



A Common Trust Fund
Managed by the
**Trustees of Donations
to the Protestant
Episcopal Church**

Diocesan Investment Trust

Quarterly Report June 2024

Performance Summary

<i>Performance by Quarter</i>	6/30/2024	3/31/2024	12/31/2023	9/30/2023
DIT Income Fund				
Share Price	\$7.86	\$7.90	\$7.96	\$7.48
Dividend Rate	\$0.05	\$0.05	\$0.04	\$0.04
DIT Stock Fund				
Share Price	\$289.95	\$287.07	\$268.72	\$243.99
Dividend Rate	\$0.74	\$0.56	\$1.01	\$0.49
DIT Fossil Fuel Free Fund				
Share Price	\$220.07	\$216.05	\$198.77	\$178.67
Dividend Rate	\$0.99	\$0.81	\$0.82	\$0.70

<i>Total Assets by Fund</i>	6/30/2024
DIT Income Fund	\$96,016,005
DIT Stock Fund	\$157,529,852
DIT Fossil Fuel Free Fund	\$35,604,323
Total Assets	\$289,150,180

<i>Total Returns*</i>	2nd Qtr	YTD	1 Year	3 Years	5 Years	7 Years	10 Years
DIT Total Fund (Combined Agency & Trust Funds)	1.0%	5.5%	13.1%	3.0%	7.6%	7.2%	6.4%
DIT Total Fund (Trust Funds Only)**	1.0%	5.8%	13.6%	3.3%	8.0%	7.6%	6.7%
<i>42% Russell 3000/23% MSCI EAFE (net) /35% Blbg Agg</i>	<i>1.3%</i>	<i>6.6%</i>	<i>13.1%</i>	<i>3.1%</i>	<i>7.5%</i>	<i>7.5%</i>	<i>6.8%</i>
<i>65% MSCI ACWI (Net)/35% Blbg Agg</i>	<i>1.9%</i>	<i>7.0%</i>	<i>13.3%</i>	<i>2.6%</i>	<i>7.1%</i>	<i>7.0%</i>	<i>6.1%</i>
DIT Income Fund	0.3%	0.3%	4.2%	-1.8%	1.5%	2.2%	1.9%
<i>Bloomberg U.S. Aggregate</i>	<i>0.1%</i>	<i>-0.7%</i>	<i>2.6%</i>	<i>-3.0%</i>	<i>-0.2%</i>	<i>0.9%</i>	<i>1.3%</i>
DIT Stock Fund	1.4%	8.8%	19.1%	6.1%	11.0%	10.0%	8.9%
<i>65% Russell 3000/35% MSCI EAFE (Net)</i>	<i>2.0%</i>	<i>10.7%</i>	<i>19.0%</i>	<i>6.3%</i>	<i>11.5%</i>	<i>10.8%</i>	<i>9.4%</i>
<i>MSCI AC World (Net)****</i>	<i>2.9%</i>	<i>11.3%</i>	<i>19.4%</i>	<i>5.4%</i>	<i>10.8%</i>	<i>10.0%</i>	<i>8.4%</i>
DIT Fossil Fuel Free Fund***	2.5%	12.1%	21.1%	7.1%	13.0%	12.3%	NA
<i>85% Russell 3000/15% MSCI EAFE (Net)</i>	<i>2.7%</i>	<i>12.3%</i>	<i>21.3%</i>	<i>7.3%</i>	<i>13.0%</i>	<i>12.3%</i>	<i>NA</i>

*Returns are before expenses. Total returns reflect the change in unit values and assume automatic reinvestment of dividends. Periods over one year annualized.

**Represents returns for Trust Funds, with the Stock Fund/Income Fund asset allocation directed by TOD Investment Committee. Performance is a weighted return calculated using monthly beginning asset allocation and DIT Stock and Income Fund returns.

