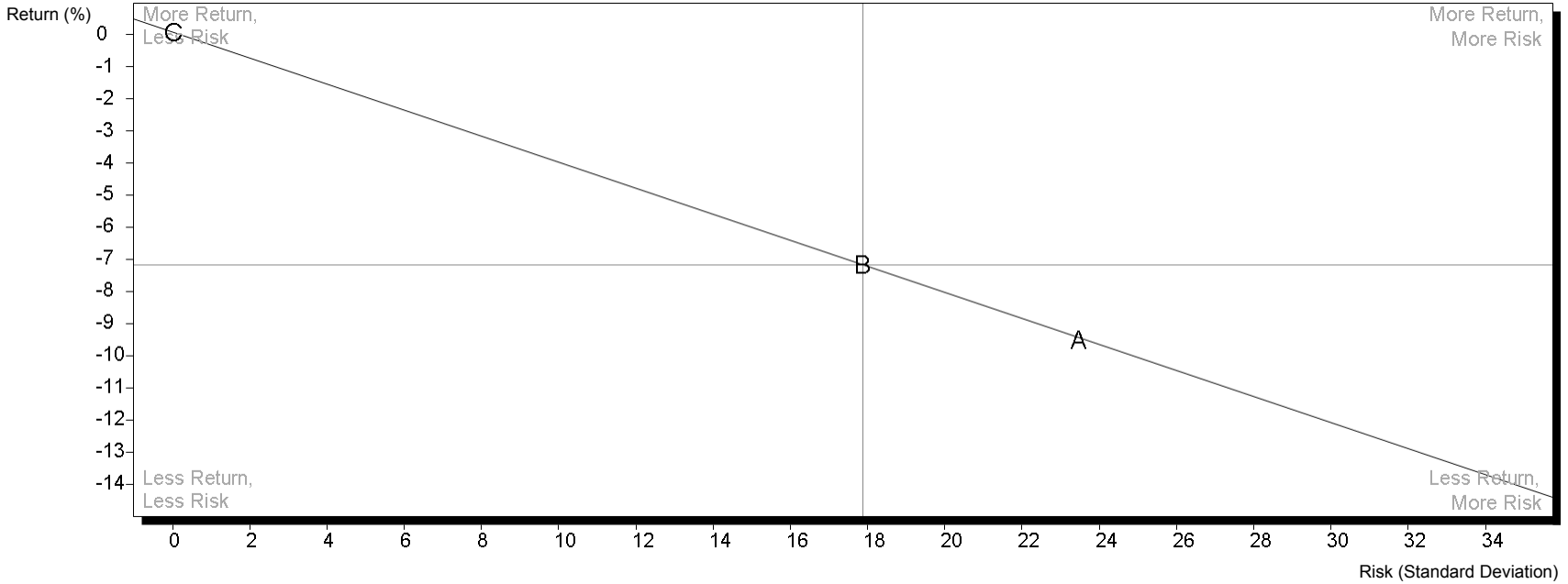

| | Latest Quarter | | Fiscal Yr to Date | | Latest Year | | Latest 3 Years | | Latest 5 Years | | Latest 10 Years | | From 5/31/14 | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl |
| Brandes Emerging Markets | 3.03 | 32 | 22.51 | 2 | -6.22 | 19 | N/A | N/A | N/A | N/A | N/A | N/A | -9.52 | 88 |
| MSCI Emerging Markets | 0.66 | 91 | 7.11 | 64 | -12.06 | 76 | -1.56 | 60 | -3.78 | 63 | 3.54 | 42 | -7.17 | 54 |

Returns are calculated gross of management fees using trade date positions and including accrued income. Returns for greater than one year are annualized.
Universe calculations are based on manager returns provided by Morningstar.
The universe components are Diversified Emerging Mkts.
From 5/31/2014 to 6/30/2016 the number of equity funds ranged from 206 to 229.

# Republic of Palau - COFA Trust Fund
# Brandes Emerging Markets

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

## Risk/Return Analysis




| | Description | Annual Return | Standard Deviation | Alpha | Beta | R-Squared | Sharpe Ratio | Available Data Beg Date | Available Data End Date |
|---|---|---|---|---|---|---|---|---|---|
| A | Brandes Emerging Markets | -9.52 | 23.48 | -0.11 | 1.22 | 0.93 | -225.34 | 05/31/14 | 06/30/16 |
| B | MSCI Emerging Markets | -7.17 | 17.88 | 0.00 | 1.00 | 1.00 | -129.59 | 05/31/14 | 06/30/16 |
| C | Citi 3 Month T-Bill | 0.08 | 0.03 | 0.00 | 0.00 | 0.00 | 0.00 | 05/31/14 | 06/30/16 |

Returns are calculated gross of management fees using trade date positions and including accrued income. Returns for greater than one year are annualized.
The independent variable is the MSCI Emerging Markets

# Republic of Palau - COFA Trust Fund
# Bank of Hawaii

Report Period: 09-30-08 to 06-30-16
Fiscal Year Ends: September

## Account Activity Summary

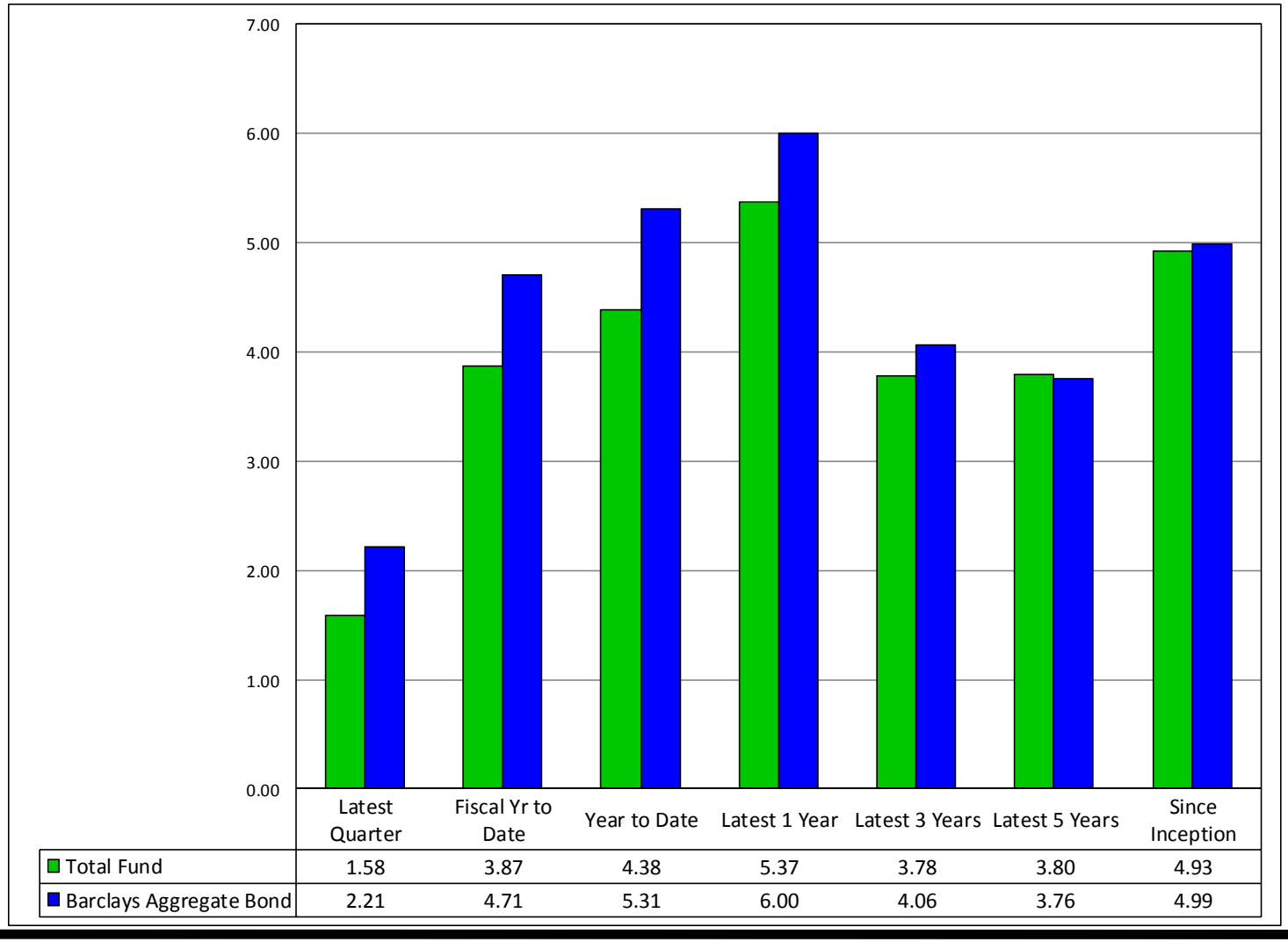
| | Latest Quarter | Fiscal Yr to Date | Latest 1 Year | Latest 3 Years | Latest 5 Years | Latest 10 Years | From 09-30-08 |
|---|---|---|---|---|---|---|---|
| Beginning Mkt Value | 17,023,605 | 16,671,950 | 17,385,636 | 29,850,830 | 28,363,757 | N/A | 28,015,564 |
| Contributions | 0 | 499 | 499 | 499 | 1,994,149 | N/A | 3,488,159 |
| Withdrawals | 0 | 0 | 1,013,957 | 15,009,093 | 17,655,548 | N/A | 23,849,757 |
| Management Fees | 13,796 | 37,780 | 37,780 | 37,780 | 37,780 | N/A | 37,780 |
| Net Flows | -13,796 | -37,280 | -1,051,237 | -15,046,373 | -15,699,178 | N/A | -20,399,377 |
| Interest/Dividend Income | 120,624 | 377,417 | 517,804 | 2,132,769 | 4,553,792 | N/A | 8,028,776 |
| Gains/Losses | 148,251 | 266,597 | 426,482 | 341,459 | 60,314 | N/A | 1,633,722 |
| Total Earnings | 268,874 | 644,014 | 944,285 | 2,474,227 | 4,614,105 | N/A | 9,662,497 |
| **As of 06-30-16** | | | | | | | |
| Ending Mkt Value | 17,278,684 | 17,278,684 | 17,278,684 | 17,278,684 | 17,278,684 | N/A | 17,278,684 |
| Time-Weighted Return | 1.58 | 3.87 | 5.37 | 3.78 | 3.80 | N/A | 4.93 |
| Barclays Aggregate Bond | 2.21 | 4.71 | 6.00 | 4.06 | 3.76 | N/A | 4.99 |

Returns are calculated gross of management fees using trade date positions and including accrued income.
Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
# Bank of Hawaii

Report Period: 09-30-08 to 06-30-16
Fiscal Year Ends: September

## Comparative Returns for Fiscal Periods: Total Fund : Gross of Fees




| | Latest Quarter | Fiscal Yr to Date | Year to Date | Latest 1 Year | Latest 3 Years | Latest 5 Years | Since Inception |
|---|---|---|---|---|---|---|---|
| Total Fund | 1.58 | 3.87 | 4.38 | 5.37 | 3.78 | 3.80 | 4.93 |
| Barclays Aggregate Bond | 2.21 | 4.71 | 5.31 | 6.00 | 4.06 | 3.76 | 4.99 |

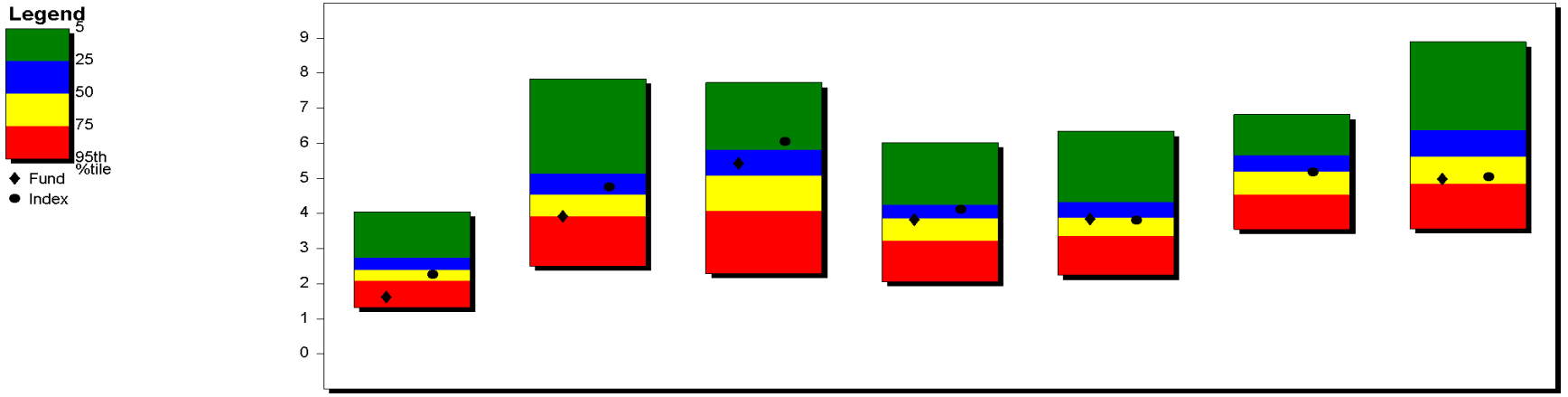
Returns are calculated using trade date positions and including accrued income. Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
# Bank of Hawaii

Report Period: 09-30-08 to 06-30-16
Fiscal Year Ends: September

## Universe Comparison for Fiscal Periods

Universe Composition: 100% Fixed Income



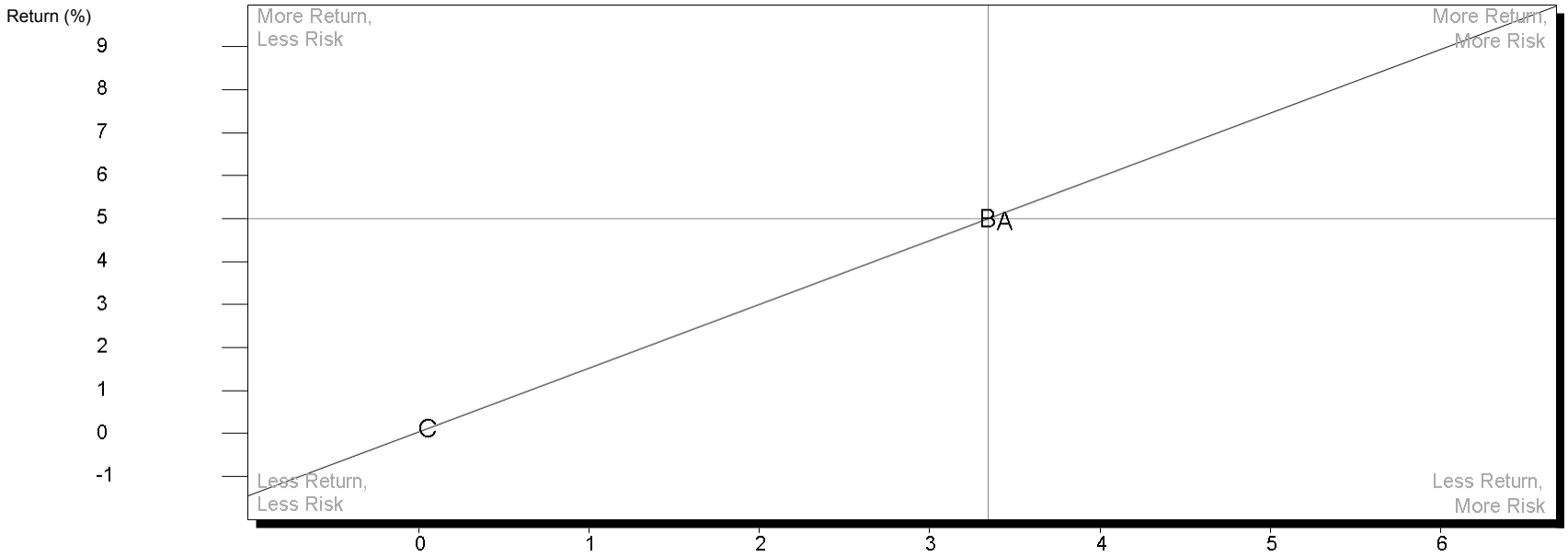

| | Latest Quarter | | Fiscal Yr to Date | | Latest Year | | Latest 3 Years | | Latest 5 Years | | Latest 10 Years | | From 9/30/08 | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl |
| Bank of Hawaii | 1.58 | 90 | 3.87 | 77 | 5.37 | 42 | 3.78 | 58 | 3.80 | 53 | N/A | N/A | 4.93 | 74 |
| Barclays Aggregate Bond | 2.21 | 66 | 4.71 | 42 | 6.00 | 21 | 4.06 | 35 | 3.76 | 56 | 5.13 | 53 | 4.99 | 74 |

Returns are calculated gross of management fees using trade date positions and including accrued income. Returns for greater than one year are annualized.
Universe calculations are based on manager returns provided by Morningstar.
The universe components are Intermediate-Term Bond, Long-Term Bond.
From 9/30/2008 to 6/30/2016 the number of fixed income funds ranged from 688 to 1086 and the number of equity funds ranged from 92 to 147.

