

# JEWISH COMMUNITY INVESTMENT FUND

for the quarter ending June 30, 2021



**Ira Malis**  
*Chair, IMC*

## CHAIRMAN'S REPORT

The JCIF ended the June 30 quarter with close to \$860 Million in assets under management (AUM) earning 5.3% and beating the investable benchmark by 120 bps. For the trailing 1-year, the JCIF was up a staggering 32.1%! For 3- and 5-year annualized returns the JCIF is up over 12% and the JCIF has returned a respectable 8.2% on average for the 10-year period. The Investment Management Committee (IMC) is pleased with the portfolio but that does not mean our work is done. Investing is an ongoing process and we never stop trying to improve.

This quarter is no exception. As part of our continuing efforts to find a better fixed income manager, the IMC voted to approve a recommendation to exit Wells Capital and move those funds into an account with Johnson Asset Management who will actively manage this sector of the portfolio. In

addition, the IMC is moving some of the excess cash into the fixed income positions to bring them up to the target allocation. The IMC also voted to exit the JCIF's worst performing emerging markets manager and will move those funds into the two other existing emerging markets managers. We do not make manager changes quickly as we do spend a material amount of time in analyzing potential managers. In the short term, there can be some randomness in the reported results. When we see a manager underperform in many different environments, it is time for us to reconsider.

On a related note, as I have reported previously, the IMC has been working to reduce exposure to public equities after a very profitable 15-year bull market. To find managers that will both protect capital and provide an above-market return the IMC has been focused on finding and committing to private equity and debt managers. These managers can provide excellent protection from a market downturn but they are less liquid. At present, the JCIF has 15% of its AUM invested in private managers and another 10% with marketable alternative managers that have a redemption period that is one-year or greater. Over the next couple of years, we expect those amounts to increase slightly as committed capital is called by these managers. We analyze the liquidity of the portfolio in detail each quarter and remain comfortable that the allocation to less liquid investments is both prudent and within the limits of our investment policy statement.

The goal of the IMC is to invest our collective funds for the long term, to provide a return that will help grow the assets all the while providing each client with access to their funds when needed. Our newest private managers, Greenspring Associates and Tiger Management, have been providing among the highest returns in the portfolio. The IMC has been managing this fund for over 30 years and with that history we are confident that an increased exposure to illiquid managers will not harm our ability to fund redemption requests as they occur.

Thank you for your trust.

**Ira Malis**  
*Chair, IMC*

## WHAT IS THE JCIF?

The Jewish Community Investment Fund (JCIF) is a Maryland business trust. The Associated Jewish Charities of Baltimore (AJC) serves as the sole trustee. Prior to 2013, the program was part of the AJC and called the CIF. When the board of the AJC voted to create the JCIF, it was done to separate the endowment assets from other assets (e.g., real estate) of the AJC. For more information, contact Michael Dye at [mdye@associated.org](mailto:mdye@associated.org).

## INVESTMENT TEAM

The JCIF is managed by the Investment Management Committee consisting of 25 volunteer leaders with extensive investment experience. Led by Ira Malis and aided by an executive committee and four sub-committees, the Committee is responsible for manager review and oversight. Day-to-day operations are handled by the professional staff of The Associated and aided by investment advisor, Fund Evaluation Group, and custodian, Wilmington Trust. The JCIF is audited annually by RSM US LLC.

# JEWISH COMMUNITY INVESTMENT FUND

**FUND VALUE \$859,411,253**

**AS OF JUNE 30, 2021**

## PERFORMANCE

	QTR	1-year	3-year	5-year	10-year
JCIF	5.3%	32.1%	12.4%	12.1%	8.2%
Benchmark	4.1%	27.2%	10.9%	10.4%	6.7%
75/25*	6.6%	30.5%	15.4%	14.0%	12.0%

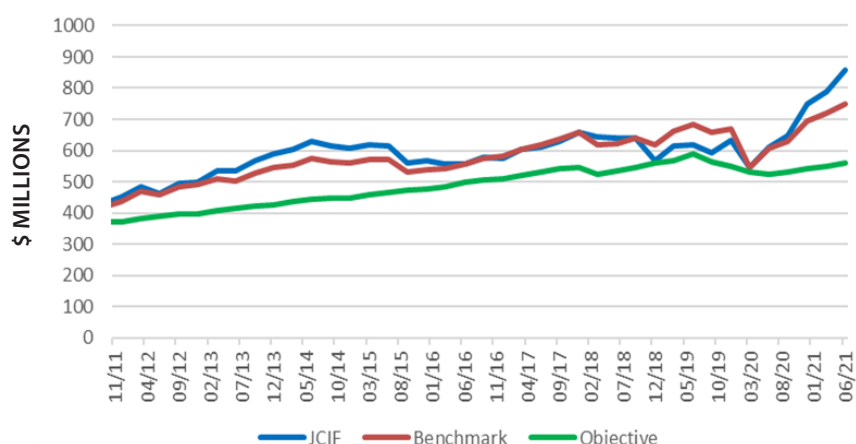
\* 75% MSCI ACWI and 25% Barclays Aggregate Bond Index

## PERFORMANCE BY SECTOR

	Asset Value #	% of JCIF	QTR	1-year	3-year	5-year	10-year
Domestic	339.5	39.5%	8.9%	44.8%	20.0%	19.5%	15.9%
International, non-U.S.	99.0	11.5%	5.6%	33.4%	7.9%	11.5%	7.5%
Emerging Markets	41.4	4.8%	7.2%	42.6%	7.7%	9.2%	3.7%
Lower Volatility	28.4	3.3%	4.8%	32.3%	17.9%	12.7%	8.2%
Fixed Income & Cash	131.2	15.3%	-0.9%	4.2%	3.8%	2.8%	2.2%
Marketable Alternatives	109.6	12.8%	2.9%	12.6%	5.7%	6.6%	5.7%
Private Capital	98.0	11.4%		36.6%	15.7%	14.0%	11.0%
Real Assets	12.3	1.4%	9.7%	37.4%	-5.5%	-2.3%	-5.8%

# in \$ Millions

## PERFORMANCE OVER TIME



### FOR MORE INFORMATION

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