FEDERAL RETIREMENT THRIFT INVESTMENT BOARD
77 K Street, NE Washington, DC 20002

February 11, 2019

MEMORANDUM FOR THE EXECUTIVE DIRECTOR

FROM: SEAN MCCAFFREY
CHIEF INVESTMENT OFFICER

SUBJECT: January 2019 Performance Review - G, F, C, S, I, and L Funds

INTRODUCTION

This report reviews key aspects of the investment performance of the G, F, C, S, I, and L Funds, investment manager performance and tracking error, trading costs, TSP fund performance, and L Fund participation.

TRACKING ERROR - TSP Separate Accounts at BlackRock (BTC)

Monthly Tracking Error

Fund	% BTC Returns	% TSP Returns	% Index Returns	BTC T.E.	TSP vs. BTC
Fixed Income	1.07	1.07	1.06	0.01	0.00
Large Cap	8.02	8.01	8.01	0.01	-0.01
Small Mid Cap	11.64	11.64	11.60	0.04	0.00
International	6.55	6.60	6.57	-0.02	0.05

BlackRock's performance for the F, C, and I Funds was in-line with indices for the month. It outperformed the Small Cap Index by 4 basis points primarily due to securities sampling.

The F, C, and S Funds closely tracked the BTC accounts for the month. The I Fund was higher by 5 basis points due to favorable trading costs.