# Republic of Palau - COFA Trust Fund
# Bank of Hawaii

Report Period: 09-30-08 to 06-30-16
Fiscal Year Ends: September

## Risk/Return Analysis




| | Description | Annual Return | Standard Deviation | Alpha | Beta | R-Squared | Sharpe Ratio | Available Data Beg Date | Available Data End Date |
|---|---|---|---|---|---|---|---|---|---|
| A | Bank of Hawaii | 4.93 | 3.44 | -0.08 | 1.01 | 0.98 | 1.40 | 09/30/08 | 06/30/16 |
| B | Barclays Aggregate Bond | 4.99 | 3.34 | 0.00 | 1.00 | 1.00 | 1.46 | 09/30/08 | 06/30/16 |
| C | Citi 3 Month T-Bill | 0.12 | 0.05 | 0.00 | 0.00 | 0.00 | 0.00 | 09/30/08 | 06/30/16 |

Returns are calculated gross of management fees using trade date positions and including accrued income. Returns for greater than one year are annualized.
The independent variable is the Barclays Aggregate Bond

# Republic of Palau - COFA Trust Fund
# Garcia Hamilton

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

## Account Activity Summary

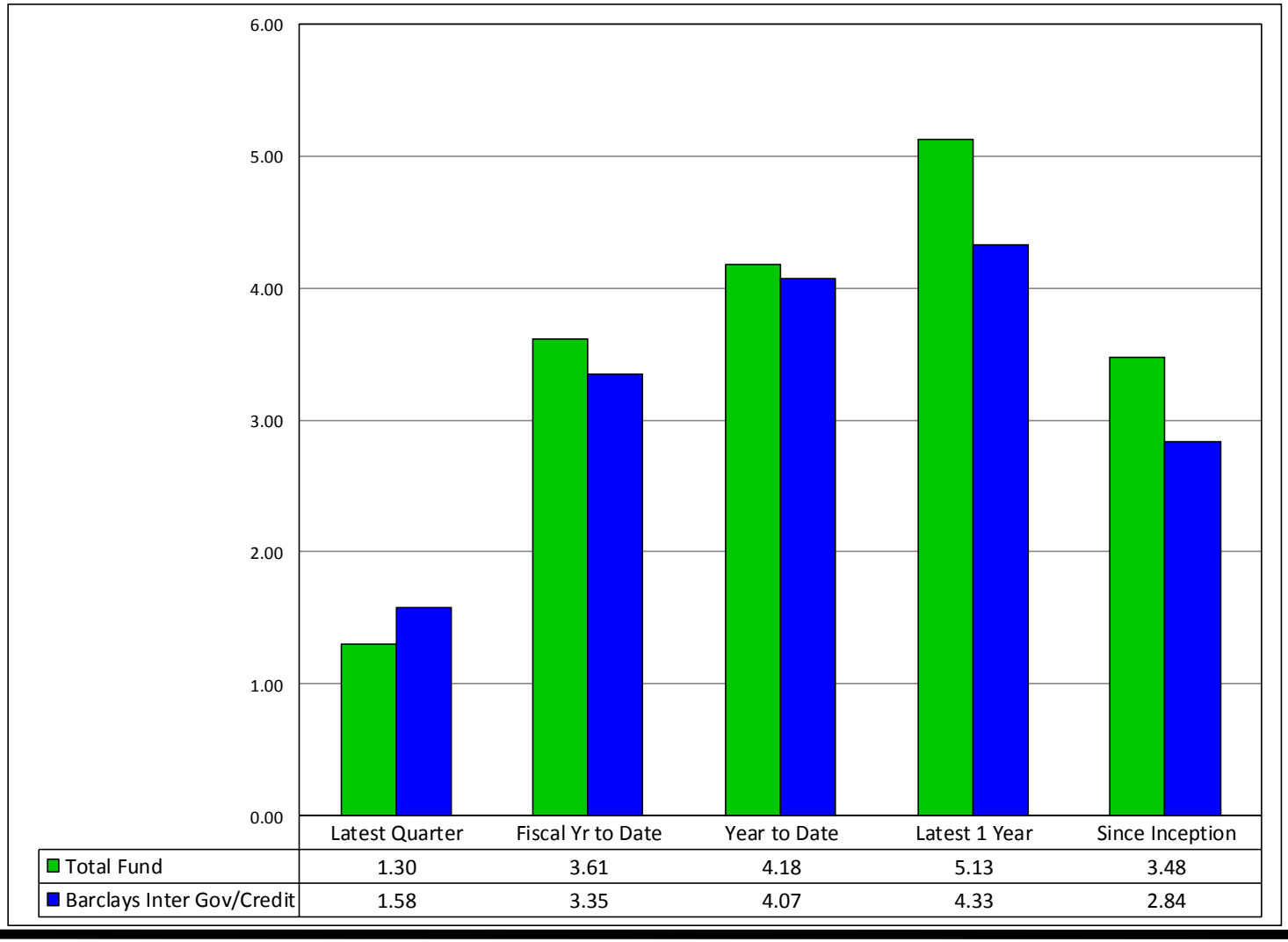
| | Latest Quarter | Fiscal Yr to Date | Latest 1 Year | Latest 3 Years | Latest 5 Years | Latest 10 Years | From 05-31-14 |
|---|---|---|---|---|---|---|---|
| Beginning Mkt Value | 16,309,191 | 19,550,284 | 19,284,456 | N/A | N/A | N/A | 28,260,790 |
| Contributions | 0 | 0 | 0 | N/A | N/A | N/A | 0 |
| Withdrawals | 1,756,250 | 5,346,250 | 5,362,460 | N/A | N/A | N/A | 14,773,907 |
| Management Fees | 23,405 | 51,797 | 51,797 | N/A | N/A | N/A | 51,797 |
| Net Flows | -1,779,655 | -5,398,047 | -5,414,257 | N/A | N/A | N/A | -14,825,704 |
| Interest/Dividend Income | 126,442 | 417,635 | 633,384 | N/A | N/A | N/A | 1,401,446 |
| Gains/Losses | 68,788 | 154,893 | 221,182 | N/A | N/A | N/A | -111,767 |
| Total Earnings | 195,229 | 572,528 | 854,566 | N/A | N/A | N/A | 1,289,679 |
| **As of 06-30-16** | | | | | | | |
| Ending Mkt Value | 14,724,765 | 14,724,765 | 14,724,765 | N/A | N/A | N/A | 14,724,765 |
| Time-Weighted Return | 1.30 | 3.61 | 5.13 | N/A | N/A | N/A | 3.48 |
| Barclays Inter Gov/Credit | 1.58 | 3.35 | 4.33 | N/A | N/A | N/A | 2.84 |

Returns are calculated gross of management fees using trade date positions and including accrued income.
Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
# Garcia Hamilton

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

## Comparative Returns for Fiscal Periods: Total Fund : Gross of Fees




| | Latest Quarter | Fiscal Yr to Date | Year to Date | Latest 1 Year | Since Inception |
|---|---|---|---|---|---|
| Total Fund | 1.30 | 3.61 | 4.18 | 5.13 | 3.48 |
| Barclays Inter Gov/Credit | 1.58 | 3.35 | 4.07 | 4.33 | 2.84 |

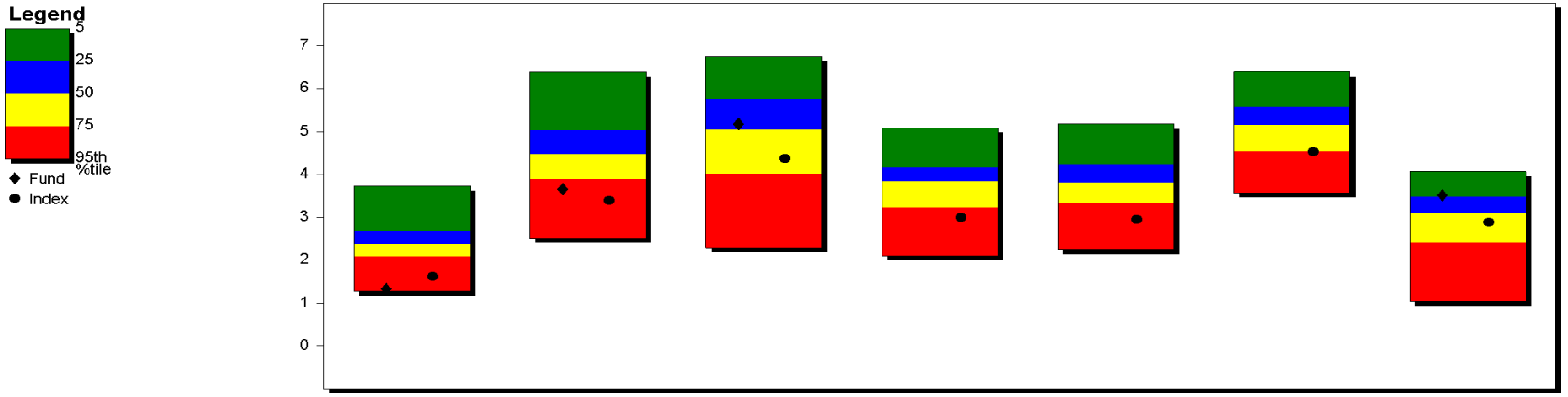
Returns are calculated using trade date positions and including accrued income. Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
# Garcia Hamilton

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

## Universe Comparison for Fiscal Periods

Universe Composition: 100% Fixed Income



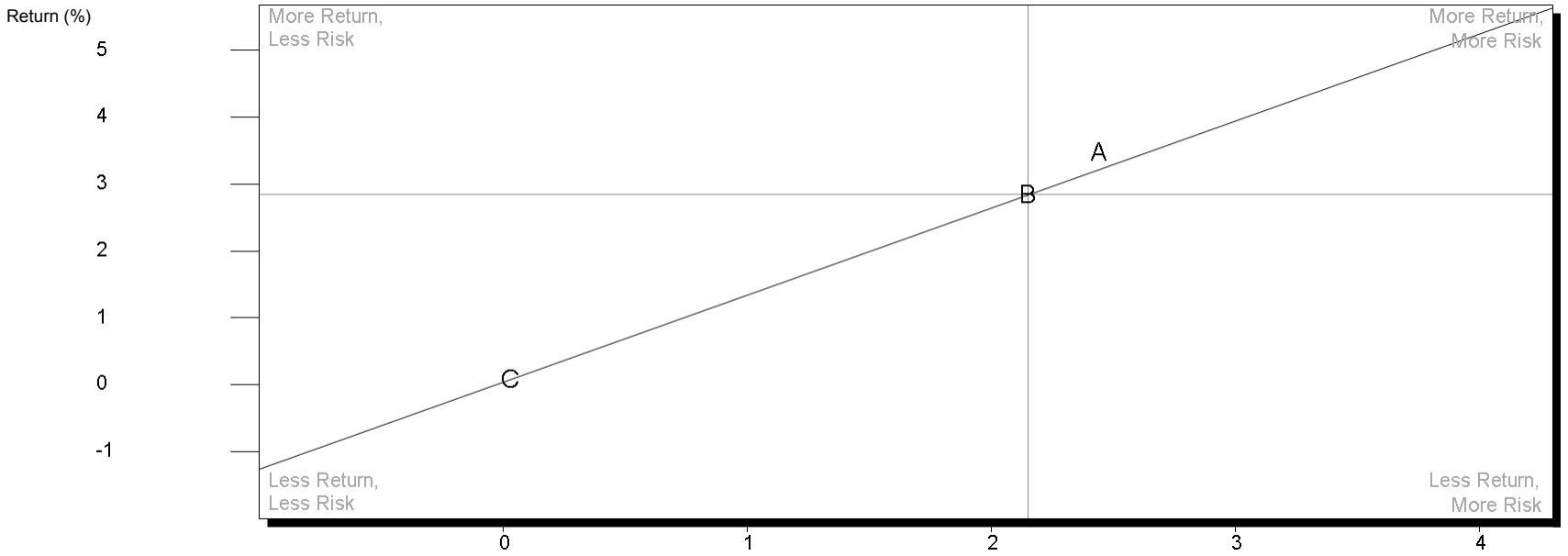

| | Latest Quarter | | Fiscal Yr to Date | | Latest Year | | Latest 3 Years | | Latest 5 Years | | Latest 10 Years | | From 5/31/14 | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl |
| Garcia Hamilton | 1.30 | 95 | 3.61 | 82 | 5.13 | 47 | N/A | N/A | N/A | N/A | N/A | N/A | 3.48 | 27 |
| Barclays Inter Gov/Credit | 1.58 | 90 | 3.35 | 86 | 4.33 | 68 | 2.95 | 82 | 2.90 | 85 | 4.48 | 76 | 2.84 | 62 |

Returns are calculated gross of management fees using trade date positions and including accrued income. Returns for greater than one year are annualized.
Universe calculations are based on manager returns provided by Morningstar.
The universe components are Intermediate-Term Bond.
From 5/31/2014 to 6/30/2016 the number of fixed income funds ranged from 655 to 721 and the number of equity funds ranged from 90 to 100.

