



MIDWESTERN

STATE UNIVERSITY

Endowment Fund



American National
Bank & Trust[™]

Trust & Investment Services

Linda Wilson
Senior Vice President

Jeffrey Schultz, CFA, CTFA
Executive Vice President

OUR RELATIONSHIP



American National
Bank & Trust™

TRUST AND INVESTMENT SERVICES

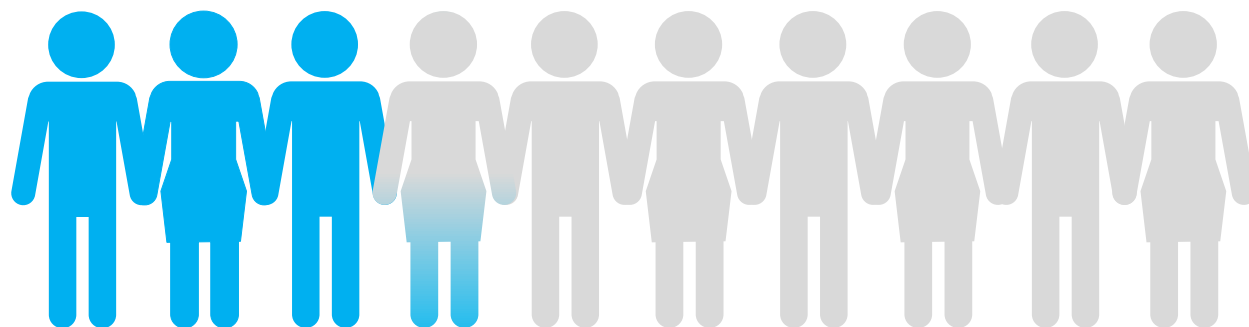
Dispersion of Awards in Surrounding High Schools



■ HHS ■ RHS ■ ACHS ■ WHS ■ WFHS ■ IPHS ■ BHS ■ CVHS ■ EHS

HISTORY OF WORKING TOGETHER

- *Active participant in the Internship Program*
- *American National Bank & Trust has participated in the Community Bankers Scholarship Program since the Fall of 2000*



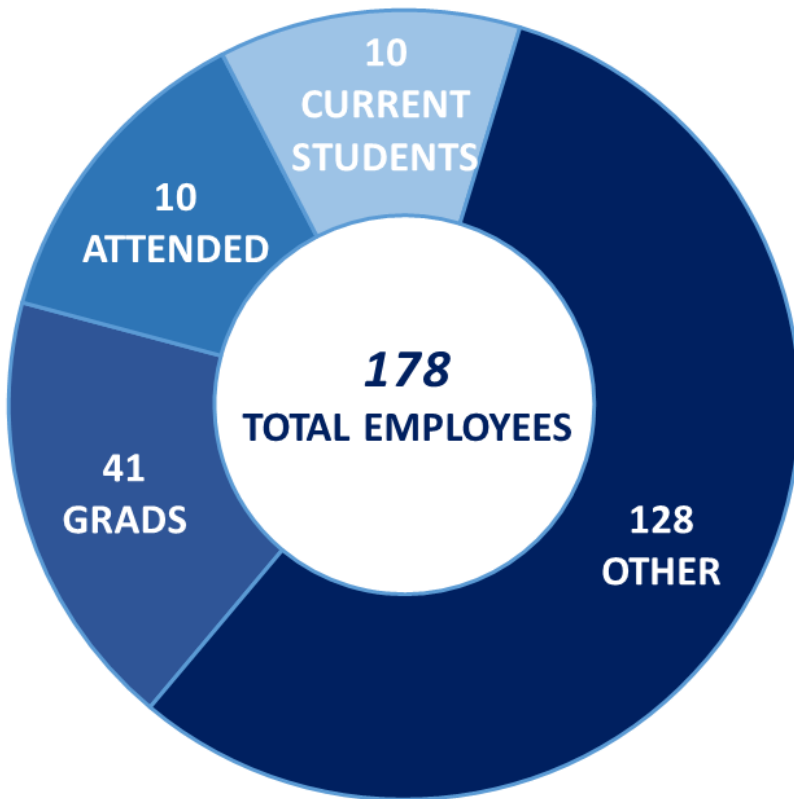
3.5 out of 10 of our employees have attended, are graduates of, or are current students at MSU

Committed to
MIDWESTERN
STATE UNIVERSITY

OUR RELATIONSHIP



American National
Bank & Trust™
TRUST AND INVESTMENT SERVICES



\$536,000
SCHOLARSHIPS AWARDED



\$337,000
SCHOLARSHIPS FUNDED

Committed to
MIDWESTERN
STATE UNIVERSITY



Portfolio Management Process

Summary:

- Disciplined investment process for identifying and investing in positions
- Technical & Fundamental process for sell decisions

-
- Relatively concentrated portfolio (between 50-60 positions)

-
- Benchmark weights are considered; however, certain sectors will fluctuate between overweight and underweight due to market conditions

-
- Absolute Return Focus
 - Capital Appreciation
 - Dividend Income
 - Bond Interest
-