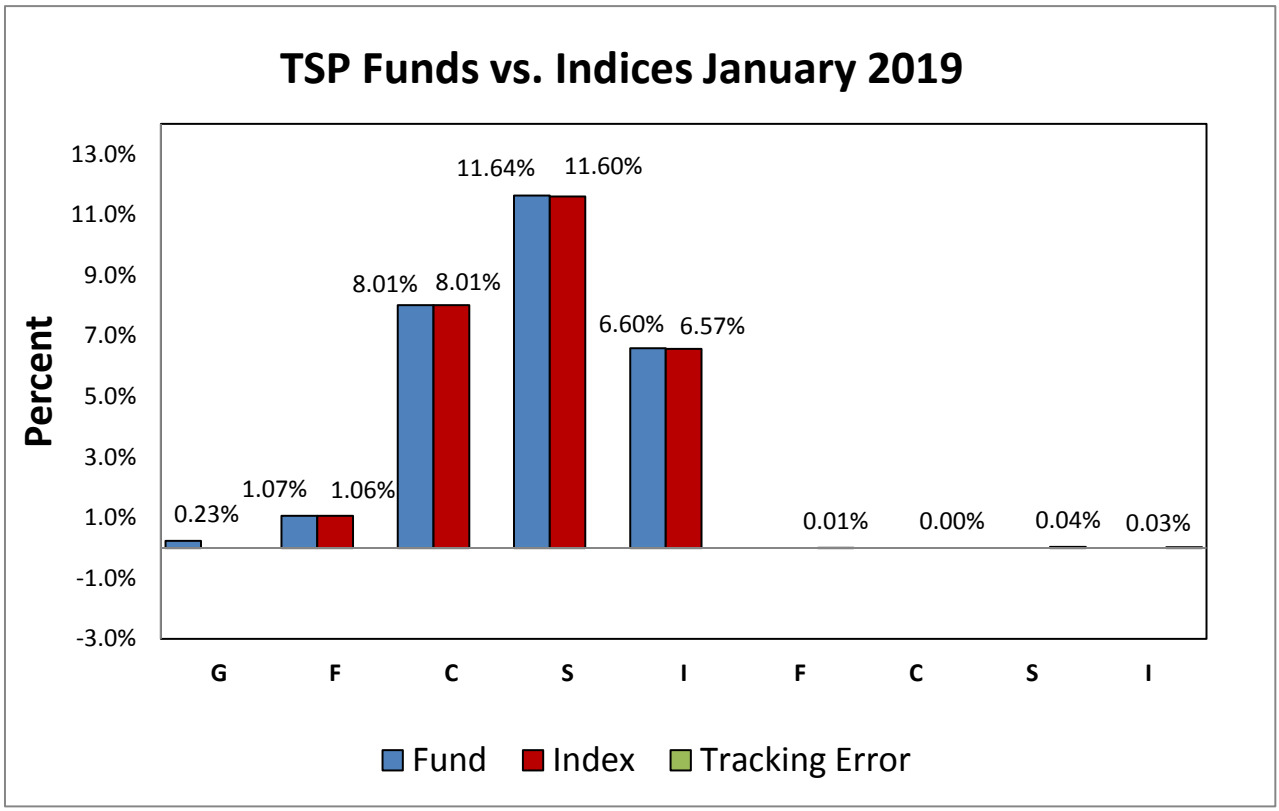
Trading Costs

		Trading Costs	
F Fund	Dollar Amount Traded	Dollars	Basis Points
January	759,243,556	83,287	1.1
C Fund			
January	3,980,797,441	267,396	0.7
S Fund			
January	1,606,307,178	(11,706)	-0.1
I Fund			
January	3,738,141,893	(22,735,338)	-60.8

* -- Trading Costs are comprised of commissions, fees, and the difference between where a security is traded and the closing index price.

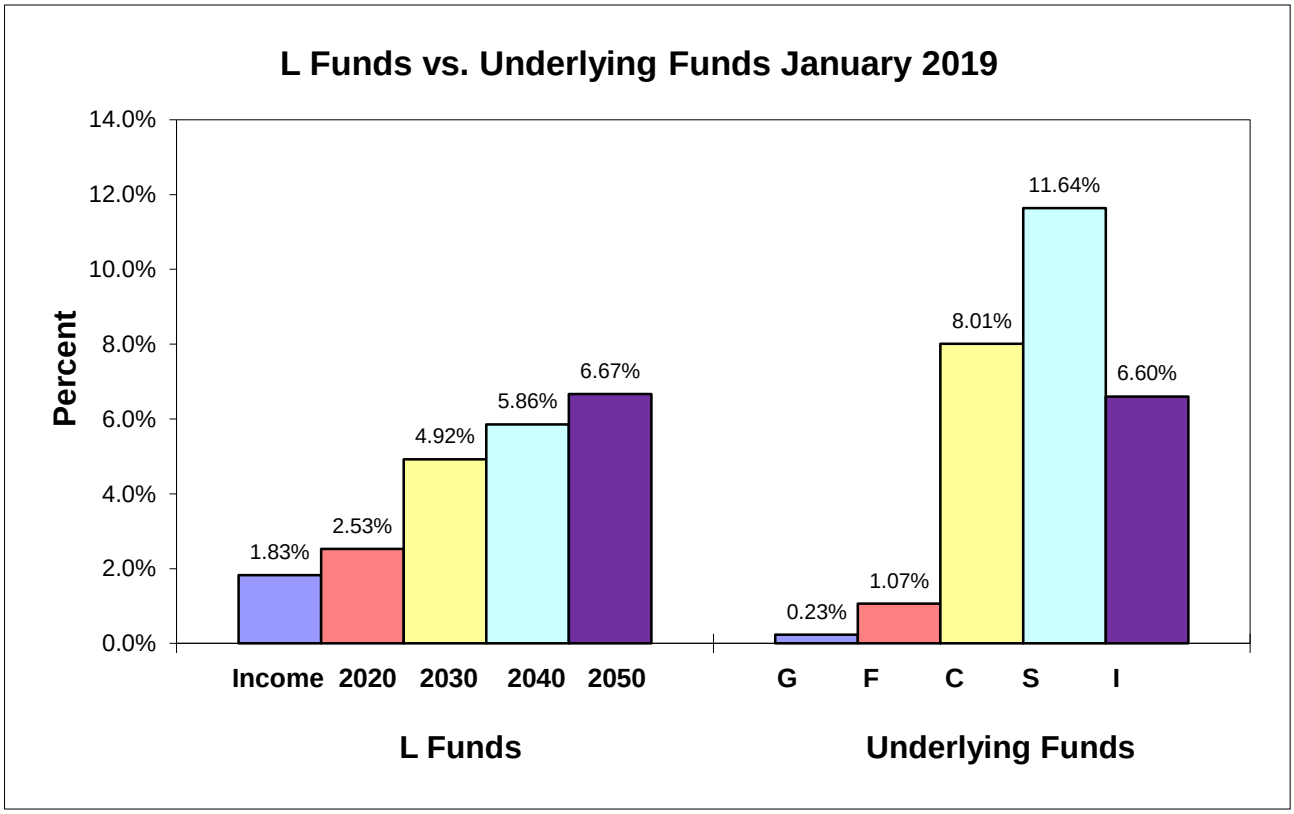
Performance of TSP Funds Total Returns

The charts below show the G, F, C, S, and I Fund net rates of return vs. respective benchmark indices.



