

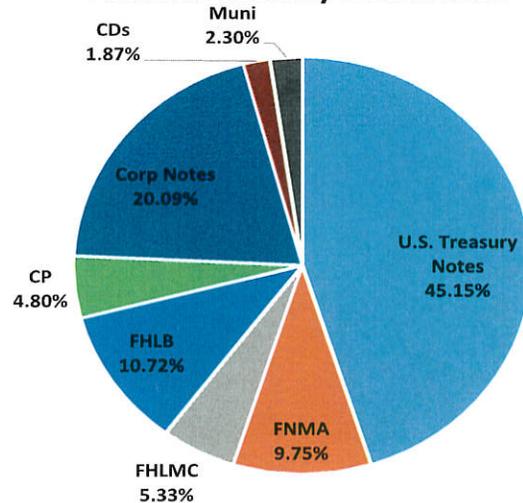
VACo/VML VIP 1-3 Year High Quality Bond Fund Performance Report as of October 31, 2018



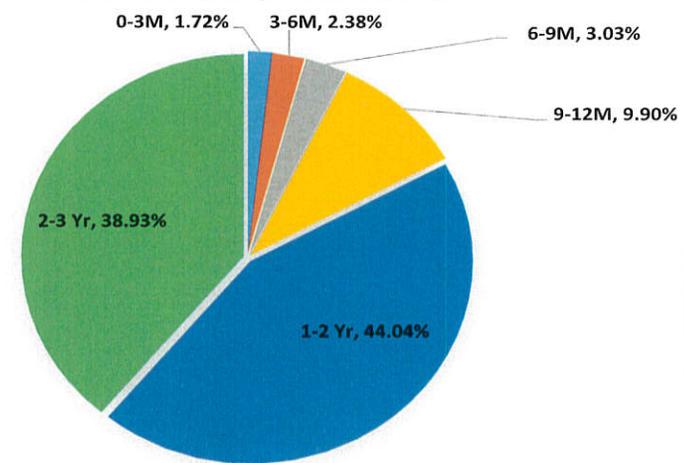
Investment Objective: 1) Exceed the return of the ICE BofA ML 1-3 Yr AAA-AA Corp/Gov Index over three-year periods; and 2) preserve capital.

Yield to Maturity at Market ¹		October 31, 2018		Yield to Maturity at Book ¹		October 31, 2018			
VACo/VML VIP		2.89%		VACo/VML VIP		2.31%			
ICE BofA ML 1-3 yr AAA-AA Corp/Gov Index		2.89%							
Total Portfolio Historical Return ¹ *Periods less than 1 yr not annualized		Trailing 3 months		Fiscal Year to Date ²		Trailing 1 year		Since Inception (Feb. 2014)	
VACo/VML VIP			0.42%		0.48%		0.55%		0.79%
ICE BofA ML 1-3 yr AAA-AA Corp/Gov Index			0.37%		0.39%		0.31%		0.64%
Duration in years		October 31, 2018		S&P Rating					
VACo/VML VIP			1.642		VACo/VML VIP		AA+f/S1		
ICE BofA ML 1-3 yr AAA-AA Corp/Gov Index			1.780						

Portfolio Security Distribution



Portfolio Maturity Distribution



Investment objective per the investment policy as amended by the Board on 1/24/2014.

¹Yield and return figures are gross of fees.

²Fiscal year begins July 1st.

All data provided by Public Trust Advisors.
Past performance is not indicative of future results.

Definitions

Yield to Maturity – The rate of return (annualized) an investor could earn by purchasing a fixed income security and holding it to maturity; this assumes that all interest payments from the security are reinvested at a constant rate. **Yield to Maturity at Market** is the yield to maturity an investor can earn given the current market price of a security. **Yield to Maturity at Book** is the yield to maturity based on the amortized cost of the securities; at the exact moment of purchase market yield and book yield are equivalent.

Total Return – Total return consists of two components: income and capital appreciation or price return. In the context of VIP, income is interest payments received from debt issuers. Capital appreciation or price return refers to the change in the market price of a security.

Duration – Duration is a measure of the sensitivity of the price (principal value) of a fixed income security to a change in interest rates. Duration is expressed as a number of years. The greater the duration number, the greater the price sensitivity of the security to changes in interest rates.

AA+f/S1 – AA+f is a bond credit rating issued by Standard & Poor's (S&P). Bond funds with the AAf credit rating provide "very strong" protection against losses due to credit defaults. The "+" modifier shows relative standing within the AAf rating category. S1 is a bond fund volatility rating from S&P. Funds with the S1 rating are considered to have a low sensitivity to changing market conditions, comparable to that of a portfolio of U.S. Government securities maturing within one to three years.

AAAm – AAAm is a principal stability fund rating issued by S&P. Principal stability funds rated AAAm demonstrate extremely strong capacity to maintain principal stability and to limit exposure to principal losses due to credit risk.

ICE BofA ML 1-3 Yr AAA-AA Corp/Gov Index - The ICE BofA ML US Corporate & Government Index including all securities with a remaining term to final maturity less than 3 years.

Acronyms & Abbreviations

CP – Commercial Paper

FFCB – Federal Farm Credit Banks Funding Corporation

FHLB – Federal Home Loan Banks

FHLMC – The Federal Home Loan Mortgage Corporation, also known as Freddie Mac.

FNMA – The Federal National Mortgage Association, commonly known as Fannie Mae.

Muni – Municipal Securities



VML/VACo Finance
info@valocalfinance.org
804.648.0635

Additional Disclosure

The VACo/VML Virginia Investment Pool (VIP) is a governmental trust established through the joint exercise of powers of its participants. In 2017, the General Assembly of Virginia unanimously approved legislation specifically recognizing jointly-administered investment pools such as VIP. VIP is administered by VML/VACo Finance. For more information, email info@valocalfinance.org.

Public Trust Advisors (PTA), registered with the Securities and Exchange Commission, is investment advisor to the VACo/VML Virginia Investment Pool. For investment related advice, email tom.tight@publictrustadvisors.com.



VML/VACo Finance
info@valocalfinance.org
804.648.0635