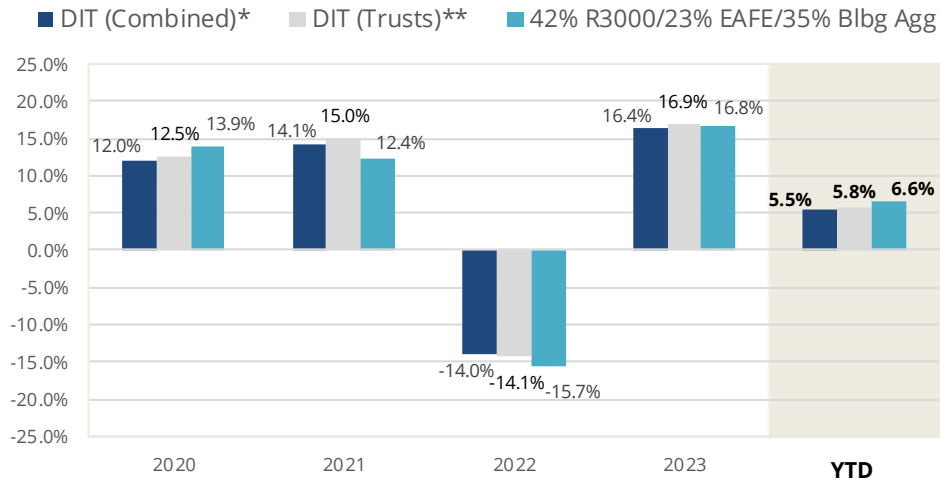
***Inception Nov. 2015. Passively managed; will outperform benchmark during periods of energy sector stocks lagging other market sectors due to fossil fuel company underweight.