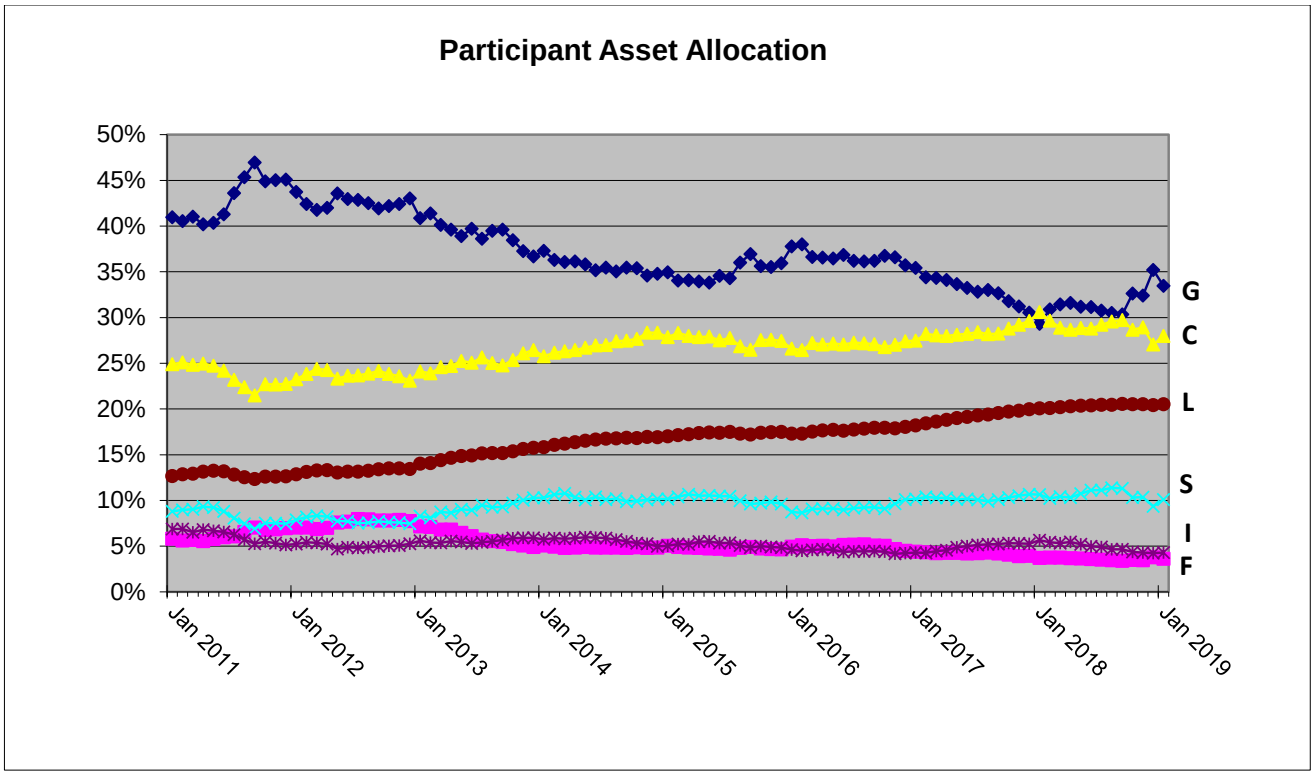
L Funds

The net rates of return for the L Funds are shown below along with comparable returns for the G, F, C, S, and I Funds.