# Republic of Palau - COFA Trust Fund
# Garcia Hamilton

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

## Risk/Return Analysis




| | Description | Annual Return | Standard Deviation | Alpha | Beta | R-Squared | Sharpe Ratio | Available Data Beg Date | Available Data End Date |
|---|---|---|---|---|---|---|---|---|---|
| A | Garcia Hamilton | 3.48 | 2.44 | 0.41 | 1.08 | 0.95 | 1.39 | 05/31/14 | 06/30/16 |
| B | Barclays Inter Gov/Credit | 2.84 | 2.15 | 0.00 | 1.00 | 1.00 | 1.28 | 05/31/14 | 06/30/16 |
| C | Citi 3 Month T-Bill | 0.08 | 0.03 | 0.00 | 0.00 | 0.00 | 0.00 | 05/31/14 | 06/30/16 |

Returns are calculated gross of management fees using trade date positions and including accrued income. Returns for greater than one year are annualized.
The independent variable is the Barclays Inter Gov/Credit

# Republic of Palau - COFA Trust Fund
# Chartwell Investment Partners

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: December

## Account Activity Summary

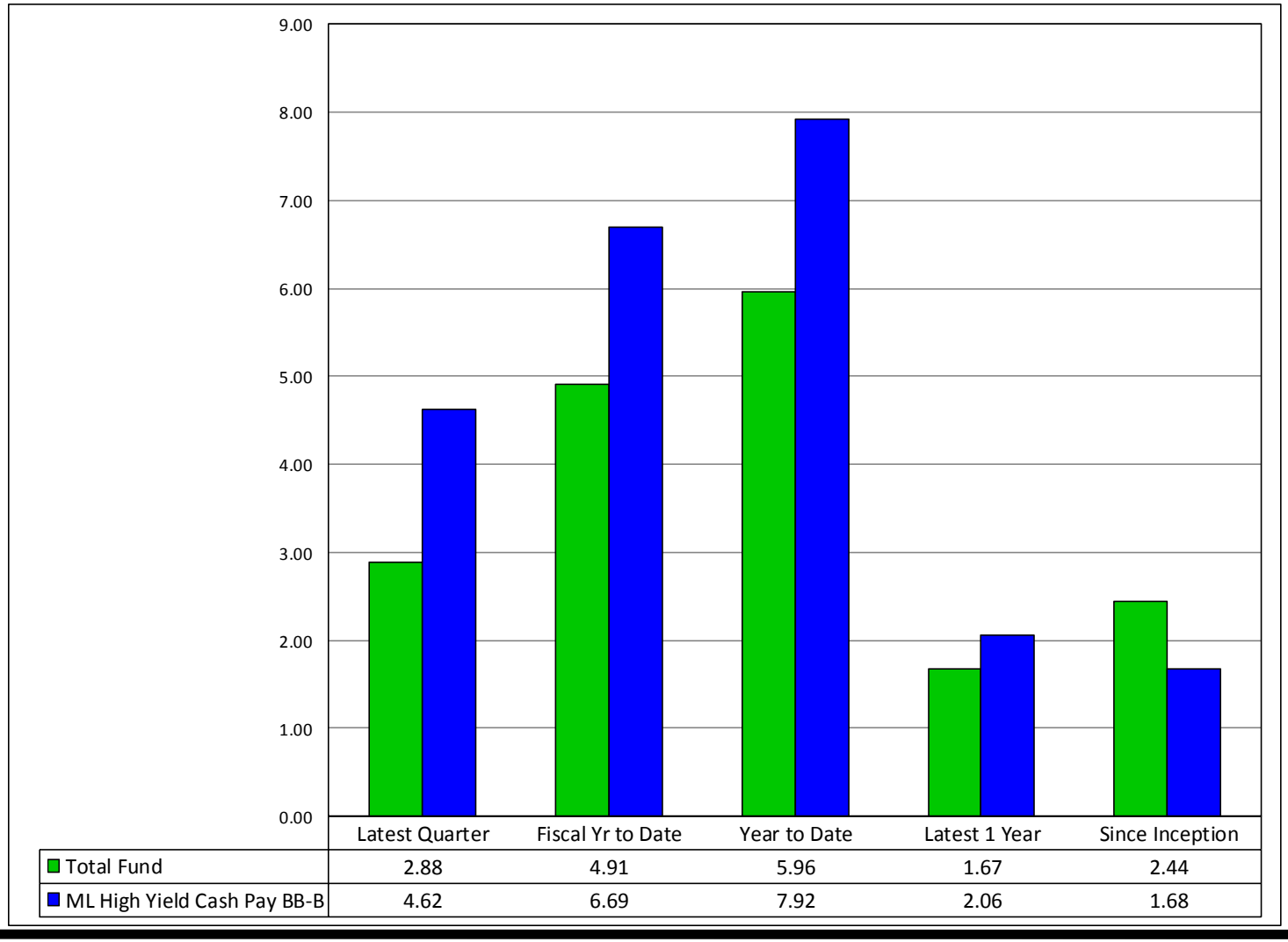
| | Latest Quarter | Fiscal Yr to Date | Latest 1 Year | Latest 3 Years | Latest 5 Years | Latest 10 Years | From 05-31-14 |
|---|---|---|---|---|---|---|---|
| Beginning Mkt Value | 5,988,447 | 5,823,166 | 6,169,009 | N/A | N/A | N/A | 5,994,911 |
| Contributions | 0 | 0 | 0 | N/A | N/A | N/A | 0 |
| Withdrawals | 0 | 0 | 8,949 | N/A | N/A | N/A | 39,715 |
| Management Fees | 8,805 | 17,568 | 24,928 | N/A | N/A | N/A | 24,928 |
| Net Flows | -8,805 | -17,567 | -33,877 | N/A | N/A | N/A | -64,643 |
| Interest/Dividend Income | 92,639 | 192,634 | 379,938 | N/A | N/A | N/A | 687,144 |
| Gains/Losses | 79,586 | 153,635 | -363,202 | N/A | N/A | N/A | -465,544 |
| Total Earnings | 172,225 | 346,269 | 16,736 | N/A | N/A | N/A | 221,600 |
| **As of 06-30-16** | | | | | | | |
| Ending Mkt Value | 6,151,867 | 6,151,867 | 6,151,867 | N/A | N/A | N/A | 6,151,867 |
| Time-Weighted Return | 2.88 | 5.96 | 1.67 | N/A | N/A | N/A | 2.44 |
| ML High Yield Cash Pay BB-B | 4.62 | 7.92 | 2.06 | N/A | N/A | N/A | 1.68 |

Returns are calculated gross of management fees using trade date positions and including accrued income.
Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
# Chartwell Investment Partners

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

## Comparative Returns for Fiscal Periods: Total Fund : Gross of Fees



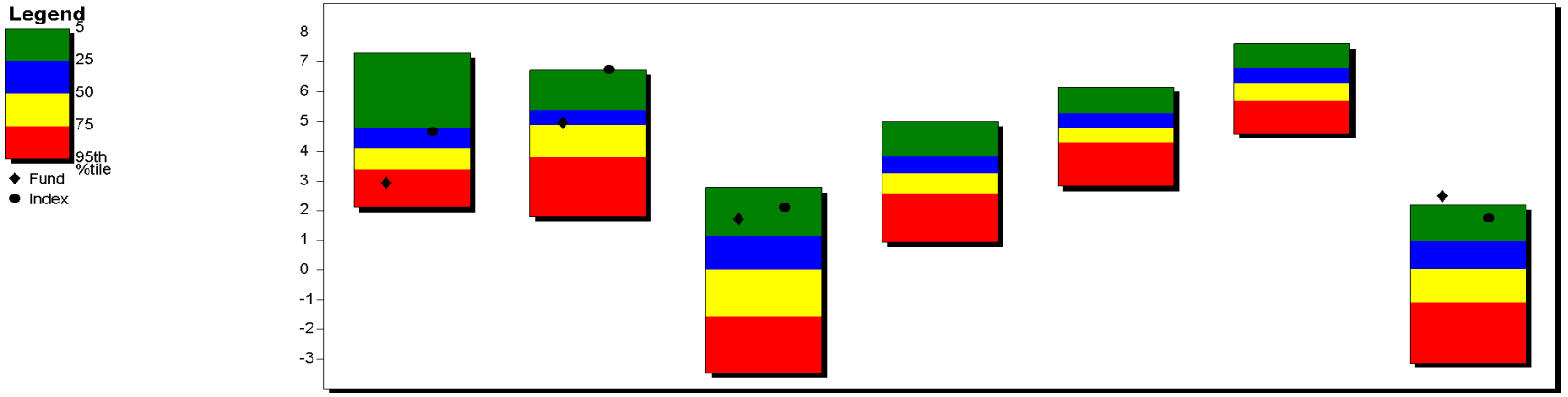

| | Latest Quarter | Fiscal Yr to Date | Year to Date | Latest 1 Year | Since Inception |
|---|---|---|---|---|---|
| Total Fund | 2.88 | 4.91 | 5.96 | 1.67 | 2.44 |
| ML High Yield Cash Pay BB-B | 4.62 | 6.69 | 7.92 | 2.06 | 1.68 |

Returns are calculated using trade date positions and including accrued income. Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
## Chartwell Investment Partners

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

### Universe Comparison for Fiscal Periods
Universe Composition: 100% Fixed Income



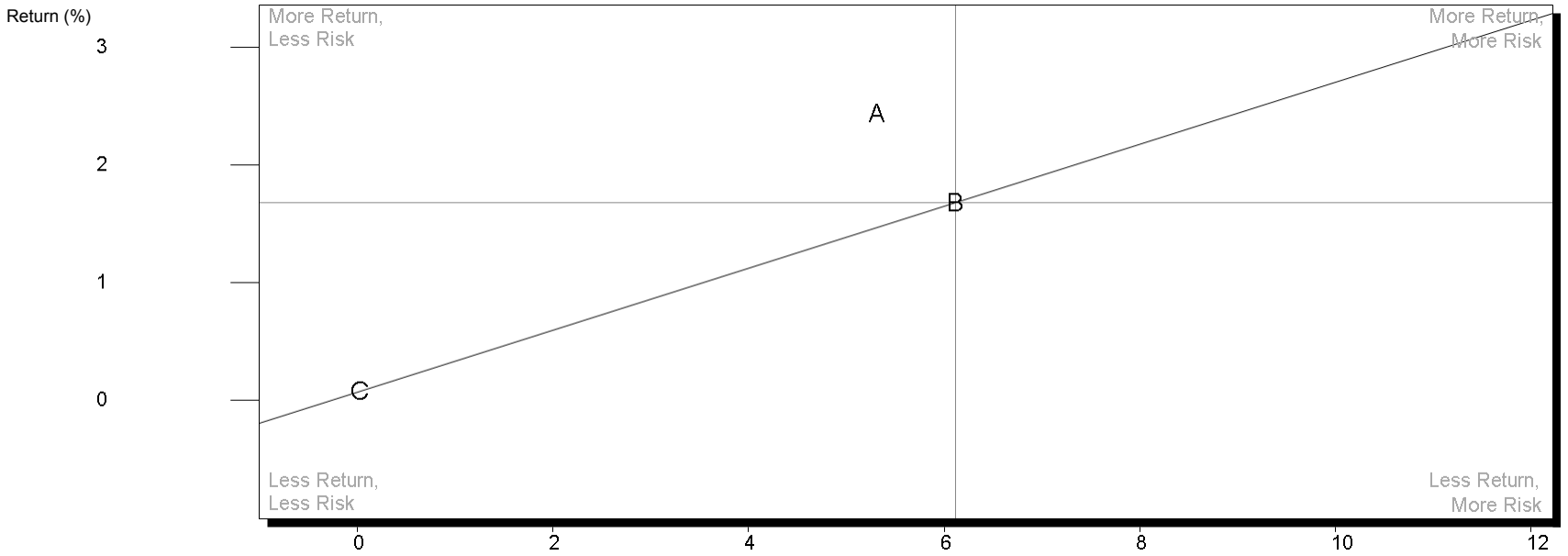

| | Latest Quarter | | Fiscal Yr to Date | | Latest Year | | Latest 3 Years | | Latest 5 Years | | Latest 10 Years | | From 5/31/14 | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl |
| Chartwell Investment Partners | 2.88 | 85 | 4.91 | 50 | 1.67 | 18 | N/A | N/A | N/A | N/A | N/A | N/A | 2.44 | 5 |
| ML High Yield Cash Pay BB-B | 4.62 | 36 | 6.69 | 6 | 2.06 | 11 | N/A | N/A | N/A | N/A | N/A | N/A | 1.68 | 12 |

Returns are calculated gross of management fees using trade date positions and including accrued income. Returns for greater than one year are annualized.
Universe calculations are based on manager returns provided by Morningstar.
The universe components are High Yield Bond.
From 5/31/2014 to 6/30/2016 the number of fixed income funds ranged from 362 to 387 and the number of equity funds ranged from 203 to 216.

# Republic of Palau - COFA Trust Fund
# Chartwell Investment Partners

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

## Risk/Return Analysis




| | Description | Annual Return | Standard Deviation | Alpha | Beta | R-Squared | Sharpe Ratio | Available Data Beg Date | Available Data End Date |
|---|---|---|---|---|---|---|---|---|---|
| A | Chartwell Investment Partners | 2.44 | 5.32 | 0.96 | 0.85 | 0.98 | 0.44 | 05/31/14 | 06/30/16 |
| B | ML High Yield Cash Pay BB-B | 1.68 | 6.11 | 0.00 | 1.00 | 1.00 | 0.26 | 05/31/14 | 06/30/16 |
| C | Citi 3 Month T-Bill | 0.08 | 0.03 | 0.00 | 0.00 | 0.00 | 0.00 | 05/31/14 | 06/30/16 |

Returns are calculated gross of management fees using trade date positions and including accrued income. Returns for greater than one year are annualized.
The independent variable is the ML High Yield Cash Pay BB-B