INVESTMENT OBJECTIVE



American National
Bank & Trust™
TRUST AND INVESTMENT SERVICES

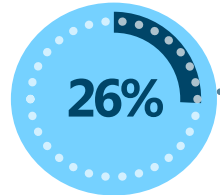
Growth with Income



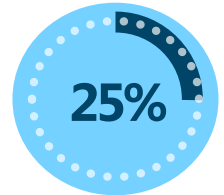
Actual

Equity (Long)

Target



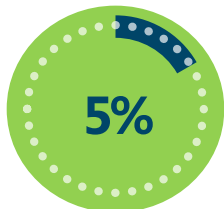
Fixed Income



Alternative Assets



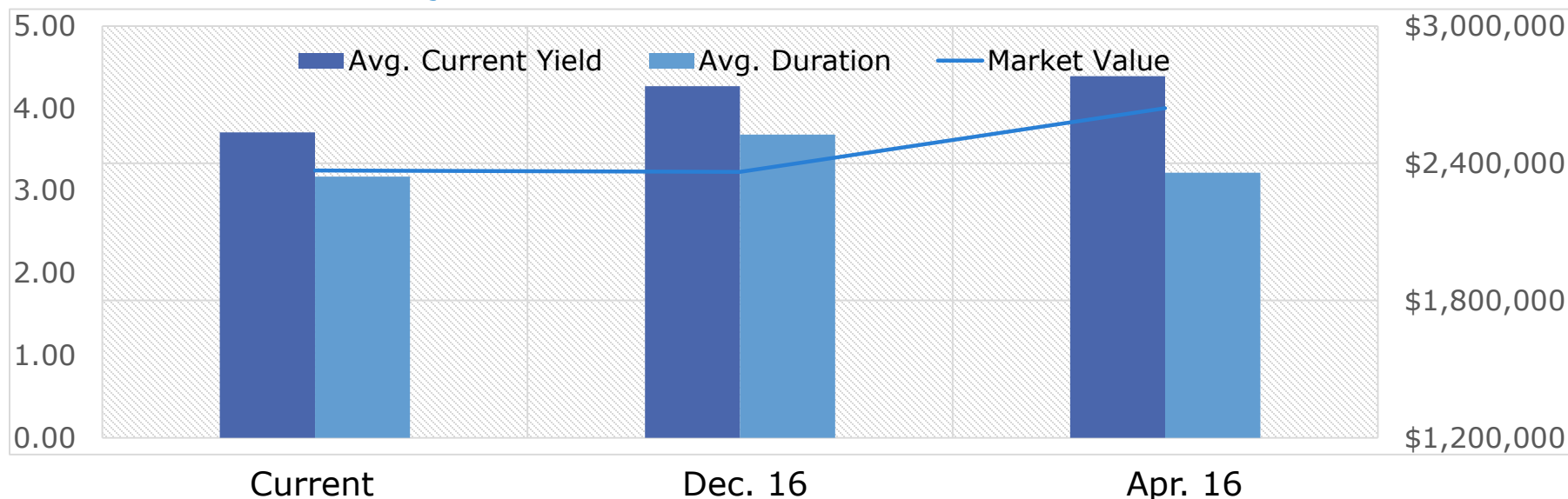
Cash/Money Market



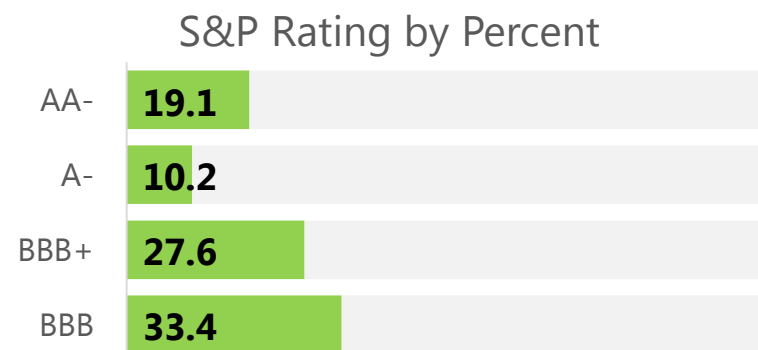
Committed to
MIDWESTERN
STATE UNIVERSITY



Fixed Income Analysis



Yield Analytics	Current	Apr. 16
Avg. Coupon	4.2%	4.8%
Avg. Yield to Maturity	2.4%	2.1%
Avg. Current Yield	4.0%	4.4%
Avg. Macaulay Duration	3.2	3.3
Avg. Modified Duration	3.2	3.2



PORTFOLIO MANAGEMENT



American National
Bank & Trust™

TRUST AND INVESTMENT SERVICES

	MSU	S&P		MSU	S&P
Forward Price/Earnings	18.6x	17.6x	Dividend Yield	2.2%	2.1%
Price Earnings	18.8x	21.2x	Average Market Cap (\$bil)	\$113.6	\$86.7
Price/Book	2.6	2.8	Sharpe Ratio	0.8	1.0
Return on Assets	6.3%	7.3%	Beta	1.0	1.0
Return on Equity	20.0%	21.6%	Std. Deviation	7.8%	7.6%