THRIFT SAVINGS PLAN MONTHLY INVESTMENT ACTIVITY
JANUARY 2019

Attachment 1



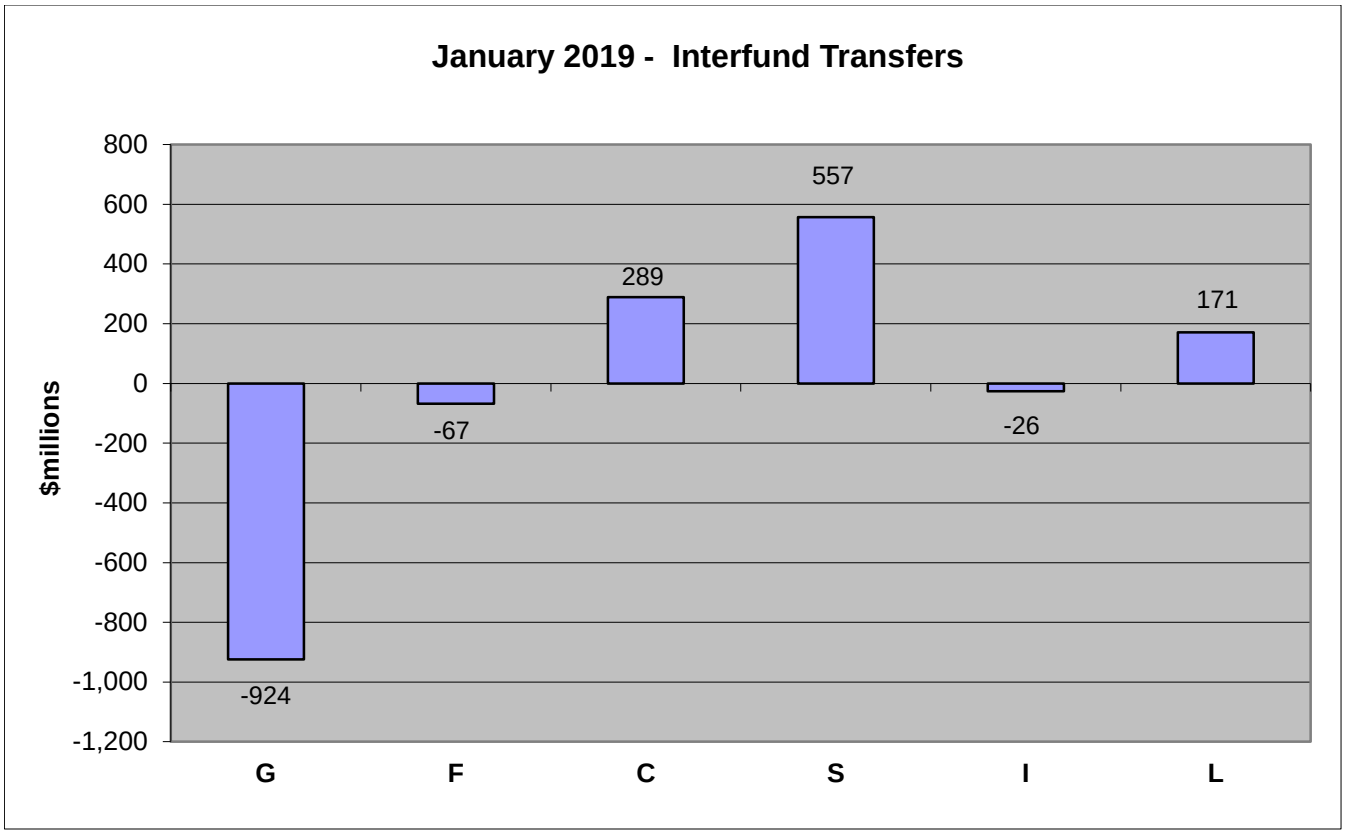
TSP Assets -- Participant Allocation
(January 31, 2019)