# Republic of Palau - COFA Trust Fund
# Templeton Global Bond

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

## Account Activity Summary

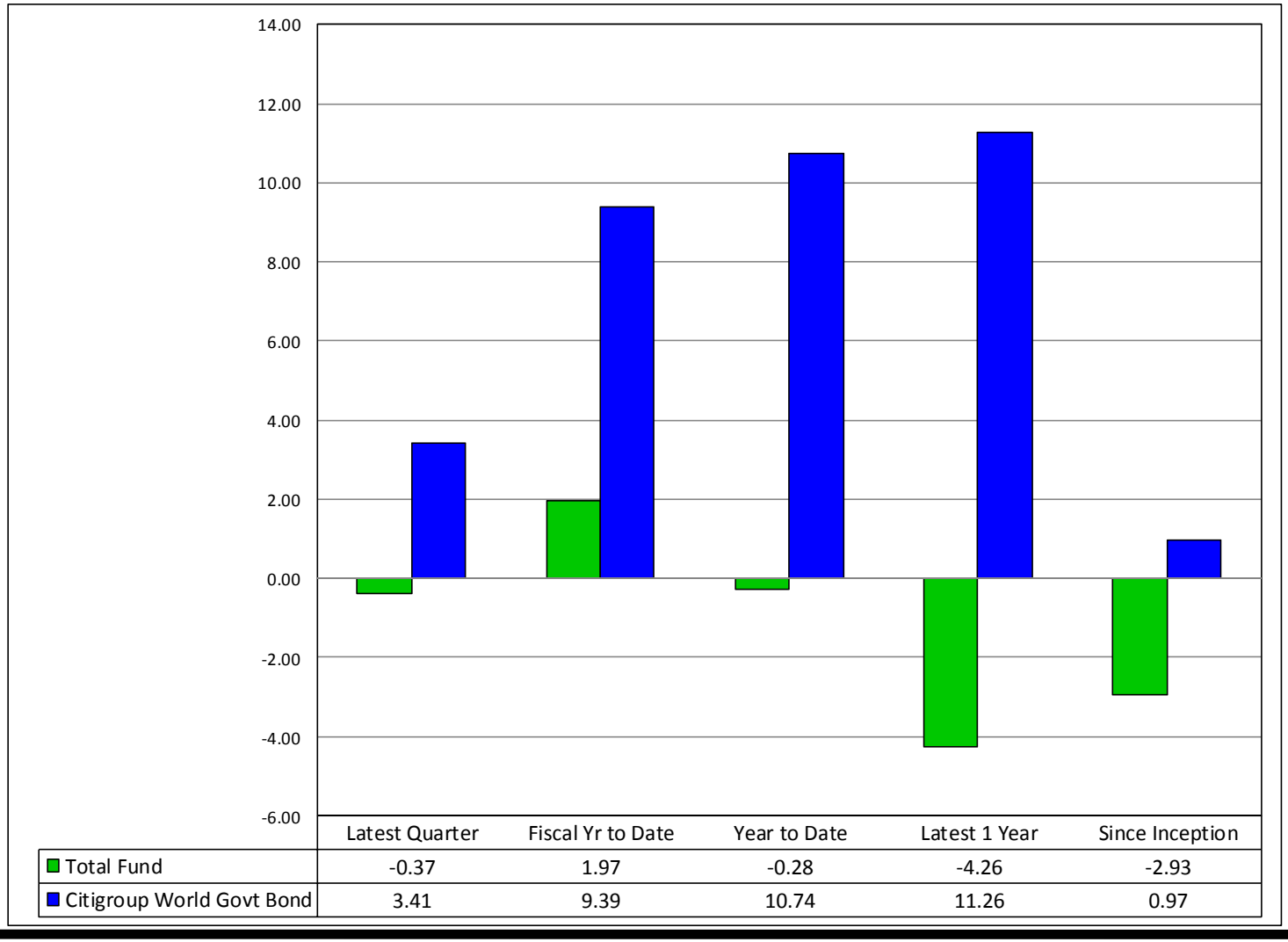
| | Latest Quarter | Fiscal Yr to Date | Latest 1 Year | Latest 3 Years | Latest 5 Years | Latest 10 Years | From 05-31-14 |
|---|---|---|---|---|---|---|---|
| Beginning Mkt Value | 5,654,079 | 5,522,845 | 5,882,482 | N/A | N/A | N/A | 5,994,911 |
| Contributions | 2,000 | 5,000 | 6,050 | N/A | N/A | N/A | 8,650 |
| Withdrawals | 0 | 0 | 1,268 | N/A | N/A | N/A | 6,775 |
| Management Fees | 1,251 | 2,898 | 2,898 | N/A | N/A | N/A | 2,898 |
| Net Flows | 749 | 2,102 | 1,884 | N/A | N/A | N/A | -1,023 |
| Interest/Dividend Income | 38,132 | 133,225 | 180,322 | N/A | N/A | N/A | 600,926 |
| Gains/Losses | -59,010 | -24,223 | -430,738 | N/A | N/A | N/A | -960,864 |
| Total Earnings | -20,878 | 109,002 | -250,416 | N/A | N/A | N/A | -359,938 |
| **As of 06-30-16** | | | | | | | |
| Ending Mkt Value | 5,633,950 | 5,633,950 | 5,633,950 | N/A | N/A | N/A | 5,633,950 |
| Time-Weighted Return | -0.37 | 1.97 | -4.26 | N/A | N/A | N/A | -2.93 |
| Citigroup World Govt Bond | 3.41 | 9.39 | 11.26 | N/A | N/A | N/A | 0.97 |

Returns are calculated gross of management fees using trade date positions and including accrued income.
Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
# Templeton Global Bond

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

## Comparative Returns for Fiscal Periods: Total Fund : Gross of Fees




| | Latest Quarter | Fiscal Yr to Date | Year to Date | Latest 1 Year | Since Inception |
|---|---|---|---|---|---|
| Total Fund | -0.37 | 1.97 | -0.28 | -4.26 | -2.93 |
| Citigroup World Govt Bond | 3.41 | 9.39 | 10.74 | 11.26 | 0.97 |

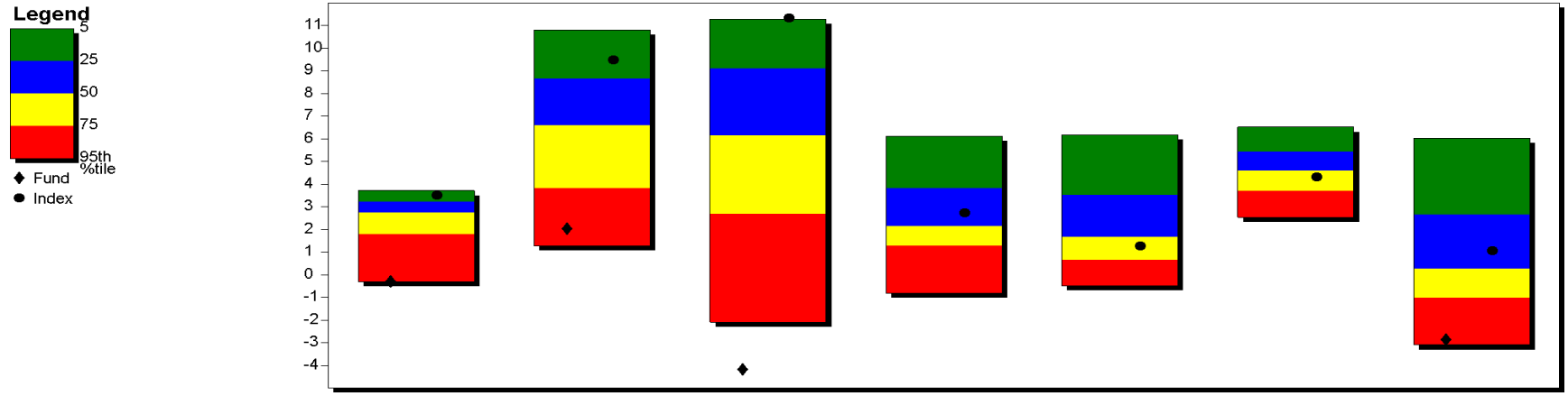
Returns are calculated using trade date positions and including accrued income. Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
# Templeton Global Bond

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

## Universe Comparison for Fiscal Periods

Universe Composition: 100% Fixed Income



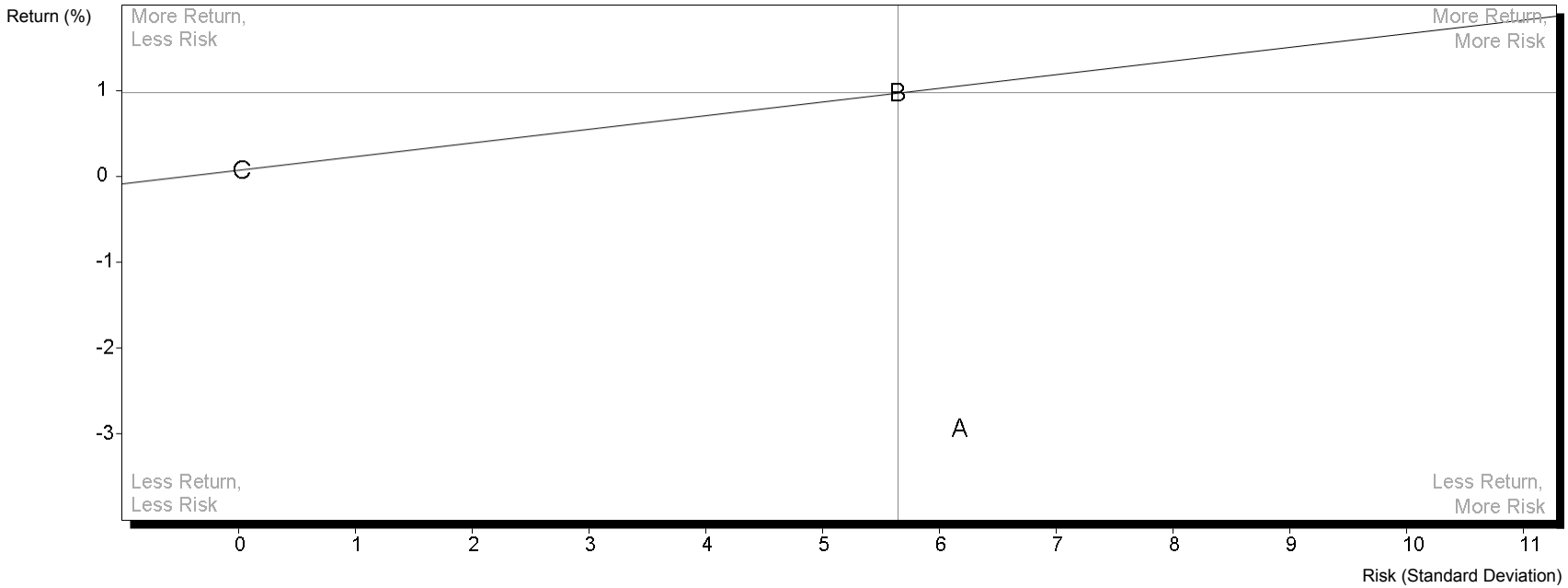

| | Latest Quarter | | Fiscal Yr to Date | | Latest Year | | Latest 3 Years | | Latest 5 Years | | Latest 10 Years | | From 5/31/14 | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl |
| Templeton Global Bond | -0.37 | 96 | 1.97 | 90 | -4.26 | 98 | N/A | N/A | N/A | N/A | N/A | N/A | -2.93 | 95 |
| Citigroup World Govt Bond | 3.41 | 16 | 9.39 | 19 | 11.26 | 6 | 2.65 | 39 | 1.18 | 67 | 4.22 | 61 | 0.97 | 42 |

Returns are calculated gross of management fees using trade date positions and including accrued income. Returns for greater than one year are annualized.
Universe calculations are based on manager returns provided by Morningstar.
The universe components are World Bond.
From 5/31/2014 to 6/30/2016 the number of fixed income funds ranged from 166 to 177 and the number of equity funds ranged from 29 to 33.

# Republic of Palau - COFA Trust Fund
# Templeton Global Bond

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

## Risk/Return Analysis




| | Description | Annual Return | Standard Deviation | Alpha | Beta | R-Squared | Sharpe Ratio | Available Data Beg Date | Available Data End Date |
|---|---|---|---|---|---|---|---|---|---|
| A | Templeton Global Bond | -2.93 | 6.18 | -2.86 | -0.01 | 0.00 | -18.59 | 05/31/14 | 06/30/16 |
| B | Citigroup World Govt Bond | 0.97 | 5.64 | 0.00 | 1.00 | 1.00 | 0.16 | 05/31/14 | 06/30/16 |
| C | Citi 3 Month T-Bill | 0.08 | 0.03 | 0.00 | 0.00 | 0.00 | 0.00 | 05/31/14 | 06/30/16 |

Returns are calculated gross of management fees using trade date positions and including accrued income. Returns for greater than one year are annualized.
The independent variable is the Citigroup World Govt Bond

# Republic of Palau - COFA Trust Fund
# Miller Howard

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

## Account Activity Summary

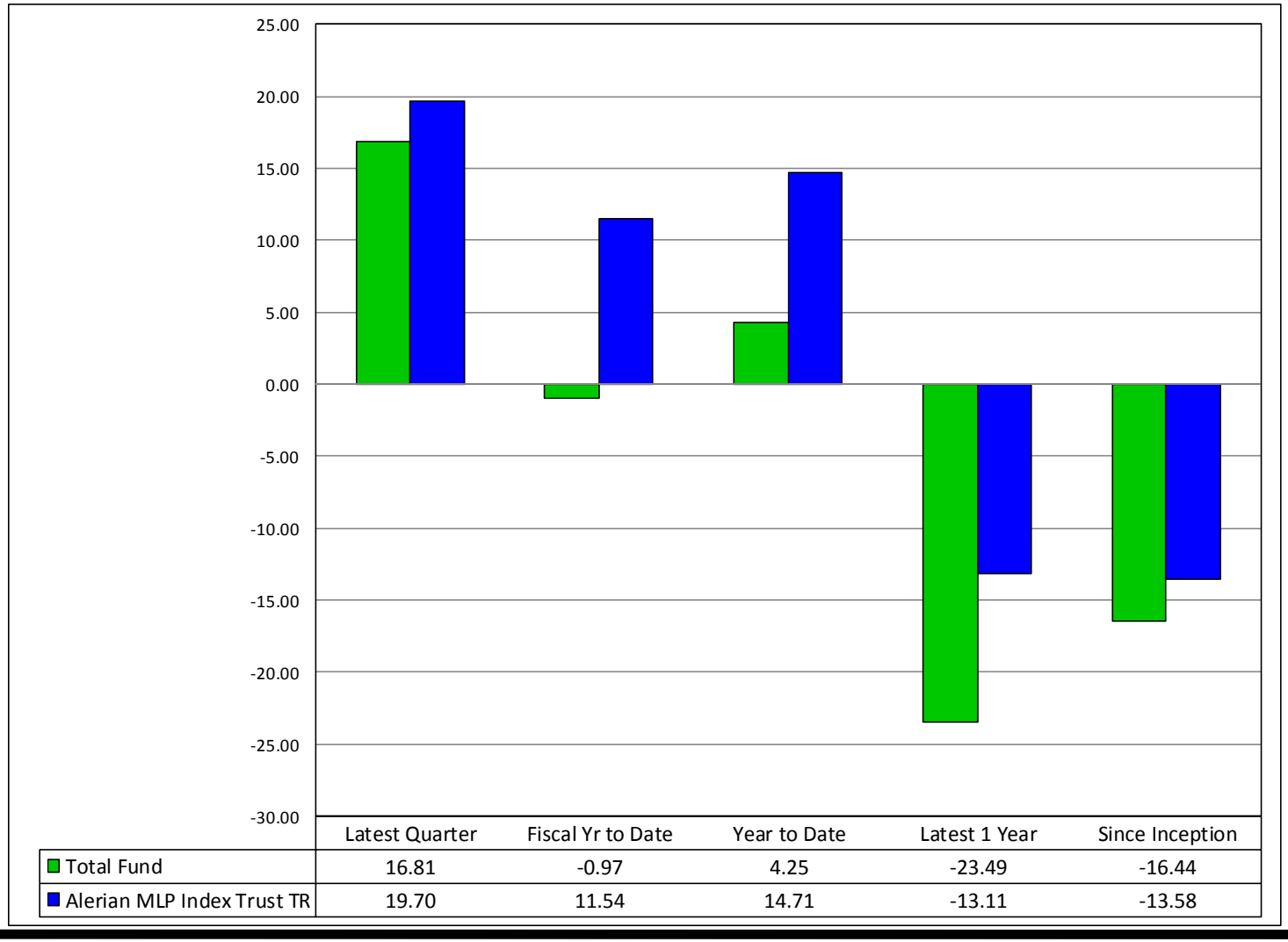
| | Latest Quarter | Fiscal Yr to Date | Latest 1 Year | Latest 3 Years | Latest 5 Years | Latest 10 Years | From 05-31-14 |
|---|---|---|---|---|---|---|---|
| Beginning Mkt Value | 6,820,690 | 8,068,845 | 10,458,576 | N/A | N/A | N/A | 6,036,592 |
| Contributions | 0 | 0 | 0 | N/A | N/A | N/A | 6,129,237 |
| Withdrawals | 38,487 | 38,487 | 53,075 | N/A | N/A | N/A | 113,571 |
| Management Fees | 10,035 | 31,250 | 31,250 | N/A | N/A | N/A | 31,250 |
| Net Flows | -48,522 | -69,737 | -84,325 | N/A | N/A | N/A | 5,984,416 |
| Interest/Dividend Income | 128,303 | 411,384 | 411,387 | N/A | N/A | N/A | 486,448 |
| Gains/Losses | 1,014,259 | -495,762 | -2,870,908 | N/A | N/A | N/A | -4,592,726 |
| Total Earnings | 1,142,562 | -84,378 | -2,459,521 | N/A | N/A | N/A | -4,106,278 |
| **As of 06-30-16** | | | | | | | |
| Ending Mkt Value | 7,914,730 | 7,914,730 | 7,914,730 | N/A | N/A | N/A | 7,914,730 |
| Time-Weighted Return | 16.81 | -0.97 | -23.49 | N/A | N/A | N/A | -16.44 |
| Alerian MLP Index Trust TR | 19.70 | 11.54 | -13.11 | N/A | N/A | N/A | -13.58 |