****MSCI ACWI (net) represents the DIT Stock Fund's benchmark through July 2020.

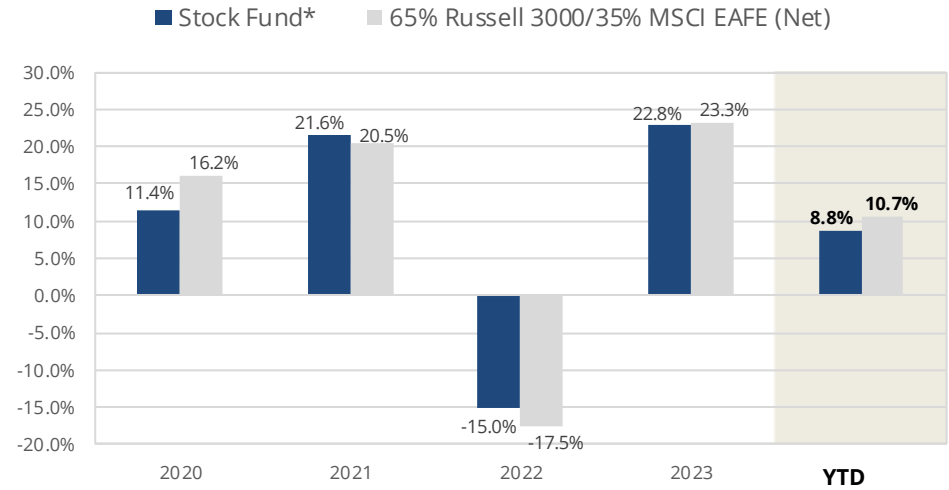


Calendar Year Performance

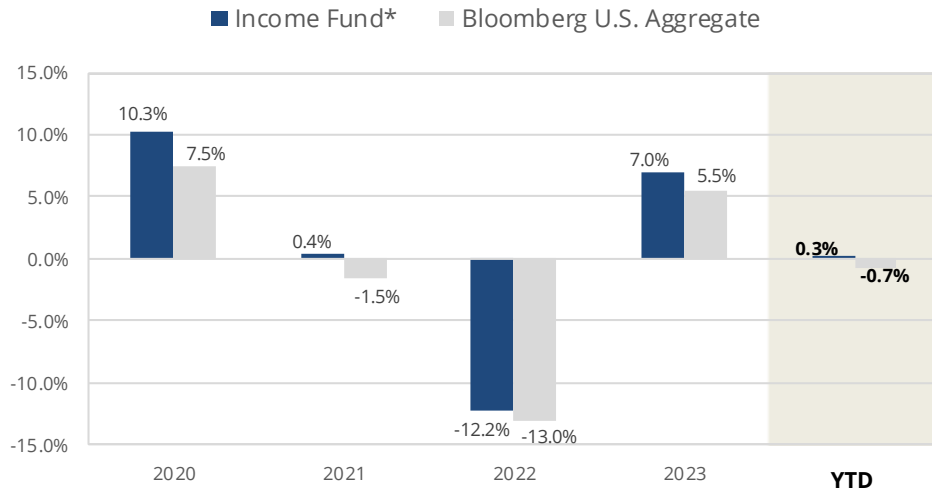
DIT Total Fund



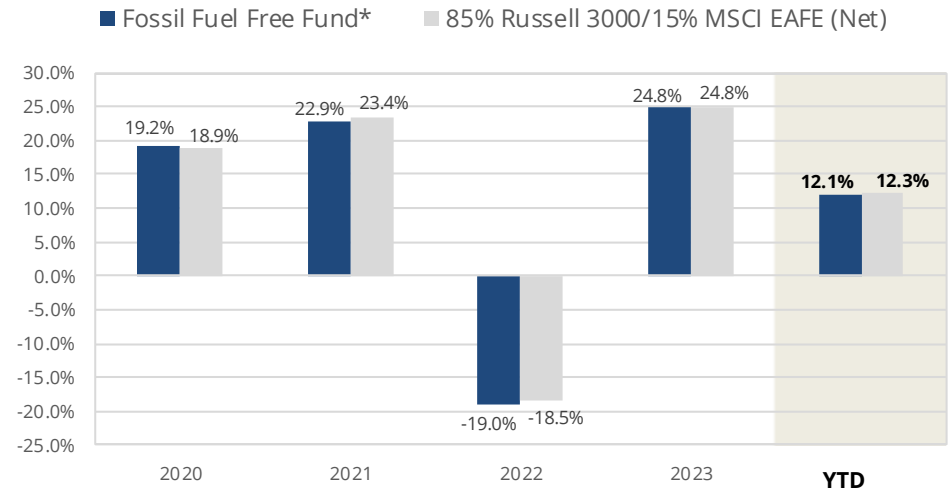
DIT Stock Fund



DIT Income Fund



DIT Fossil Fuel Free Fund***



*Returns are before expenses. Total returns reflect the change in unit values and assume automatic reinvestment of dividends.

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***Inception Nov. 2015. Passively managed; will outperform benchmark during periods of energy sector stocks lagging other market sectors due to fossil fuel company underweight.



Dear DIT Participant:

The DIT Total Fund, comprised of the Stock and Income Funds, gained 1.0% in the second quarter, but trailed the index* by 30 bps. The underperformance of the Total Fund was due to the DIT Stock Fund trailing the blended 65% Russell 3000/35% MSCI EAFE Index by 60 bps. However, the DIT Income Fund surpassed the the Bloomberg U.S. Aggregate Index by 20 bps, reducing the underperformance.

Domestic equity markets posted their third consecutive quarter of gains. The Russell 3000 Index added 3.2% thereby achieving new all-time highs throughout the period, surpassing 3,100 in June. Mega cap technology stocks continued to drive the index performance, as AI surged. The Magnificent Seven stocks (Alphabet (Google), Amazon, Apple, Meta (Facebook), Microsoft, NVIDIA, and Tesla) collectively contributed almost 500 bps to the S&P 500 return, accounting for over 100% of the quarterly gain for the index. NVIDIA remained a standout, gaining 36.7% for the quarter, which brought its year-to-date return to 149.5%. Mega cap technology outperformance lifted growth stocks over their value counterparts and large cap stocks over small cap stocks. For the quarter, the Russell 3000 Growth Index gained 7.8% versus a 2.3% loss for the Russell 3000 Value Index, while the Russell 1000 Index gained 3.6% versus a 3.3% decline for the Russell 2000 Index. IT (+12.2%) and communications services (+9.2%) were the best performing sectors, while cyclical sectors such as materials (-5.1%) and industrials (-3.4%) declined.

Developed international equity markets did not fare as well as the U.S. markets, with the MSCI EAFE Index losing 0.4%. The downturn stemmed primarily from two countries, France (-7.5%) and Japan (-4.3%), which combined to comprise just over a third of the Index. The decline in French equities came in June, after President Emmanuel Macron's decision to call snap parliamentary elections unsettled financial markets. In Japan, the recent rally lost steam in the second quarter, but the downturn was driven entirely by weakness in the yen, which fell 5.9% in USD. In local terms, Japan posted a gain of 1.8%. Small cap stocks underperformed during the quarter, as the MSCI EAFE Small Cap Index lost 1.8% and finished below the broad index. Opposite from U.S. markets, value stocks outperformed growth stocks, with the MSCI EAFE Value Index returning 0.0% and the MSCI EAFE Growth Index losing 0.8%.