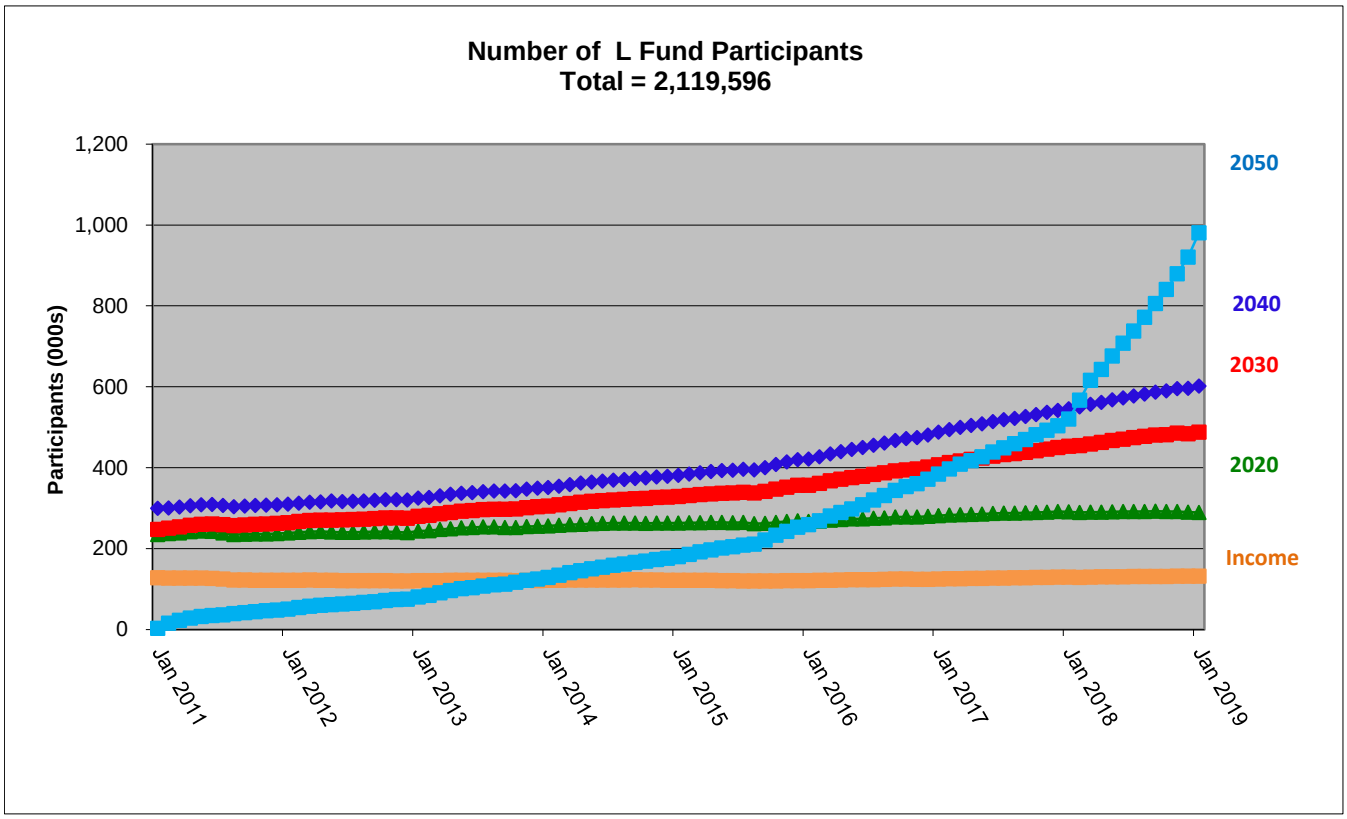
Fund	Dollars (Billion USD)	Percent
G Fund	$188.3	33.5%
F Fund	$20.3	3.6%
C Fund	$156.9	27.9%
S Fund	$56.6	10.1%
I Fund	$24.1	4.3%
L Fund	$115.0	20.5%
Total	$561.3	100%

TSP Assets -- By Core Funds
(January 31, 2019)

Fund	Dollars (Billion USD)	Percent
G Fund	$231.6	41.3%
F Fund	$28.2	5.0%
C Fund	$189.0	33.7%
S Fund	$66.1	11.8%
I Fund	$46.4	8.3%
Total	$561.3	100.0%

