

Roger Redding
Executive Director
P.O. Box 900
Alcoa, TN 37701-0900
(865) 690-8124
rogerredding@holston.org



INVESTMENT FUND OPTIONS

Paul Bowman
Director of Planned Giving

Brenda Mills
Accounts Manager

FUND NAME	BALANCED GROWTH FUND	INTERMEDIATE INCOME FUND	SHORT-TERM INCOME FUND	EQUITY GROWTH FUND
FUND DESCRIPTION	60% Equities – (62% Large Cap / Socially Responsible, 8% Small-Cap, 8% Mid-Cap, 15% Foreign, 5% Emerging Mkt, 2% Real Estate) 35% Fixed Income – U.S. Treasuries / U.S. Agency obligations/investment grade corporate bonds of 10 years or less through a blend of intermediate exchange traded bond funds. 5% Money Market	U.S. Treasuries / U.S. Agency obligations/investment grade corporate bonds of 10 years or less through a blend of intermediate exchange traded bond funds.	A blend of a Brokerage Money Market, plus short-term exchange traded bond funds.	100% Equities – (62% Large-Cap / Socially Responsible, 8% Small-Cap, 8% Mid-Cap, 15% Foreign, 5% Emerging Mkt, 2% Real Estate)
BENCHMARK	60% S&P 500, 35% Barclay's Capital Gov't Bond / 5% U.S. Treasury Bill	95 Barclay's Capital Gov't Bond / 5% U.S. Treasury Bill	90-Day Treasury Bill	S&P 500
TIME HORIZON	Long-Term, 5 years +	Intermediate-Term, 2 years +	Short-Term, 12 months +	Long-Term, 5 years +
<u>PERFORMANCE</u>				
2011 RETURN	.91%	5.74%	1.91%	-2.24%
2010 RETURN	13.45%	6.00%	2.18%	16.34%
2009 RETURN	19.77%	1.86%	.74%	29.47%
2008 RETURN	-19.51%	8.75%	5.31%	-37.77%
2007 RETURN	2.98%	7.67%	5.24%	-1.72%
2006 RETURN	12.39%	4.08%	4.45%	
2005 RETURN	5.25%	1.86%	2.04%	
Annualized Return (since inception) *				
POTENTIAL RETURN	High	Medium	Lowest	Highest
VOLATILITY	High	Medium	Lowest	Highest
ANNUAL FOUNDATION FEES	.80% of Market Value	.70% of Market Value	.35% of Market Value	.80% of Market Value
ADDITIONS/WITHDRAWALS	Monthly	Monthly	Monthly	Monthly

This information is provided for your assistance in considering an investment of funds through the Holston Conference of The United Methodist Church Foundation, Inc. Neither the Executive Director, Accounts Manager, nor any Foundation staff is engaged in offering legal counsel or tax advisory service or in promoting any particular investment option. As is true with any investment, markets can fluctuate and past results are not necessarily indicative of future performance. Investments are neither insured by the Federal Deposit Insurance Corporation (FDIC) nor guaranteed by any governmental agency.

Returns reported are before Foundation management fees, which are netted out of income. There are no additional fees for buying or redeeming shares or for reallocating assets between funds. Custodial accounts may be invested in any fund or any combination of funds.

The Foundation also offers a **Money Market Fund** option for accounts requiring maximum liquidity and stability. Yields fluctuate with the market. The yield on 12/31/10 was .11% and .01% on 12/31/11.

* Through 12/31/11. **Balanced Growth Fund** Inception – 5/31/1990; **Intermediate Income Fund** Inception – 12/31/00; **Short-Term Income Fund** Inception 7/1/04; and **Equity Growth Fund** Inception 1/1/07.