Inflation cooling in April and May renewed hopes that the Federal Reserve, which held rates steady throughout the quarter, may still cut them later in the year. Yields drifted higher in April, but declined across the yield curve in May and June. Shorter-term Treasuries continued to yield more than longer-term Treasuries. At quarter-end, the 2-year Treasury yield was 4.72%, while the 10-year and 30-year yields were 4.37% and 4.54%, respectively. High yield bond yields were close to 8.0% throughout the quarter and investment grade corporate yields hovered around 5.5%. The Bloomberg U.S. Aggregate Index inched up 0.1% in the quarter, while the Bloomberg High Yield Index gained 1.1%.

The DIT Stock Fund gained 1.4% in the second quarter, but underperformed the 65% Russell 3000/35% MSCI EAFE Index's 2.0% increase. Domestically, the John W. Bristol Equity (+4.4%) and the Westfield Large Cap Growth (+6.0%) accounts outperformed the Russell 3000 Index. However, the portfolio followed the market trends of value and down cap stocks underperforming and the Dodge & Cox Stock Fund (0.0%), the Vanguard Mid Cap Index Fund (-2.7%), and the Vanguard S&P Small Cap 600 Value Index Fund (-4.9%) trailed the benchmark. Within international equity, the Avantis International Small Cap Value Fund (+0.1%) outpaced the MSCI EAFE Index, while the Silchester International Investors Business Trust Fund (-1.6%) underperformed the benchmark. The mixed manager performance resulted in the domestic equity segment gaining 2.2% and trailing the Russell 300 Index by 1.0% and the international equity segment losing 1.5% and lagging the MSCI EAFE Index by 1.1%. However, the portfolio's overweight to U.S. equity (77% of the portfolio) and underweight to international equity (23% of the portfolio) mitigated underperformance.

The DIT Income Fund earned 0.3% and outpaced the Bloomberg U.S. Aggregate Index during the quarter. The IR&M Core Plus Bond SRI account (+0.6%) and the BrandywineGLOBAL-High Yield Fund (+1.3%) bested the benchmark, but the Loomis Sayles Core Plus SRI Fund's (-0.1%) sub-par return limited outperformance.

The passively managed DIT Fossil Fuel Free Stock Fund gained 2.5% in the second quarter, but modestly underperformed the blended 85% Russell 3000/15% MSCI EAFE Index's 2.7% increase. Aperio's lack of exposure to fossil fuels had mixed results, aiding performance domestically, but hindering results abroad. The energy sector lost 2.1% in the Russell 3000 Index, while gaining 1.3% in the MSCI EAFE Index.

The fee for combined management, consulting, custody, and accounting services for DIT Stock Fund investments is 72 basis points annually, the fee for DIT Income Fund Investments is 35 basis points annually, and the fee for DIT Fossil Fuel Free Stock Fund Investments is 47 basis points annually. There are no additional or underlying fees on your DIT investments.

The Trustees currently recommend a 65% Stock Fund/35% Income Fund allocation for investments in the DIT. We respectfully remind DIT participants that they can delegate to us responsibility for maintaining the allocation of their agency funds or, if preferred, specify an allocation where their agency funds will be automatically restored on a quarterly basis. We would also encourage DIT participants who have not already done so to review their current agency fund allocations.

As always, we welcome invitations from EDOM parishes and affiliated organizations to discuss existing or prospective investments in the DIT. A meeting with TOD representatives can be arranged by calling the DIT's Investment Coordinator, Mr. Bill Boyce, at 617-482-4826, x557, or by emailing him at bboyce@diomass.org.

*42% Russell 3000/23% MSCI EAFE/35% Blbg Agg



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Loomis Sayles & Company, LP
Brandywine Global Investment Management, LLC

Stock Fund:

John W. Bristol & Company
Westfield Capital Management, LLP
Dodge & Cox
The Vanguard Group, Inc.
Silchester International Investors
Avantis Investors

Diocesan Fossil Fuel Free Fund:

Aperio Group, LLC

Trustees of Donations to the Protestant Episcopal Church

www.trusteesofdonations.org

138 Tremont Street
Boston, Massachusetts 02111

Staff:

William Boyce, C.P.A.

Investment Coordinator

T: 617-482-4826 x557

C: 774-328-2383

E: bboyce@diomass.org