Equity Holding Attributes
(as of 04/30/17)

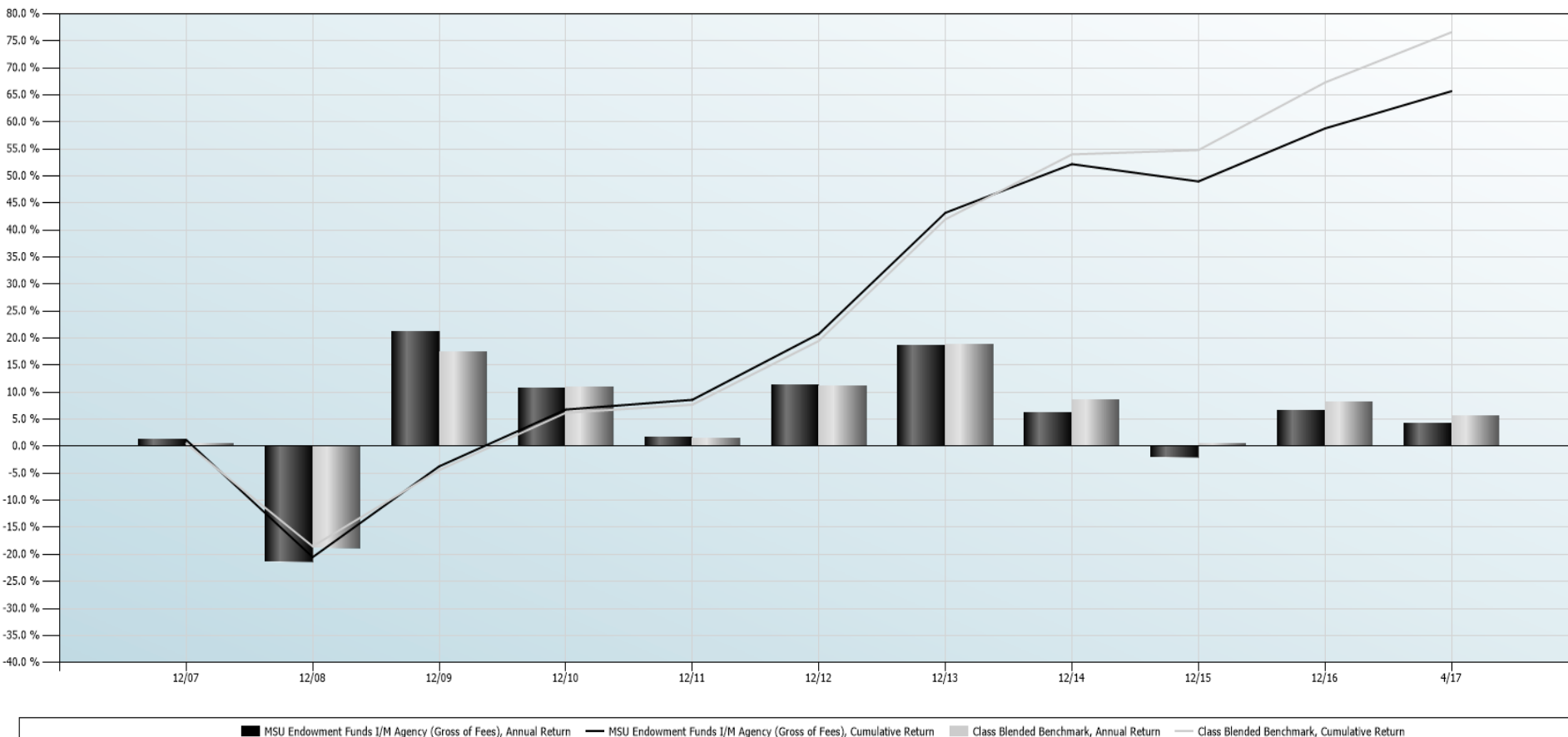
Committed to
MIDWESTERN
STATE UNIVERSITY

PORTFOLIO MANAGEMENT



**American National
Bank & Trust™**
TRUST AND INVESTMENT SERVICES

	Last Month	Fiscal YTD	Last 12 Months	Report Period
MSU Endowment Fund	0.7%	4.3%	10.1%	5.5%
Class Blended Benchmark	0.9%	5.1%	11.8%	6.2%



**Portfolio Returns
(as of 04/30/17)**

**Committed to
MIDWESTERN
STATE UNIVERSITY**



MIDWESTERN
STATE UNIVERSITY

Endowment Fund



American National
Bank & Trust™

Trust & Investment Services

Future Direction

Summary:

- Continue emphasis for limiting downside exposure
- Monitor interest income to offset current low rate environment
- Growth of capital remains primary objective
- Yield consideration is secondary objective
- Maintain emphasis on high quality assets
- Sustain vigilance on the portfolio

Committed to
MIDWESTERN
STATE UNIVERSITY