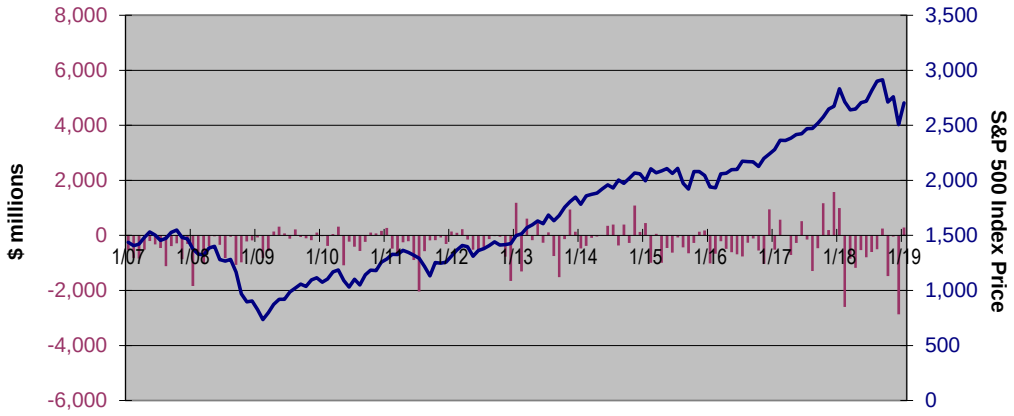
THRIFT SAVINGS PLAN MONTHLY INVESTMENT ACTIVITY
JANUARY 2019



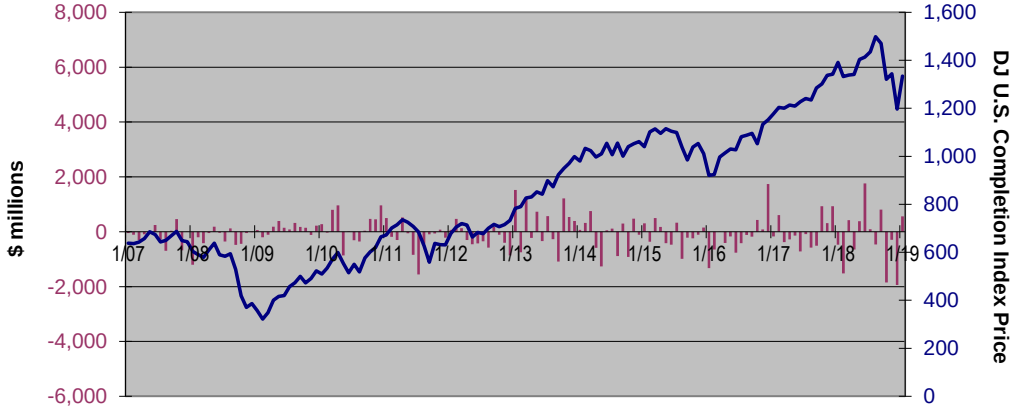


THRIFT SAVINGS PLAN MONTHLY INVESTMENT ACTIVITY
JANUARY 2019

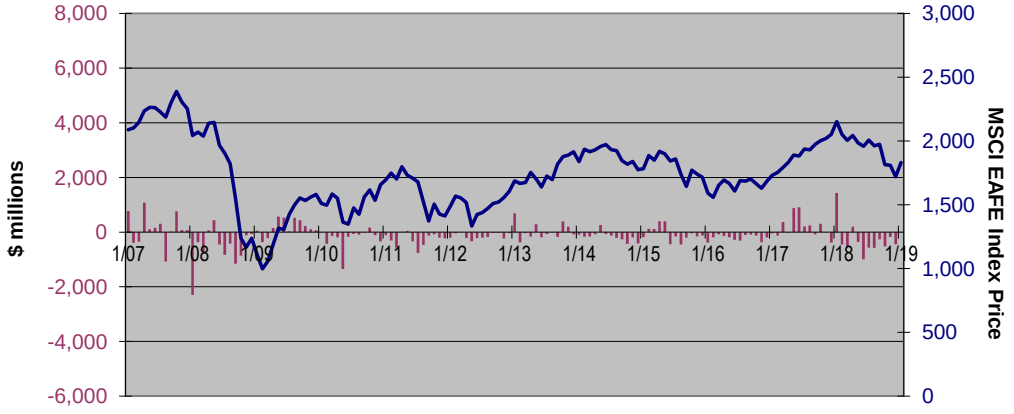
Monthly Interfund Transfers
C Fund



Monthly Interfund Transfers
S Fund

