



THE HOLSTON CONFERENCE OF  
THE UNITED METHODIST CHURCH  
FOUNDATION, INC.



**BALANCED GROWTH FUND - #9901**  
*Executive Summary*

**PORTFOLIO SUMMARY (THRU 6/30/08)**

|                      | <u>Q2</u>  | <u>YTD</u> | <u>INCEPTION</u> |
|----------------------|------------|------------|------------------|
| Beginning Value      | 44,419,110 | 46,848,735 | 554,186          |
| Net Cash Flows       | -39,254    | -700,926   | 23,474,030       |
| Investment Gain/Loss | -707,875   | -2,475,826 | 19,643,766       |
| Ending Value         | 43,671,982 | 43,671,982 | 43,671,982       |

**PORTFOLIO BENCHMARK**

| <u>INDEX</u>            | <u>WEIGHT</u> |
|-------------------------|---------------|
| S&P 500                 | 60%           |
| Lehman Intm. Gov't Bond | 35%           |
| US Treasury Bill        | 5%            |

**CURRENT YEAR RETURNS (THRU 6/30/08)**

|           | <i>Percent Return Per Period</i> |           |           |           |            | <i>Annualized Since Inception (5/31/90)</i> |
|-----------|----------------------------------|-----------|-----------|-----------|------------|---|
|           | <u>Q1</u>                        | <u>Q2</u> | <u>Q3</u> | <u>Q4</u> | <u>YTD</u> |   |
| Fund      | -3.98                            | -1.62     | n/a       | n/a       | -5.53      | 7.38  |
| Benchmark | -4.31                            | -2.12     | n/a       | n/a       | -6.34      | 8.45  |

**TRAILING RETURNS (THRU 6/30/08)**

|           | <i>Annualized Percent Return</i> |            |            |            |            |            |            |            |            |             |
|-----------|----------------------------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
|           | <u>1yr</u>                       | <u>2yr</u> | <u>3yr</u> | <u>4yr</u> | <u>5yr</u> | <u>6yr</u> | <u>7yr</u> | <u>8yr</u> | <u>9yr</u> | <u>10yr</u> |
| Fund      | -6.91                            | 3.00       | 4.71       | 5.34       | 6.66       | 6.36       | 3.97       | 2.46       | 2.95       | 4.06        |
| Benchmark | -4.76                            | 4.35       | 4.70       | 4.87       | 6.09       | 5.71       | 3.62       | 2.47       | 2.90       | 4.13        |

**CALENDAR YEAR RETURNS**

|           | <i>Percent Return Per Period</i> |             |             |             |             |             |             |             |             |             |
|-----------|----------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
|           | <u>2008</u>                      | <u>2007</u> | <u>2006</u> | <u>2005</u> | <u>2004</u> | <u>2003</u> | <u>2002</u> | <u>2001</u> | <u>2000</u> | <u>1999</u> |
| Fund      | n/a                              | 2.98        | 12.39       | 5.25        | 9.13        | 19.48       | -11.15      | -4.99       | -2.73       | 12.57       |
| Benchmark | n/a                              | 6.64        | 10.95       | 3.76        | 7.44        | 17.55       | -10.40      | -3.91       | -1.62       | 12.84       |

*Returns are reported before Foundation management fees are subtracted.*

*Returns for periods greater than one year are annualized.*

*Historical returns do not guarantee future results.*



THE HOLSTON CONFERENCE OF  
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FOUNDATION, INC.



**INTERMEDIATE INCOME FUND - #9902**  
*Executive Summary*

**PORTFOLIO SUMMARY (THRU 6/30/08)**

**TOTALS**

|                  |           |   |      |
|------------------|-----------|---|------|
| Market Value     | 5,876,979 | <b>WEIGHTED AVERAGES</b><br>Yield To Maturity | 4.50 |
| Number of Issues | 10        | Maturity (Yrs)                                | 4.40 |
|                  |           | Coupon (%)                                    | 4.61 |
|                  |           | Duration                                      | 3.90 |

**PORTFOLIO BENCHMARK**

|                         |               |
|-------------------------|---------------|
| <b>INDEX</b>            | <b>WEIGHT</b> |
| Lehman Intm. Gov't Bond | 95%           |
| US Treasury Bill        | 5%            |

