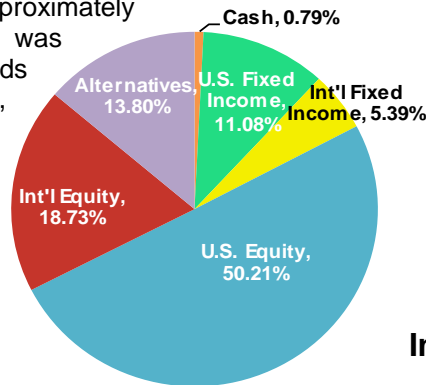




September 30, 2017

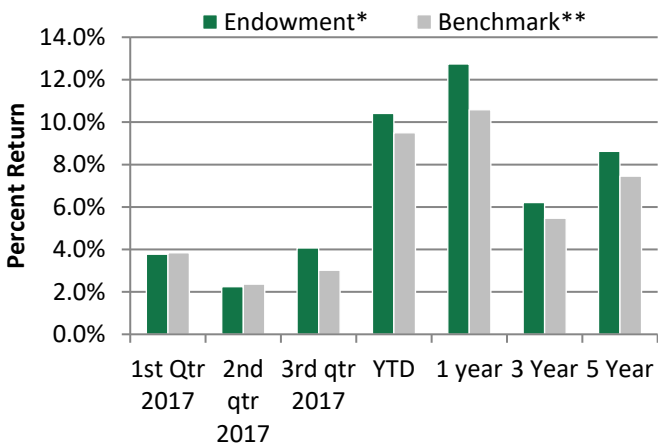
Asset Allocation

As 3rd quarter 2017 came to a close, the Foundation's Endowment remained broadly diversified across equity, fixed income, and alternative investments. Nearly 70% was invested in mutual funds containing equities (i.e., stocks) with exposure to international markets and various investment styles. Approximately 17% of the Endowment was positioned in mutual funds containing fixed income (i.e., bond) securities and cash, and the remainder of the portfolio was invested in mutual funds containing alternative assets, such as energy, natural resources and commodities.



Performance

Performance of the Endowment year-to-date 2017 was 10.41%, outperforming the benchmark 9.50%. The portfolio experienced strong performance year-to-date. International Equities were a strong component of growth. In fact, international equities went from among the worst performing asset classes in 2016 to among the top performing asset classes in 2017. The Foundation remains confident it is investing to both preserve and grow the Endowment for the long-term.



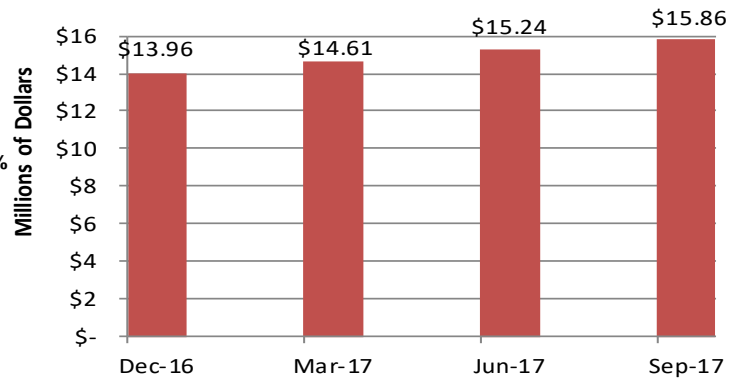
Periods Ending September 30, 2017

*Endowment returns as reported by the Consultant, Mason Investment Advisory Services, using the time-weighted return method of calculation
 **Benchmark represents average return of all community foundations between \$5 mm and \$24.9 mm in assets that participated in FAOG survey

Endowment Value

The total value of the Endowment advanced year-to-date 2017. Endowed assets increased by nearly \$1.9 million due mostly to international fixed income and domestic growth equities.

Endowment



Investment Policy Summary

The Endowment is invested according to guidelines established by the Board of Trustees in the Investment Policy Statement. This policy is reviewed regularly with an external consultant so that the investment strategies used for the Endowment are kept in compliance with the policy statement.

Distribution Policy

The Foundation executes a grant-making program designed to support the immediate and long-term needs of the community, while preserving the value of the Endowment. Please contact the Foundation if you wish to receive more information about the distribution process and how grant amounts are determined.

Questions?

If you have any questions or would like to receive more information, please contact the Foundation at (419) 562-3958. We would be very happy to assist you.