Returns are calculated gross of management fees using trade date positions and including accrued income.
Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
# Miller Howard

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

## Comparative Returns for Fiscal Periods: Total Fund : Gross of Fees




| | Latest Quarter | Fiscal Yr to Date | Year to Date | Latest 1 Year | Since Inception |
|---|---|---|---|---|---|
| Total Fund | 16.81 | -0.97 | 4.25 | -23.49 | -16.44 |
| Alerian MLP Index Trust TR | 19.70 | 11.54 | 14.71 | -13.11 | -13.58 |

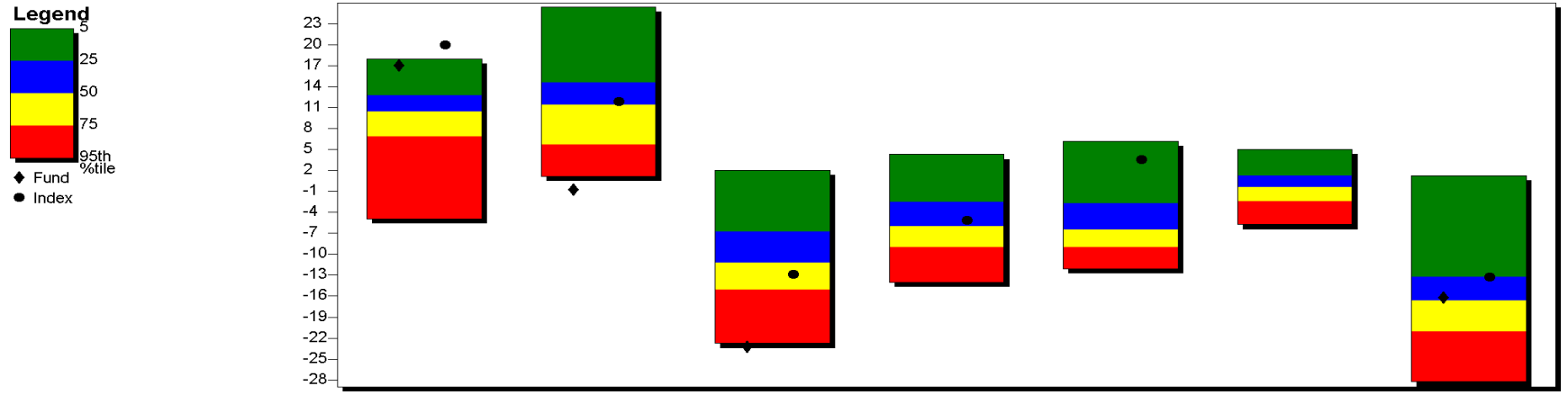
Returns are calculated using trade date positions and including accrued income. Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
# Miller Howard

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

## Universe Comparison for Fiscal Periods

Universe Composition: 100% Equity



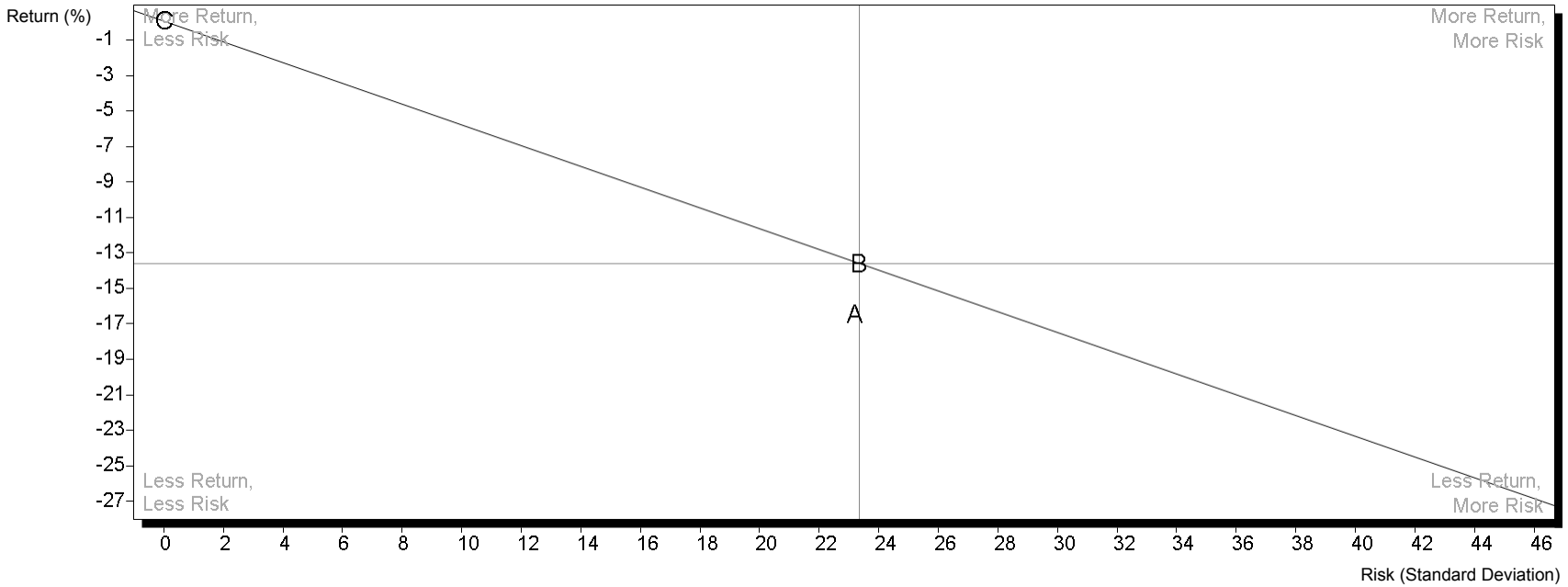

| | Latest Quarter | | Fiscal Yr to Date | | Latest Year | | Latest 3 Years | | Latest 5 Years | | Latest 10 Years | | From 5/31/14 | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl |
| Miller Howard | 16.81 | 7 | -0.97 | 98 | -23.49 | 96 | N/A | N/A | N/A | N/A | N/A | N/A | -16.44 | 49 |
| Alerian MLP Index Trust TR | 19.70 | 4 | 11.54 | 50 | -13.11 | 68 | -5.38 | 46 | 3.24 | 8 | N/A | N/A | -13.58 | 31 |

Returns are calculated gross of management fees using trade date positions and including accrued income. Returns for greater than one year are annualized.
Universe calculations are based on manager returns provided by Morningstar.
The universe components are Specialty-Natural Res.
From 5/31/2014 to 6/30/2016 the number of equity funds ranged from 131 to 143.

# Republic of Palau - COFA Trust Fund
# Miller Howard

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

## Risk/Return Analysis




| | Description | Annual Return | Standard Deviation | Alpha | Beta | R-Squared | Sharpe Ratio | Available Data Beg Date | Available Data End Date |
|---|---|---|---|---|---|---|---|---|---|
| A | Miller Howard | -16.44 | 23.22 | -3.66 | 0.97 | 0.97 | -383.63 | 05/31/14 | 06/30/16 |
| B | Alerian MLP Index Trust TR | -13.58 | 23.35 | 0.00 | 1.00 | 1.00 | -319.08 | 05/31/14 | 06/30/16 |
| C | Citi 3 Month T-Bill | 0.08 | 0.03 | 0.00 | 0.00 | 0.00 | 0.00 | 05/31/14 | 06/30/16 |

Returns are calculated gross of management fees using trade date positions and including accrued income. Returns for greater than one year are annualized.
The independent variable is the Alerian MLP Index Trust TR

# Republic of Palau - COFA Trust Fund
# Adelante

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

## Account Activity Summary

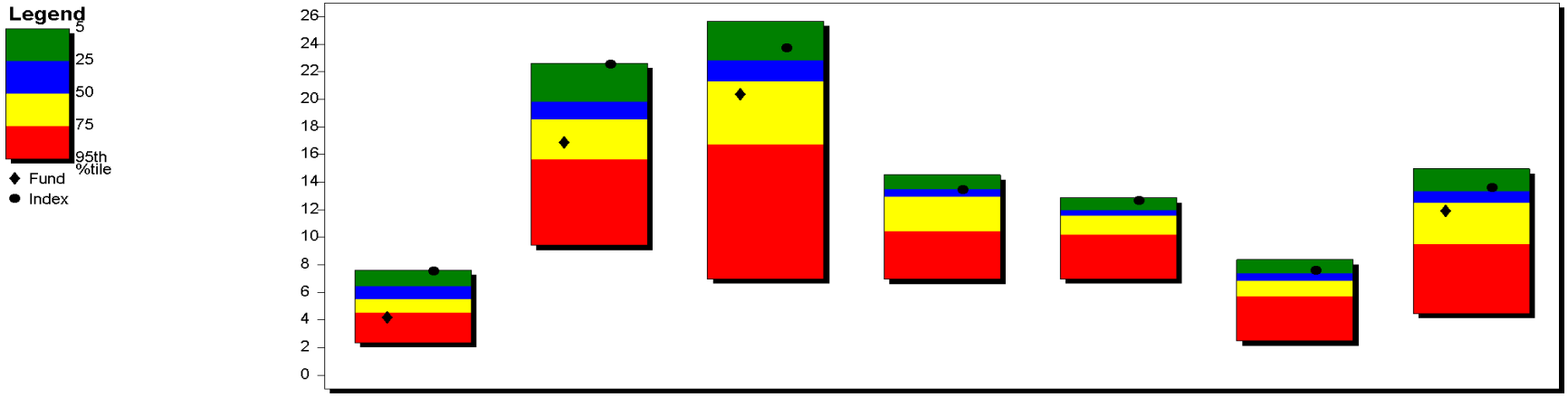
| | Latest Quarter | Fiscal Yr to Date | Latest 1 Year | Latest 3 Years | Latest 5 Years | Latest 10 Years | From 05-31-14 |
|---|---|---|---|---|---|---|---|
| Beginning Mkt Value | 7,226,665 | 6,452,212 | 6,298,156 | N/A | N/A | N/A | 6,035,996 |
| Contributions | 0 | 1,766 | 1,766 | N/A | N/A | N/A | 1,766 |
| Withdrawals | 0 | 5,688 | 15,176 | N/A | N/A | N/A | 48,147 |
| Management Fees | 9,201 | 18,582 | 18,582 | N/A | N/A | N/A | 18,582 |
| Net Flows | -9,201 | -22,504 | -31,992 | N/A | N/A | N/A | -64,963 |
| Interest/Dividend Income | 56,652 | 232,749 | 286,188 | N/A | N/A | N/A | 522,330 |
| Gains/Losses | 235,971 | 847,630 | 957,735 | N/A | N/A | N/A | 1,016,724 |
| Total Earnings | 292,623 | 1,080,379 | 1,243,923 | N/A | N/A | N/A | 1,539,054 |
| **As of 06-30-16** | | | | | | | |
| Ending Mkt Value | 7,510,087 | 7,510,087 | 7,510,087 | N/A | N/A | N/A | 7,510,087 |
| Time-Weighted Return | 4.06 | 16.74 | 20.23 | N/A | N/A | N/A | 11.77 |
| NAREIT | 7.41 | 22.41 | 23.62 | N/A | N/A | N/A | 13.48 |

Returns are calculated gross of management fees using trade date positions and including accrued income.
Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
## Adelante

