

9 February 2018

To: The Class of 1958

Subject: 2017 Annual Report for the USMA Class of 1958 Perpetual Endowment Fund

Dear USMA Class of 1958

2017 was a banner year in the stock market, and your Perpetuity Fund definitely profited. Volatility was remarkable low as the stock market saw a pretty steady upward trend. The beginning of 2018 saw this trend continue...until about two weeks ago when the market finally suffered its long-awaited market correction. The Fund is only down 2% as of this writing and I wouldn't be surprised to see a little more downward movement, but the market fundamentals are still very strong and I am not worried about the recent technical corrections that we have seen of late.

Here is the status of your Class Endowment as of 31 December 2017:

1. 2017 RESULTS

Value on 1 January 2017:	\$1,005,411
2017 Contributions:	\$ 1,520
Grants to Class of '58 Fund:	\$ (50)
Change in Account Value:	\$ 232,027

Value on 31 December 2017:	\$1,238,908
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2. SINCE INCEPTION:

Total Investments:	\$520,700
Total Withdrawals:	\$(75,800)
Net Lifetime Contributed:	\$444,900
Paper Profit:	\$794,008

3. 2017 ACCOUNT PERFORMANCE:

Average Amount Invested 2017:	\$1,006,881
Return On Investment:	\$ 232,762
2017 Rate of Return:	23.12%

4. 2017 FUND and BENCHMARK PERFORMANCE

U.S. Equity Pool:	25.54%
Total Market Index Pool:	20.46%
International Equity Index Pool:	24.62%
S&P 500:	21.83%
DJ U.S. Total Stock Mkt Index:	21.16%
MSCI (International Index):	25.29%

You might note that the amount invested is \$100 different from my quarterly report. That is due to the fact that Fidelity did not “settle” an end of year contribution until 2 January 2018. For bookkeeping purposes, I reconciled the numbers to match Fidelity’s Annual Statement.

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 \$174,958. 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**.

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