

To: The Class of 1958

29 January 2017

Subject: 2016 Annual Report for the USMA Class of 1958 Perpetual Endowment Fund

Dear USMA Class of 1958

After a rough 2015 and early 2016, the market has seen quite the turnaround, as has your perpetuity fund. We broke through the 1 Million Mark in December (at the same time the Dow Jones Industrial Average was flirting with 20,000). Although 2016 saw a generally straight trajectory upward (with the exception of January and the knee jerk Brexit reaction), I think we are going to see more ups and downs this year, depending on headlines and maybe the tweet of the day. Hang on.

Here is the status of your Class Endowment as of 31 December 2016:

1. 2016 RESULTS

Value on 1 January 2016:	\$924,452
2016 Contributions:	\$ 600
Grants to Class of '58 Fund:	\$ (50)
Change in Account Value:	\$ 80,409

Value on 31 December 2016: \$1,005,411

2. SINCE INCEPTION:

Total Investments:	\$519,180
Total Withdrawals:	\$ (75,750)
Net Lifetime Contributed:	\$443,430
Paper Profit:	\$561,981

3. 2016 ACCOUNT PERFORMANCE:

Average Amount Invested 2016:	\$924,752
Return On Investment:	\$ 80,659
2016 Rate of Return:	8.72%

4. 2016 FUND and BENCHMARK PERFORMANCE

U.S. Equity Pool:	8.98%
Total Market Index Pool:	12.02%
International Equity Pool:	.72%
S&P 500:	11.96%
DJ U.S. Total Stock Mkt Index:	12.62%
MSCI (International Index):	1.21%

The fund is required to contribute \$250 every seven years to a charitable cause. The Endowment Board voted to accomplish this with an automatic donation to the AOG – Class of 1958 fund of \$50 each year in June. In addition, the Fund granted \$75,000 in

2012 towards the funding of the First Class Club Renovation and upgrade.

Several members of the Class of 1958 have included the Gift Fund as a beneficiary in their estate documents. Currently, this totals \$134,958. If you have done so, please drop me a line or send me an email (RRobert783@Verizon.net) so that I can annotate that in the Treasurer's records.

It has been a privilege to serve as your Class Endowment Treasurer. If you would care to send contributions to the fund, please mail your check to the below address, made payable to **Fidelity Investments CGF-1958**.

Russell G. Robertson, CFP[®], ChFC[®], CASL[®]
COL (Ret) USMA '82
Treasurer, Class of 1958 PEF

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