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

### Universe Comparison for Fiscal Periods
Universe Composition: 100% Equity



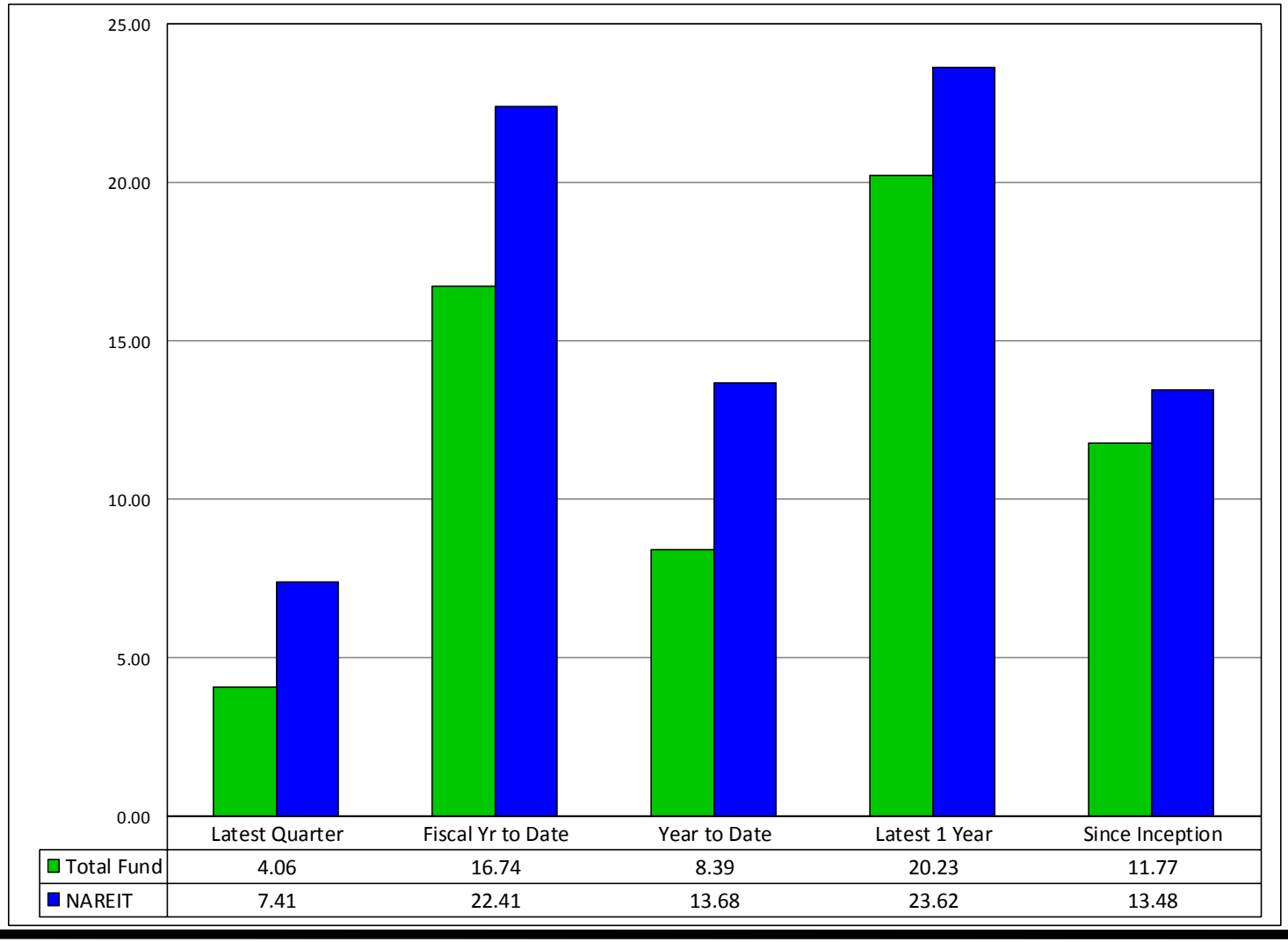

| | Latest Quarter | | Fiscal Yr to Date | | Latest Year | | Latest 3 Years | | Latest 5 Years | | Latest 10 Years | | From 5/31/14 | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl |
| Adelante | 4.06 | 78 | 16.74 | 72 | 20.23 | 64 | N/A | N/A | N/A | N/A | N/A | N/A | 11.77 | 70 |
| NAREIT | 7.41 | 6 | 22.41 | 8 | 23.62 | 20 | 13.31 | 34 | 12.52 | 9 | 7.45 | 24 | 13.48 | 20 |

Returns are calculated gross of management fees using trade date positions and including accrued income. Returns for greater than one year are annualized.
Universe calculations are based on manager returns provided by Morningstar.
The universe components are Specialty-Real Estate.
From 5/31/2014 to 6/30/2016 the number of equity funds ranged from 162 to 177.

# Republic of Palau - COFA Trust Fund
# Adelante

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

## Comparative Returns for Fiscal Periods: Total Fund : Gross of Fees



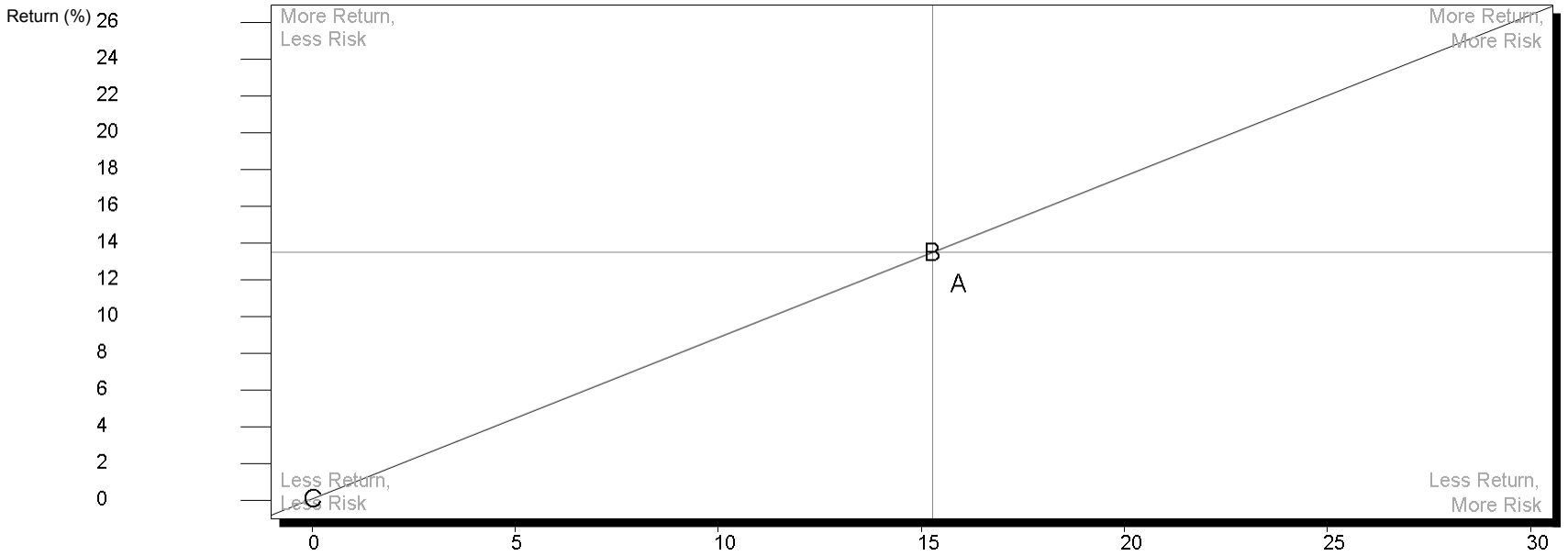

| | Latest Quarter | Fiscal Yr to Date | Year to Date | Latest 1 Year | Since Inception |
|---|---|---|---|---|---|
| Total Fund | 4.06 | 16.74 | 8.39 | 20.23 | 11.77 |
| NAREIT | 7.41 | 22.41 | 13.68 | 23.62 | 13.48 |

Returns are calculated using trade date positions and including accrued income. Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
# Adelante

Report Period: 05-31-14 to 06-30-16
Fiscal Year Ends: September

## Risk/Return Analysis




| | Description | Annual Return | Standard Deviation | Alpha | Beta | R-Squared | Sharpe Ratio | Available Data Beg Date | Available Data End Date |
|---|---|---|---|---|---|---|---|---|---|
| A | Adelante | 11.77 | 15.93 | -1.86 | 1.03 | 0.99 | 0.73 | 05/31/14 | 06/30/16 |
| B | NAREIT | 13.48 | 15.28 | 0.00 | 1.00 | 1.00 | 0.88 | 05/31/14 | 06/30/16 |
| C | Citi 3 Month T-Bill | 0.08 | 0.03 | 0.00 | 0.00 | 0.00 | 0.00 | 05/31/14 | 06/30/16 |

Returns are calculated gross of management fees using trade date positions and including accrued income. Returns for greater than one year are annualized.
The independent variable is the NAREIT

# Republic of Palau - COFA Trust Fund
# AIP Phoenix Global Real Estate

Report Period: 07-31-14 to 06-30-16
Fiscal Year Ends: September

## Account Activity Summary

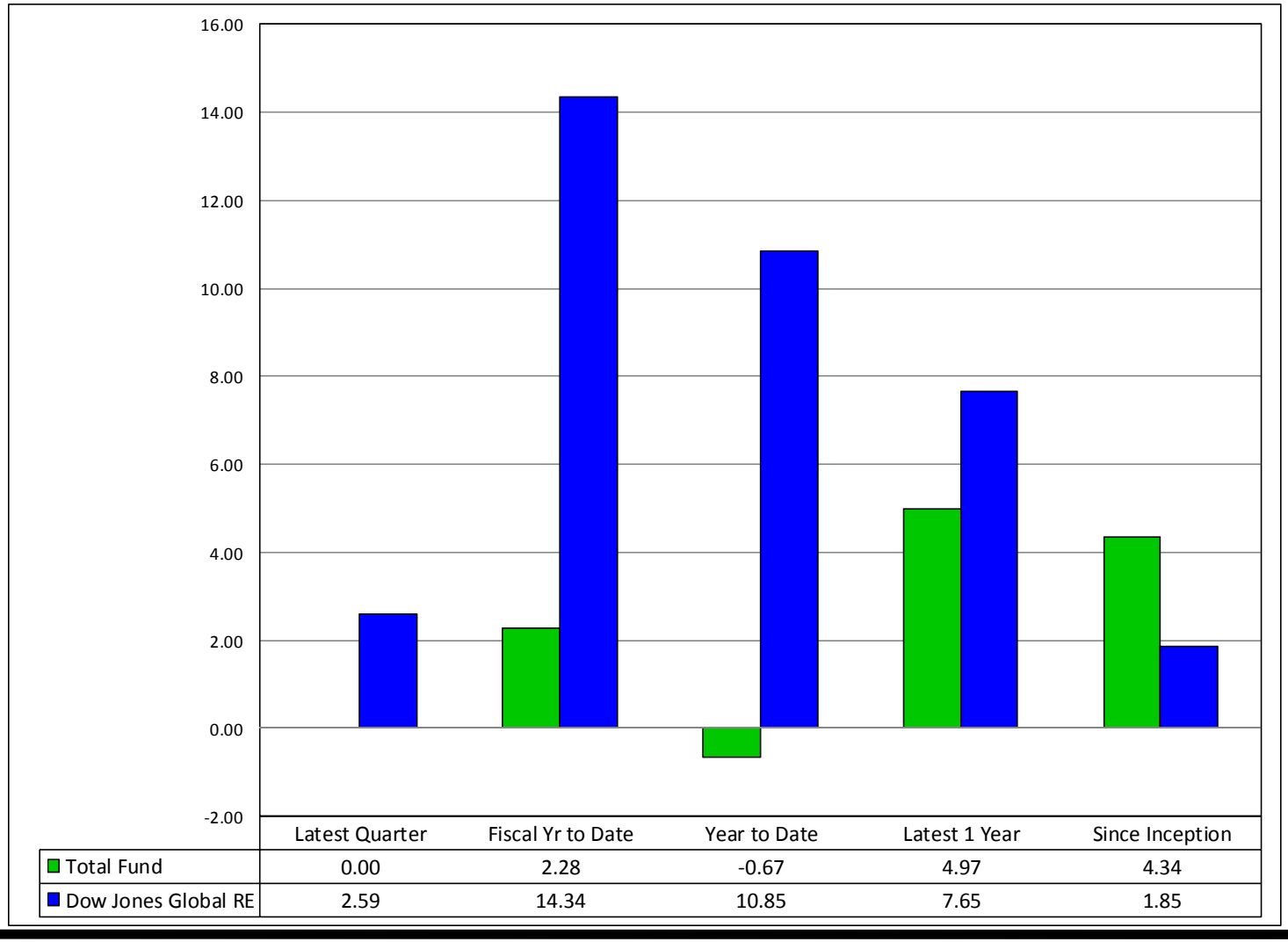
| | Latest Quarter | Fiscal Yr to Date | Latest 1 Year | Latest 3 Years | Latest 5 Years | Latest 10 Years | From 07-31-14 |
|---|---|---|---|---|---|---|---|
| Beginning Mkt Value | 2,784,219 | 2,245,024 | 2,238,431 | N/A | N/A | N/A | 2,478,000 |
| Contributions | 1,236,250 | 1,751,250 | 1,758,282 | N/A | N/A | N/A | 2,057,291 |
| Withdrawals | 0 | 25,000 | 25,440 | N/A | N/A | N/A | 632,941 |
| Management Fees | 616 | 1,348 | 1,348 | N/A | N/A | N/A | 1,348 |
| Net Flows | 1,235,634 | 1,724,902 | 1,731,494 | N/A | N/A | N/A | 1,423,002 |
| Interest/Dividend Income | 3 | 7,511 | 7,511 | N/A | N/A | N/A | 7,514 |
| Gains/Losses | 0 | 42,419 | 42,420 | N/A | N/A | N/A | 111,340 |
| Total Earnings | 3 | 49,930 | 49,931 | N/A | N/A | N/A | 118,854 |
| **As of 06-30-16** | | | | | | | |
| Ending Mkt Value | 4,019,856 | 4,019,856 | 4,019,856 | N/A | N/A | N/A | 4,019,856 |
| Time-Weighted Return | 0.00 | 2.28 | 4.97 | N/A | N/A | N/A | 4.34 |
| Dow Jones Global RE | 2.59 | 14.34 | 7.65 | N/A | N/A | N/A | 1.85 |

Returns are calculated gross of management fees using trade date positions and including accrued income.
Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
# AIP Phoenix Global Real Estate

Report Period: 07-31-14 to 06-30-16
Fiscal Year Ends: September

## Comparative Returns for Fiscal Periods: Total Fund : Gross of Fees




| | Latest Quarter | Fiscal Yr to Date | Year to Date | Latest 1 Year | Since Inception |
|---|---|---|---|---|---|
| Total Fund | 0.00 | 2.28 | -0.67 | 4.97 | 4.34 |
| Dow Jones Global RE | 2.59 | 14.34 | 10.85 | 7.65 | 1.85 |

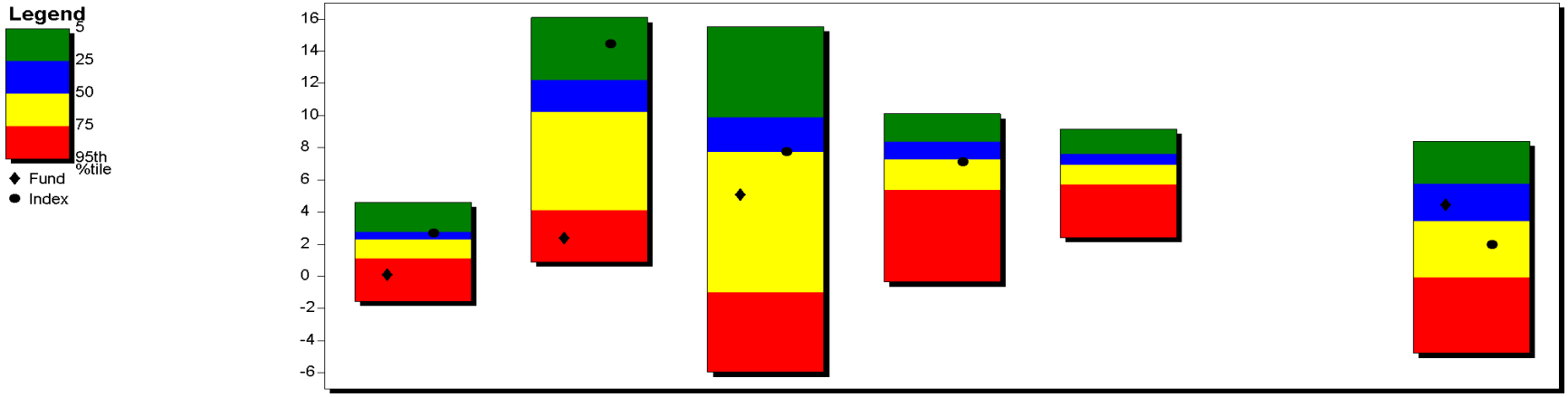
Returns are calculated using trade date positions and including accrued income. Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
# AIP Phoenix Global Real Estate