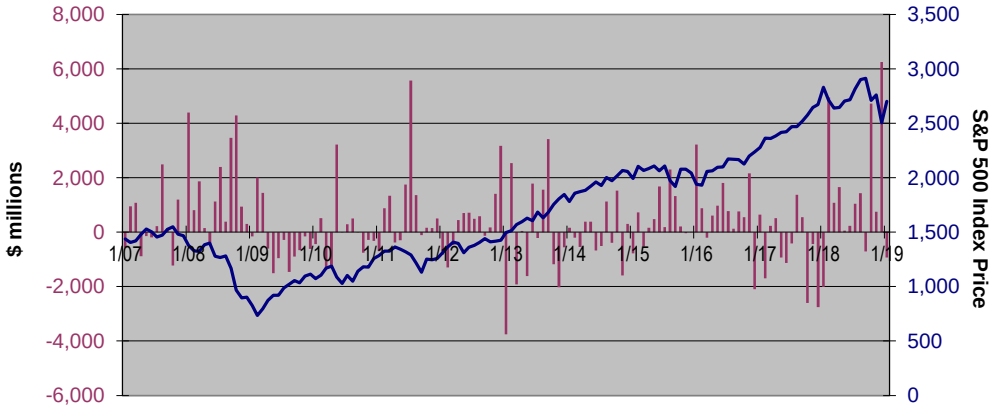


Monthly Interfund Transfers
I Fund

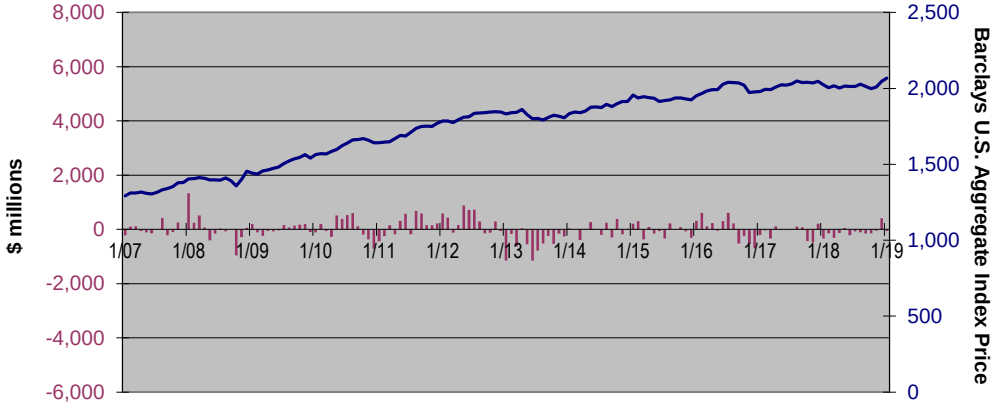
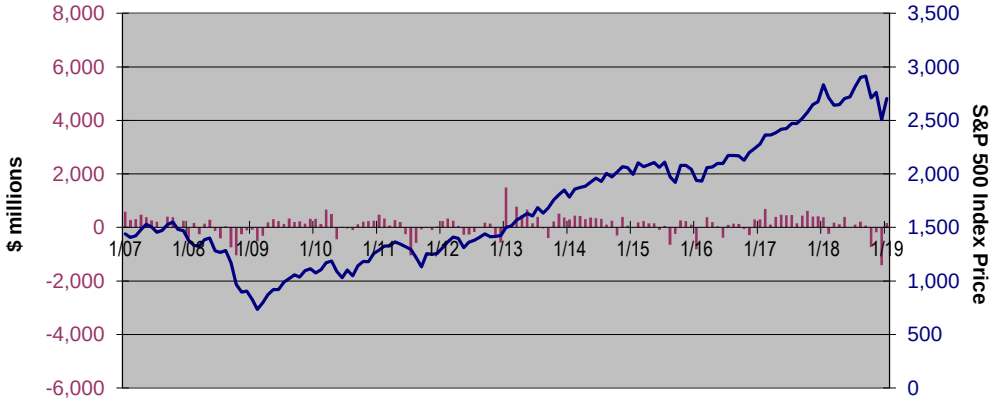


THRIFT SAVINGS PLAN MONTHLY INVESTMENT ACTIVITY
JANUARY 2019

Monthly Interfund Transfers
G Fund



Monthly Interfund Transfers
F Fund



Monthly Interfund Transfers
L Funds