



Index Descriptions

TIFF Constructed Index (CI), created by TIFF Investment Management (TIFF) is a blended index comprised of three broad investment categories, weighted according to policy norms, with each category assigned a benchmark selected by TIFF. TIFF views the CI, in general, as an appropriate long-term asset mix for non-profit organizations that seek to maintain the inflation-adjusted value of their assets while distributing 5% of these assets annually. The CI is also intended to help such organizations better assess performance by providing a comparison of the active strategies pursued by TIFF and external managers versus the returns of relevant benchmarks. In TIFF's view, the CI also helps convey to investors a general sense of the overall investment risks to which their capital might be subject (although the CI is only one of several tools that TIFF staff uses internally to assess investment risks). TIFF believes that the CI is a relevant performance benchmark for both short- and long-term periods.

The CI is currently used with respect to multiple TIFF investment vehicles. Despite the common use of the CI among those vehicles, the actual implementation of the vehicles' respective investment programs may differ and the differences may be significant.

TIFF has changed the composition of the CI over time, including the most recent change (effective October 1, 2015) from a CI comprised of various asset segments to a CI comprised of three broad investment categories. In the past, TIFF has changed the CI's policy norms (or weights), asset segments, and segment benchmarks. TIFF's ongoing review of the CI may cause TIFF to make additional changes in the future. Such changes are made only after careful study and consultation with the TIFF board.

The current CI, which took effect October 1, 2015, is comprised of the following investment categories, weights, and benchmarks:

Category	Weight	Benchmark
Equity-Oriented Assets	65%	MSCI All Country World Index
Diversifying Strategies (Hedge Funds and Other)	20%	Merrill Lynch Factor Model
Fixed Income (Including Cash)	15%	2/3 Bloomberg Barclays US Intermediate Treasury Index and 1/3 BofA Merrill Lynch US 6-Month Treasury Bill Index

TIFF assigns each manager account, underlying acquired fund, or direct investment selected by TIFF (each such manager account, underlying acquired fund, and direct investment is referred to as a "holding") to one of the three CI categories. To select an appropriate category, TIFF considers such characteristics as the holding's stated investment mandate and expected investment strategy as well as an assessment of the holding's risk characteristics. The assignment process may not reflect, or look through to, the entirety of the individual securities or investments comprising each holding. For example, an account pursuing a global equity mandate will be categorized as an "Equity-Oriented Asset" if its primary investment strategy is to invest in equity securities, even if it also holds a certain amount of uninvested cash, fixed income securities, or other investments that are not commonly thought of as equity securities. Holdings in the "Diversifying Strategies" category include those that display significant diversifying characteristics to either or both of the "Equity-Oriented Assets" and the "Fixed Income" categories. TIFF expects that most holdings in privately offered investment funds commonly known as hedge funds will be categorized as "Diversifying Strategies." However, certain hedge fund holdings may be categorized as "Equity-Oriented Assets" or "Fixed Income" if they do not display significant diversifying characteristics but rather display significant equity or fixed income characteristics. As a result of this method of categorizing holdings, the exposures and weights reported within each CI category should be thought of as investment mandate weights and not "look-through"

asset class weights. Look-through asset class weights may differ, at times significantly, from the investment mandate weights reported.

CI weights are rebalanced by TIFF at each month-end; those from July 1, 2009, through December 31, 2015, reflected quarter-end rebalancing. The historical performance of the CI is not the performance of any TIFF investment vehicle and is not necessarily indicative of how that vehicle would have performed in the past or will perform in the future.

65/35 Mix, calculated by TIFF, consists of 65% MSCI All Country World Index and 35% Bloomberg Barclays US Aggregate Bond Index. Weights are rebalanced by TIFF at each month-end; those from July 1, 2009, through December 31, 2015, reflected quarter-end rebalancing.

Bloomberg Barclays US Aggregate Bond Index tracks the broad US bond market.

Bloomberg Barclays US Intermediate Treasury Index tracks Treasuries of 1- to 10-year maturities.

BofA Merrill Lynch US 6-Month Treasury Bill Index tracks the current 6-month US Treasury bill.

HFRI Fund Weighted Composite Index ("HFRI") is a global, equal-weighted index tracking monthly returns (in US dollars, net of fees) of hedge funds with at least \$50M in assets. Funds of funds are excluded.

Merrill Lynch Factor Model[®] ("MLFM") is a model established by Merrill Lynch International that is designed to provide a high correlation to hedge fund beta, which is the component of the performance of a relatively diversified group of hedge funds comprising the HFRI Fund Weighted Composite Index ("HFRI") that may be correlated to and replicated by non-hedge fund, transparent market measures such as the 6 factors that comprise the MLFM. The MLFM implements an investment strategy intended to track the aggregated performance of the hedge fund universe with liquid, publicly traded components. Using a rules-based, discretion-free algorithm the MLFM allocates long and short exposures to the S&P 500 Index, the Russell 2000 Index, the MSCI EAFE Index, the MSCI Emerging Markets Index, the Euro currency (represented by the EUR-USD Spot Exchange Rate) and cash (represented by the one-month USD LIBOR). On a monthly basis the weights of the components are recalculated using a methodology designed to maximize correlation with the HFRI.

The MLFM is not comprised of any hedge fund or group of hedge funds. There is no guarantee that the MLFM will successfully provide the risk/return characteristics of a broad universe of hedge funds, as measured by HFRI or any other hedge fund benchmark, or achieve a high correlation with the HFRI or with hedge fund beta generally. Performance differences between the MLFM and HFRI are expected to be material at times. Source of MLFM: BofA Merrill Lynch, used with permission. *BofA Merrill Lynch is licensing the BofA Merrill Lynch indices "as is," makes no warranties regarding same, does not guarantee the suitability, quality, accuracy, timeliness, and/or completeness of the BofA Merrill Lynch indices or any data included in, related to, or derived therefrom, assumes no liability in connection with their use, and does not sponsor, endorse, or recommend TIFF or any of its products or services.*

MSCI All Country World Index tracks large- and mid-capitalization stocks worldwide.

MSCI EAFE Index tracks large- and mid-capitalization stocks across 21 developed market countries in Europe, Australasia, and the Far East.

MSCI Emerging Markets Index tracks freely tradable emerging market stocks.

Russell 2000 Index tracks small-capitalization US stocks.

S&P 500 Index tracks primarily large-capitalization US stocks.

One cannot invest directly in an index, and unmanaged indices do not incur fees and expenses.