Report Period: 07-31-14 to 06-30-16
Fiscal Year Ends: September

## Universe Comparison for Fiscal Periods

Universe Composition: 100% Equity



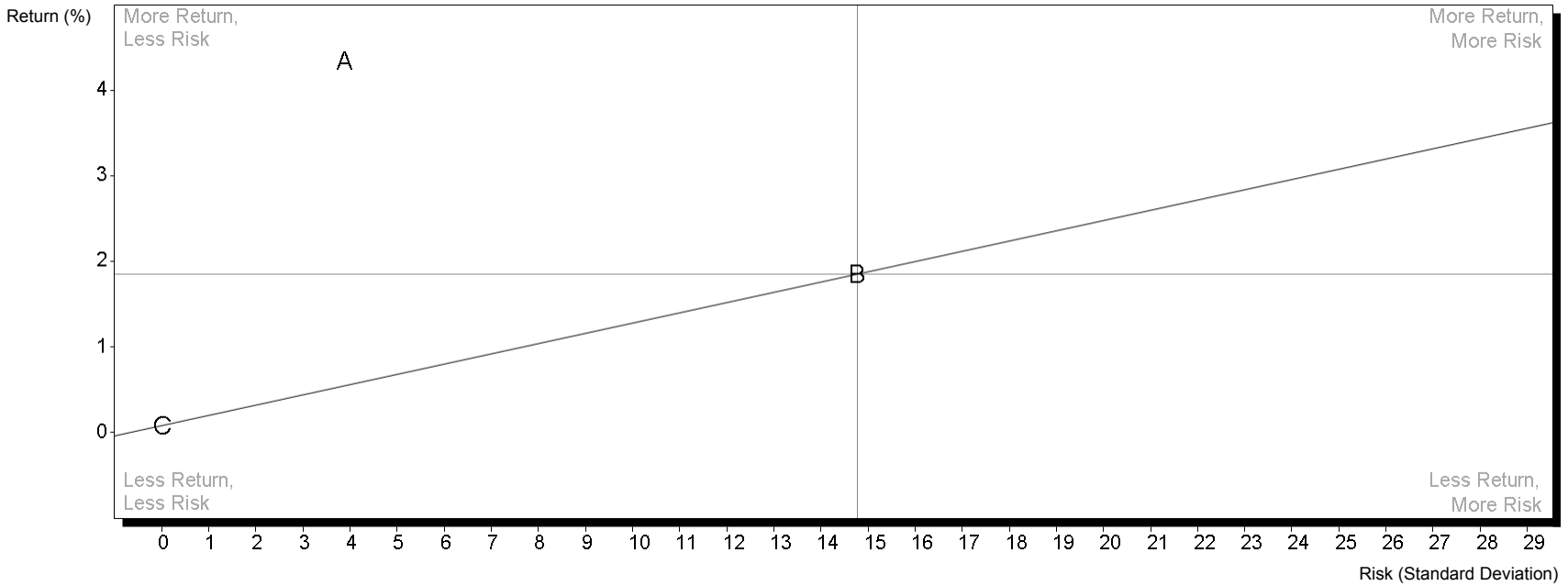

| | Latest Quarter | | Fiscal Yr to Date | | Latest Year | | Latest 3 Years | | Latest 5 Years | | Latest 10 Years | | From 7/31/14 | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl | Return | Pctl |
| AIP Phoenix Global Real Estate | 0.00 | 79 | 2.28 | 87 | 4.97 | 68 | N/A | N/A | N/A | N/A | N/A | N/A | 4.34 | 39 |
| Dow Jones Global RE | 2.59 | 38 | 14.34 | 7 | 7.65 | 52 | 7.02 | 59 | N/A | N/A | N/A | N/A | 1.85 | 71 |

Returns are calculated gross of management fees using trade date positions and including accrued income. Returns for greater than one year are annualized.
Universe calculations are based on manager returns provided by Morningstar.
The universe components are Global Real Estate.
From 7/31/2014 to 6/30/2016 the number of equity funds ranged from 91 to 97.

# Republic of Palau - COFA Trust Fund
# AIP Phoenix Global Real Estate

Report Period: 07-31-14 to 06-30-16
Fiscal Year Ends: September

## Risk/Return Analysis




| | Description | Annual Return | Standard Deviation | Alpha | Beta | R-Squared | Sharpe Ratio | Available Data Beg Date | Available Data End Date |
|---|---|---|---|---|---|---|---|---|---|
| A | AIP Phoenix Global Real Estate | 4.34 | 3.91 | 4.32 | -0.03 | -0.10 | 1.09 | 07/31/14 | 06/30/16 |
| B | Dow Jones Global RE | 1.85 | 14.78 | 0.00 | 1.00 | 1.00 | 0.12 | 07/31/14 | 06/30/16 |
| C | Citi 3 Month T-Bill | 0.08 | 0.03 | 0.00 | 0.00 | 0.00 | 0.00 | 07/31/14 | 06/30/16 |

Returns are calculated gross of management fees using trade date positions and including accrued income. Returns for greater than one year are annualized.
The independent variable is the Dow Jones Global RE

# Republic of Palau - COFA Trust Fund
# AIP Private Market Fund VI

Report Period: 06-30-14 to 06-30-16
Fiscal Year Ends: September

## Account Activity Summary

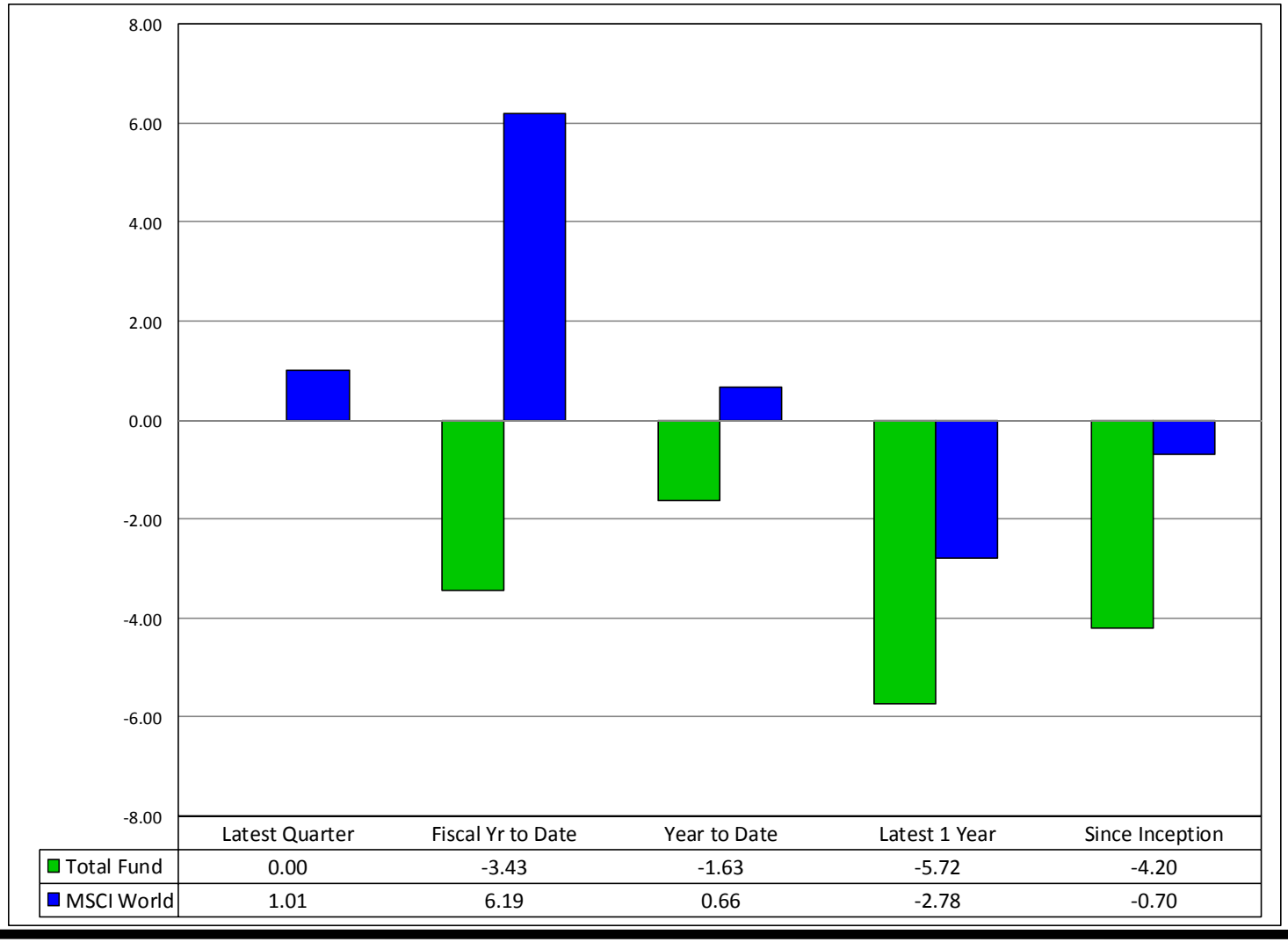
| | Latest Quarter | Fiscal Yr to Date | Latest 1 Year | Latest 3 Years | Latest 5 Years | Latest 10 Years | From 06-30-14 |
|---|---|---|---|---|---|---|---|
| Beginning Mkt Value | 3,078,458 | 2,001,265 | 2,001,265 | N/A | N/A | N/A | 2,900,495 |
| Contributions | 530,000 | 1,685,000 | 1,685,440 | N/A | N/A | N/A | 1,685,743 |
| Withdrawals | 0 | 0 | 440 | N/A | N/A | N/A | 840,756 |
| Management Fees | 681 | 1,254 | 1,254 | N/A | N/A | N/A | 1,254 |
| Net Flows | 529,319 | 1,683,746 | 1,683,746 | N/A | N/A | N/A | 843,733 |
| Interest/Dividend Income | 6 | 10,815 | 10,815 | N/A | N/A | N/A | 10,828 |
| Gains/Losses | 0 | -88,044 | -88,044 | N/A | N/A | N/A | -147,274 |
| Total Earnings | 6 | -77,229 | -77,229 | N/A | N/A | N/A | -136,446 |
| **As of 06-30-16** | | | | | | | |
| Ending Mkt Value | 3,607,782 | 3,607,782 | 3,607,782 | N/A | N/A | N/A | 3,607,782 |
| Time-Weighted Return | 0.00 | -3.43 | -5.72 | N/A | N/A | N/A | -4.20 |
| MSCI World | 1.01 | 6.19 | -2.78 | N/A | N/A | N/A | -0.70 |

Returns are calculated gross of management fees using trade date positions and including accrued income.
Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
# AIP Private Market Fund VI

Report Period: 06-30-14 to 06-30-16
Fiscal Year Ends: September

## Comparative Returns for Fiscal Periods: Total Fund : Gross of Fees



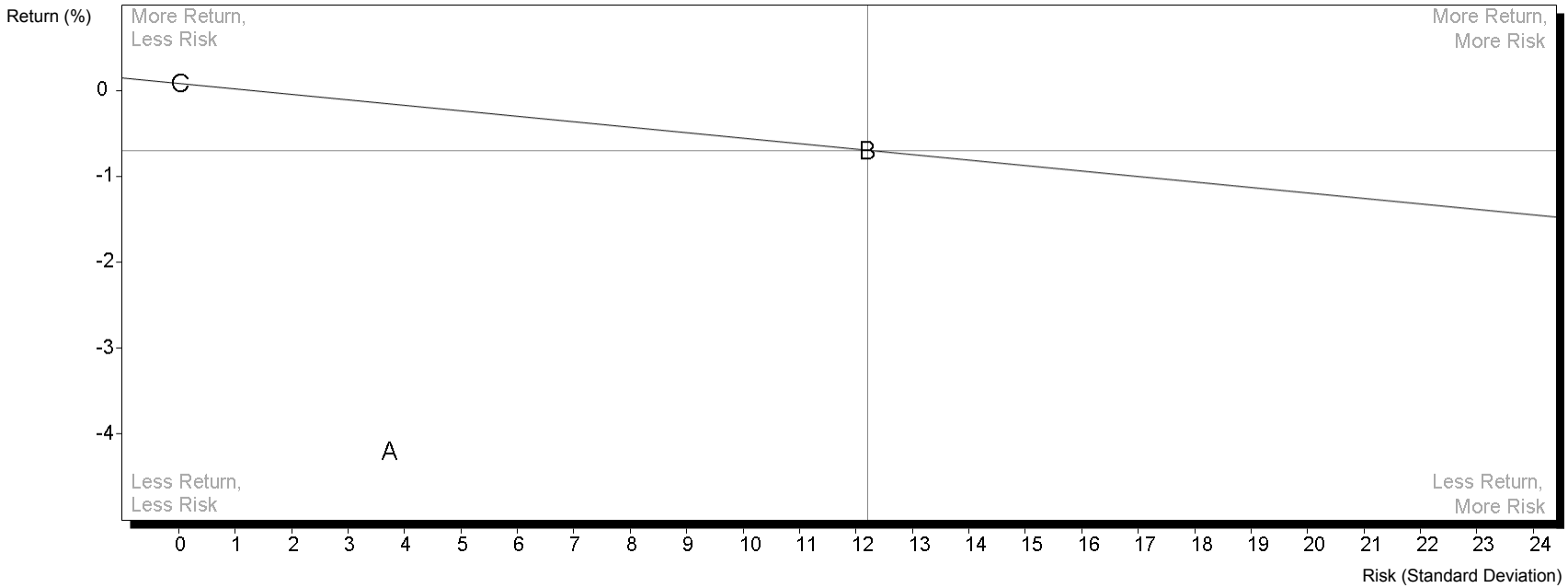

| | Latest Quarter | Fiscal Yr to Date | Year to Date | Latest 1 Year | Since Inception |
|---|---|---|---|---|---|
| Total Fund | 0.00 | -3.43 | -1.63 | -5.72 | -4.20 |
| MSCI World | 1.01 | 6.19 | 0.66 | -2.78 | -0.70 |

Returns are calculated using trade date positions and including accrued income. Returns for greater than one year are annualized.

# Republic of Palau - COFA Trust Fund
# AIP Private Market Fund VI

Report Period: 06-30-14 to 06-30-16
Fiscal Year Ends: September

## Risk/Return Analysis




| | Description | Annual Return | Standard Deviation | Alpha | Beta | R-Squared | Sharpe Ratio | Available Data Beg Date | Available Data End Date |
|---|---|---|---|---|---|---|---|---|---|
| A | AIP Private Market Fund VI | -4.20 | 3.75 | -4.30 | 0.00 | 0.01 | -16.08 | 06/30/14 | 06/30/16 |
| B | MSCI World | -0.70 | 12.21 | 0.00 | 1.00 | 1.00 | -9.49 | 06/30/14 | 06/30/16 |
| C | Citi 3 Month T-Bill | 0.08 | 0.03 | 0.00 | 0.00 | 0.00 | 0.00 | 06/30/14 | 06/30/16 |

Returns are calculated gross of management fees using trade date positions and including accrued income. Returns for greater than one year are annualized.
The independent variable is the MSCI World

**IMPORTANT DISCLOSURES**

This information is provided for your convenience, but should not be used as a substitute for your account's monthly statements and trade confirmations. Material is provided for informational purposes only and does not constitute a recommendation. It has been gathered in a manner which we believe to be reliable, but accuracy is not guaranteed. It is not intended as tax advice. Past performance does not guarantee future results.