**CURRENT YEAR RETURNS (THRU 6/30/08)**

*Percent Return Per Period*

*Annualized Since  
Inception (12/31/2000)*

|           |           |           |           |           |            |      |
|-----------|-----------|-----------|-----------|-----------|------------|------|
|           | <u>Q1</u> | <u>Q2</u> | <u>Q3</u> | <u>Q4</u> | <u>YTD</u> |      |
| Fund      | 3.36      | -1.61     | n/a       | n/a       | 1.70       | 5.18 |
| Benchmark | 3.96      | -1.73     | n/a       | n/a       | 2.16       | 5.04 |

**TRAILING RETURNS (THRU 6/30/08)**

*Annualized Percent Return*

|           |            |            |            |            |            |            |            |            |            |             |
|-----------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
|           | <u>1yr</u> | <u>2yr</u> | <u>3yr</u> | <u>4yr</u> | <u>5yr</u> | <u>6yr</u> | <u>7yr</u> | <u>8yr</u> | <u>9yr</u> | <u>10yr</u> |
| Fund      | 7.25       | 6.63       | 4.49       | 4.66       | 3.46       | 4.71       | 5.30       | n/a        | n/a        | n/a         |
| Benchmark | 8.91       | 7.14       | 4.80       | 4.60       | 3.59       | 4.35       | 4.90       | n/a        | n/a        | n/a         |

**CALENDAR YEAR RETURNS**

*Percent Return Per Period*

|           |             |             |             |             |             |             |             |             |             |             |
|-----------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
|           | <u>2008</u> | <u>2007</u> | <u>2006</u> | <u>2005</u> | <u>2004</u> | <u>2003</u> | <u>2002</u> | <u>2001</u> | <u>2000</u> | <u>1999</u> |
| Fund      | n/a         | 7.67        | 4.08        | 1.86        | 2.77        | 3.88        | 11.08       | 6.04        | n/a         | n/a         |
| Benchmark | n/a         | 8.28        | 3.87        | 1.76        | 2.28        | 2.24        | 9.24        | 8.22        | n/a         | n/a         |

*Returns are reported before Foundation management fees are subtracted.*

*Returns for periods greater than one year are annualized.*

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THE HOLSTON CONFERENCE OF  
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FOUNDATION, INC.



**SHORT-TERM INCOME FUND - #9903**  
*Executive Summary*

**PORTFOLIO SUMMARY (thru 6/30/08)**

| <u>TOTALS</u>    |           | <u>WEIGHTED AVERAGES</u>   |            |
|------------------|-----------|----------------------------|------------|
| Market Value     | 2,851,442 | Yield To Maturity          | 0.00 (4.5) |
| Number of Issues | 0         | Maturity (Yrs)             | 0.00       |
|                  |           | Coupon (%)                 | 0.00       |
|                  |           | Duration                   | 0.00 (1.5) |
|                  |           | <i>(Coupon Bonds Only)</i> |            |

**PORTFOLIO BENCHMARK**

| <u>INDEX</u>      | <u>WEIGHT</u> |
|-------------------|---------------|
| US Treasury Bills | 100%          |

**CURRENT YEAR RETURNS (thru 6/30/08)**

|           | <i>Percent Return Per Period</i> |           |           |           |            | <i>Annualized Since Inception (12/31/2004)</i> |
|-----------|----------------------------------|-----------|-----------|-----------|------------|--|
|           | <u>Q1</u>                        | <u>Q2</u> | <u>Q3</u> | <u>Q4</u> | <u>YTD</u> |  |
| Fund      | 1.11                             | 0.66      | n/a       | n/a       | 1.78       | 3.86   |
| Benchmark | 0.98                             | 0.43      | n/a       | n/a       | 1.42       | 4.07   |