Diversification and strategic asset allocation does not ensure a profit or protect against a loss. No investment strategy can guarantee success. Investments are subject to market risk, including possible loss of principal.

Investing in small and mid-cap stocks are riskier investments which include price volatility, less liquidity and the threat of competition. International investing involves additional risks such as currency fluctuations, differing financial accounting standards and possible political and economic instability. These risks are greater in emerging markets. Alternative investment strategies involve greater risks and are only appropriate for the most sophisticated, knowledgeable and wealthiest of investors. Managed futures involve specific risks that maybe greater than those associated with traditional investments and may be offered only to clients who meet specific suitability requirements, including minimum net worth tests. You should consider the special risks with alternative investments including limited liquidity, tax considerations, incentive fee structures, potentially speculative investment strategies, and different regulatory and reporting requirements. Commodities are generally considered speculative because of the significant potential for investment loss. REITs are financial vehicles that pool investors' capital to purchase or finance real estate. REITs involve risks such as refinancing, economic conditions in the real estate industry, changes in property values and dependency on real estate management.

Beta compares volatility of a security with an index, such as the S&P 500. A beta of one means the security has volatility equal to that of an index. Alpha compares a fund's actual returns with those that would be expected by its beta. A positive alpha means that for the given amount of volatility, the fund returned more than expected when compared to the benchmark index. Alpha and beta measures are historical.

**Index Descriptions:**

**It is not possible to invest directly in an index.**

**Barclays Municipal Bond: 1-10 Year Blend** - A component of the Barclays Capital Municipal Bond Index with municipal bonds in the 1-10 year blend (1-12) maturity range.
**Barclays 1-5 Government/Credit - Barclays 1-5 Year Government/Credit Index**: Includes all medium and larger issues of U.S. government, investment-grade corporate, and investment-grade international dollar-denominated bonds that have maturities of between 1 and 5 years and are publicly issued.
**Barclays 1-5 Year Government** - An inclusion of securities within the Barclays Government Index that have a maturity range from 1 up to (but not including) 5 years.
**Barclays 1-5 yr Treasury** - The 1-5 year component of the Barclays Capital U.S. Treasury Index with securities in the maturity range from 1 year (but not including) 5 years.
**Barclays Credit 1-3 Year - Barclays 1-5 Year Credit Index**: Includes all medium and larger issues of U.S. government, investment-grade corporate, and investment-grade international dollar-denominated bonds that have maturities of between 1 and 3 years and are publicly issued.
**Barclays U.S. Government/Credit (BCGC)** - The Government/Credit component of the U.S. Aggregate. The government portion includes treasuries (public obligations of the U.S. Treasury that have remaining maturities of more than one year) and agencies (publicly issued debt of the U.S. Government agencies, quasi-federal corporations, and corporate or foreign debt guaranteed by the U.S. Government). The credit portion includes publicly issued U.S. corporate and foreign debentures and secured notes that meet specified maturity, liquidity, and quality requirements. Must be a publicly issued, dollar-denominated and non-convertible, U.S. Government or Investment Grade Credit security. Must be rated investment-grade (Baa3/BBB- or higher) by at least two of the following rating agencies: Moody's, S&P, Fitch; regardless of call features, have at least one year to final maturity, and have an outstanding par value amount of at least $250 million.
**Barclays Intermediate U.S. Government/Credit (BCIGC)** - The intermediate component of the Barclays Capital Government/Credit Index with securities in the maturity range from 1 up to (but not including) 10 years.
**Barclays Global Aggregate** - The index is designed to be a broad based measure of the global investment-grade, fixed rate, fixed income corporate markets. The major components of this index are the US Aggregate, Pan-European Aggregate, and the Asian-Pacific Aggregate Indices. The index also includes Eurodollar and Euro-Yen corporate bonds, Canadian government, agency and corporate securities.
**Barclays Global Aggregate Intermediate** - The intermediate component of the Barclays Global Aggregate index with securities in the maturity range from 1 up to (but not including) 10 years.
**Barclays U.S. Government: Intermediate** - The intermediate component of the Barclays Capital U.S. Government Index with securities in the maturity range from 1 up to (but not including) 10 years.
**Barclays U.S. Government: Long** - The long component of the Barclays Capital U.S. Government Index with securities in the maturity range from 10 years or more.
**Barclays LT Muni** - A component of the Barclays Capital Municipal Bond Index with municipal bonds with a maturity range greater than 20 years.
**Barclays Municipal Bond Index** - A rules-based, market-value weighted index that is engineered for the long-term tax-exempt bond market. Bonds must be rated investment-grade (Baaa3/BBB- or higher) by at least two of the following rating agencies: Moody's, S&P, Fitch. The bonds must be fixed rate, have a dated-date after December 31, 1990, have an outstanding par value of at least $7

million, and be issued as part of a transaction of at least $75 million. The four main sectors of the index are: general obligation bonds, revenue bonds, insured bonds (including all insured bonds with a Aaa/AAA rating), and prefunded bonds. Remarketed issues, taxable municipal bonds, floating rate bonds, and derivatives, are excluded from the benchmark.

**Barclays U.S. Treasury - A component of the U.S. Government Index.** Must be publicly issued, dollar-denominated and non-convertible, fixed rate (although it may carry a coupon that steps up or changes according to a predetermined schedule) U.S. Treasury security. Must be rated investment-grade (Baa3/BBB- or higher) by at least two of the following rating agencies: Moody's, S&P, Fitch; regardless of call features, have at least one year to final maturity, and have an outstanding par value amount of at least $250 million.

**Barclays U.S. Treasury: Intermediate (BCIT)** - The intermediate component of the Barclays Capital U.S. Treasury Index with securities in the maturity range from 1 year (but not including) 10 years.

**Barclays U.S. Treasury: Long** - The long component of the Barclays Capital U.S. Treasury Index with securities in the maturity range from 10 years or more.

**Barclays U.S. Treasury: U.S. TIPS** - Comprised of Inflation-Protection securities issued by the U.S. Treasury. Must be a fixed rate, publicly issued U.S. Treasury Inflation Note that is dollar-denominated and non-convertible. Must be rated investment-grade (Baa3/BBB- or higher) by at least two of the following rating agencies: Moody's, S&P, Fitch; have at least one year to final maturity, and have an outstanding par value amount of at least $250 million.

**Barclays High Yield Composite BB** - A component of the Barclays U.S. Corporate High Yield Bond Index with bonds in the BB or better.

**Citigroup 1-3 Year U.S. Treasury** - Component of the Citigroup U.S. Treasury that measures total returns for U.S. Treasuries with a maturity between 1-3 years.

**Citigroup 3 Month U.S. Treasury Bill** - This index measures monthly return equivalents of yield averages that are not marked to market. The Three-Month Treasury Bill Indices consist of the last three three-month Treasury bill issues.

**Citigroup World Government Bond** - Citi World Gov't Bond (CWGB) **–** Citigroup World Government Bond Index, includes the most significant and liquid government bond markets globally that carry at least an investment grade rating.

**Consumer Price Index** - All Urban Consumers (CPI-U) - As an economic indicator, and as the most widely used measure of inflation, the Consumer Price Index (CPI) is an indicator of the effectiveness of government policy, and as a guide in making economic decisions for business executives, labor leaders, and other private citizens. Published on a monthly basis by the U.S. Bureau of Labor Statistics (BLS), the CPI is a measure of the average change in prices over time of goods and services purchased by households. CPI for All Urban Consumers (CPI-U) encompasses approximately 87 percent of the total U.S. population which includes, in addition to wage earner and clerical worker households, groups such as professional, managerial, and technical workers, the self-employed, short-term workers, the unemployed, and retires and others not in the labor force.

**Dow Jones UBS Commodity** - Provides a diversified representation of commodity markets as an asset class. The index is comprised of exchange-traded futures on physical commodities; representing 19 commodities which are weighted for economic significance and market liquidity. To promote diversification, weighting restrictions are placed on individual commodities and commodity groups.

**FTSE NAREIT U.S. Real Estate** - All REITs - The index is designed to represent a comprehensive performance of publicly traded REITs which covers the commercial real estate space across the US economy, offering exposure to all investment and property sectors. It is not free float adjusted, and constituents are not required to meet minimum size and liquidity criteria.

**HFRI Equity Hedge Fund Index** - The index is designed to represent strategies which maintain positions both long and short in primarily equity and equity derivative securities. A wide variety of investment processes can be employed to arrive at an investment decision, including both quantitative and fundamental techniques; strategies can be broadly diversified or narrowly focused on specific sectors and can range broadly in terms of levels of net exposure, leverage employed, holding period, concentrations of market capitalizations and valuation ranges of typical portfolios. Equity Hedge managers would typically maintain at least 50% exposure to, and may in some cases be entirely invested in, equities - both long and short.

**HFRI (Hedge Fund Research, Inc.) Fund of Funds Composite Index (1)** - The index only contains fund of funds, which invest with multiple managers through funds or managed accounts. It is an equal-weighted index, which includes over 650 domestic and offshore funds that have at least $50 Million under management or have been actively trading for at least 12 months. All funds report assets in US Dollar, and Net of All Fees returns which are on a monthly basis.

**MSCI EAFE** - A free float-adjusted market capitalization index that is designed to measure the equity market performance of developed markets, excluding the U.S. and Canada. As of December 31, 2010 the MSCI EAFE Index consists of 22 developed market country indices: Australia, Austria, Belgium, Denmark, Finland, France, Germany, Greece, Hong Kong, Ireland, Israel, Italy, Japan, the Netherlands, New Zealand, Norway, Portugal, Singapore, Spain, Sweden, Switzerland, and the United Kingdom.

**MSCI EAFE Value -Net Dividend** - A free float-adjusted market capitalization index that is designed to measure the equity market performance of developed markets, excluding the U.S. and Canada. Value attribute for index construction is defined using: book value to price ratio, 12-months forward earnings to price ratio, and dividend yield. Net total return indices reinvest dividends after the deduction of withholding taxes, using (for international indices) a tax rate applicable to non-resident institutional investors who do not benefit from double taxation treaties.

**MSCI EAFE Growth -Net Dividend** - A free float-adjusted market capitalization index that is designed to measure the equity market performance of developed markets, excluding the U.S. and Canada. Growth attribute for index construction is defined using: long-term forward earnings per share (EPS) growth rate, short-term forward EPS growth rate, current internal growth rate, long-term historical EPS growth trend, long-term historical sales per share growth trend. Net total return indices reinvest dividends after the deduction of withholding taxes, using (for international indices) a tax rate applicable to non-resident institutional investors who do not benefit from double taxation treaties.

**MSCI Emerging Markets** - A free float-adjusted market capitalization index that is designed to measure equity market performance of emerging markets. As of December 31, 2010, the MSCI Emerging Markets Index consists of the following 21 emerging market country indices: Brazil, Chile, China, Colombia, Czech Republic, Egypt, Hungary, India, Indonesia, Korea, Malaysia, Mexico, Morocco, Peru, Philippines, Poland, Russia, South Africa, Taiwan, Thailand, and Turkey.

**MSCI World** - A free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of developed markets. As of December 31, 2010, the MSCI World Index consists of the following 24 developed market country indices: Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Greece, Hong Kong, Ireland, Israel, Italy, Japan, Netherlands, New Zealand, Norway, Portugal, Singapore, Spain, Sweden, Switzerland, the United Kingdom, and the United States.

**NCREIF** - The index is a quarterly time series composite total rate of return measure of investment performance of a very large pool of individual commercial real estate properties acquired in the private market for investment purposes only. Information on this index is availableat ncreif.com.
**Russell 1000** - Based on a combination of their market cap and current index membership, this index is comprised of approximately 1,000 of the largest securities from the Russell 3000. Representing approximately 92% of the Russell 3000, the index is created to provide a full and unbiased indicator of the large cap segment.
**Russell 1000** Growth - Measures the performance of those Russell 1000 companies with higher price-to-book ratios and higher forecasted growth values.
**Russell 1000** Value - Measures the performance of those Russell 1000 companies with lower price-to-book ratios and lower expected growth values.
**Russell 2000** - Based on a combination of their market cap and current index membership, this index is comprised of approximately 2,000 of the smaller securities from the Russell 3000. Representing approximately 8% of the Russell 3000, the index is created to provide a full and unbiased indicator of the small cap segment.
**Russell 2000 Growth** - Measures the performance of those Russell 2000 companies with higher price-to-book ratios and higher forecasted growth values.
**Russell 2000 Value** - Measures the performance of those Russell 2000 companies with lower price-to-book ratios and lower expected growth values.
**Russell 2500** - Based on a combination of their market cap and current index membership, this index is comprised of approximately 2,500 of the smallest securities from the Russell 3000. Measures the performance of the small to mid-cap (smid) segment of the U.S. equity universe.
**Russell 2500 Growth** - Measures the performance of those Russell 2500 companies with higher price-to-book ratios and higher forecasted growth values.
**Russell 2500 Value** - Measures the performance of those Russell 2500 companies with lower price-to-book ratios and lower expected growth values.
**Russell 3000** - Representing approximately 98% of the investable U.S. equity market, the Russell 3000 index measures the performance of the largest 3,000 U.S. companies.
**Russell 3000 Growth** - Measures the performance of the broad growth segment of the U.S. equity universe which includes Russell 3000 companies with higher price-to-book ratios and higher forecasted growth values.
**Russell 3000 Value** - Measures the performance of the broad growth segment of the U.S. equity universe which includes Russell 3000 companies with lower price-to-book ratios and lower forecasted growth values.
**Russell Midcap** - A subset of the Russell 1000 index, the Russell Midcap index measures the performance of the mid-cap segment of the U.S. equity universe. Based on a combination of their market cap and current index membership, includes approximately 800 of the smallest securities which represents approximately 27% of the total market capitalization of the Russell 1000 companies. The index is created to provide a full and unbiased indicator of the mid-cap segment.
**Russell Midcap Growth** - Measures the performance of those Russell Mid-cap companies with higher price-to-book ratios and higher forecasted growth values.
**Russell Midcap Value** - Measures the performance of those Russell Mid-cap companies with lower price-to-book ratios and lower expected growth values.
**Standard & Poor's 400 MidCap** - Comprised of 400 domestic stocks that are chosen based upon market capitalization, liquidity and industry representation. The medium size US firms range with a market capitalization between $2 billion to $10 billion, and are between the S&P 500 Index and the S&P Smallcap 600 Index. It is a market-weighted index, which represents approximately 7% of the aggregate market value of US companies.
**Standard & Poor's 500** - Representing approximately 75% of the investable US equity market, the S&P 500 measures changes in stock market conditions based on the average performance of 500 widely held common stocks. It is a market-weighted index calculated on a total return basis with dividend reinvested.
**Stark 300 Trader** - The Stark 300 index tracks the performance of the top-300 futures and forex traders. The index is calculated monthly using an equity-weighted formula to determine performance.

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