**TRAILING RETURNS (THRU 6/30/08)**

|           | <i>Annualized Percent Return</i> |            |            |            |            |            |            |            |            |             |
|-----------|----------------------------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
|           | <u>1yr</u>                       | <u>2yr</u> | <u>3yr</u> | <u>4yr</u> | <u>5yr</u> | <u>6yr</u> | <u>7yr</u> | <u>8yr</u> | <u>9yr</u> | <u>10yr</u> |
| Fund      | 4.37                             | 4.87       | 4.27       | n/a        | n/a        | n/a        | n/a        | n/a        | n/a        | n/a         |
| Benchmark | 4.00                             | 4.56       | 4.35       | n/a        | n/a        | n/a        | n/a        | n/a        | n/a        | n/a         |

**CALENDAR YEAR RETURNS**

|           | <i>Percent Return Per Period</i> |             |             |             |             |             |             |             |             |             |
|-----------|----------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
|           | <u>2008</u>                      | <u>2007</u> | <u>2006</u> | <u>2005</u> | <u>2004</u> | <u>2003</u> | <u>2002</u> | <u>2001</u> | <u>2000</u> | <u>1999</u> |
| Fund      | n/a                              | 5.24        | 4.45        | 2.04        | n/a         | n/a         | n/a         | n/a         | n/a         | n/a         |
| Benchmark | n/a                              | 5.13        | 4.64        | 3.06        | n/a         | n/a         | n/a         | n/a         | n/a         | n/a         |

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THE HOLSTON CONFERENCE OF  
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**EQUITY FUND - #9904**

*Executive Summary*

**PORTFOLIO SUMMARY (THRU 6/30/08)**

|                      | <i>In Thousands</i> |                 |                  |
|----------------------|---------------------|-----------------|------------------|
|                      | <u>Q2</u>           | <u>YTD</u>      | <u>INCEPTION</u> |
| Beginning Value      | 1,072,528           | 1,173,801       | 740,536          |
| Net Cash Flows       | -1,717              | -2,514          | 1,194,838        |
| Investment Gain/Loss | <u>-18,367</u>      | <u>-118,842</u> | <u>-882,930</u>  |
| Ending Value         | 1,052,445           | 1,052,445       | 1,052,445        |

**PORTFOLIO BENCHMARK**

| <u>INDEX</u> | <u>WEIGHT</u> |
|--------------|---------------|
| S&P 500      | 100%          |

**CURRENT YEAR RETURNS (THRU 6/30/08)**

|           | <i>Percent Return Per Period</i> |           |           |           |            |
|-----------|----------------------------------|-----------|-----------|-----------|------------|
|           | <u>Q1</u>                        | <u>Q2</u> | <u>Q3</u> | <u>Q4</u> | <u>YTD</u> |
| Fund      | -8.58                            | -1.73     | n/a       | n/a       | -10.16     |
| Benchmark | -9.47                            | -2.74     | n/a       | n/a       | -11.95     |

**TRAILING RETURNS (THRU 6/30/08)**

|           | <i>Annualized Percent Return</i> |            |            |            |            |            |            |            |            |             |
|-----------|----------------------------------|------------|------------|------------|------------|------------|------------|------------|------------|-------------|
|           | <u>1yr</u>                       | <u>2yr</u> | <u>3yr</u> | <u>4yr</u> | <u>5yr</u> | <u>6yr</u> | <u>7yr</u> | <u>8yr</u> | <u>9yr</u> | <u>10yr</u> |
| Fund      | -15.25                           | n/a        | n/a        | n/a        | n/a        | n/a        | n/a        | n/a        | n/a        | n/a         |
| Benchmark | -13.19                           | n/a        | n/a        | n/a        | n/a        | n/a        | n/a        | n/a        | n/a        | n/a         |

**CALENDAR YEAR RETURNS**

|           | <i>Percent Return Per Period</i> |             |             |             |             |             |             |             |             |             |
|-----------|----------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
|           | <u>2008</u>                      | <u>2007</u> | <u>2006</u> | <u>2005</u> | <u>2004</u> | <u>2003</u> | <u>2002</u> | <u>2001</u> | <u>2000</u> | <u>1999</u> |
| Fund      | n/a                              | -1.72       | n/a         | n/a         | n/a         | n/a         | n/a         | n/a         | n/a         | n/a         |
| Benchmark | n/a                              | 5.48        | n/a         | n/a         | n/a         | n/a         | n/a         | n/a         | n/a         | n/a         |

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