

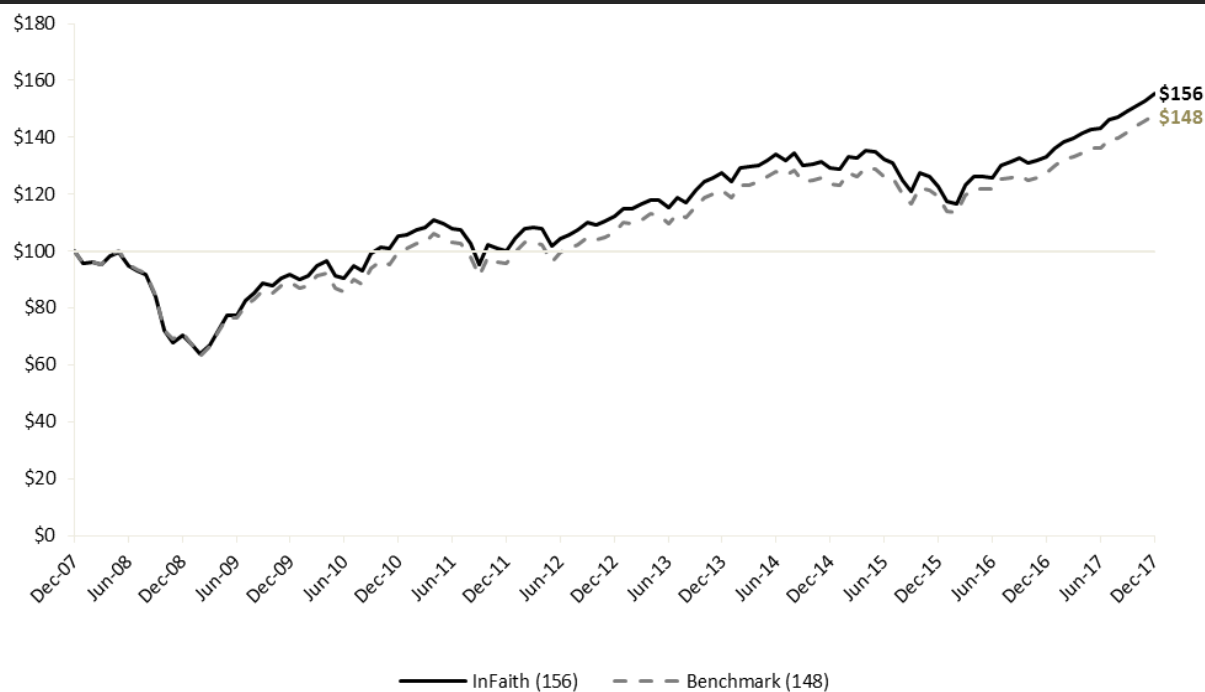
INVESTMENT REPORT AND POLICIES

SEPTEMBER 30, 2018

Annualized Performance of Portfolios as of September 30, 2018

	Core Growth Portfolio		Mission Growth Portfolio		WomenInvest Portfolio		Income Portfolio	
	Core Growth Portfolio	Target Benchmark	Mission Growth Portfolio	Target Benchmark	Women-Invest Portfolio	Target Benchmark	Income Portfolio	Target Benchmark
Quarterly return	1.5%	2.7%	2.7%	3.1%	4.0%	4.8%	0.0%	0.0%
One-year return	4.7%	7.1%	7.8%	7.2%	8.0%	9.3%	-1.2%	-1.2%
3-year annualized return	8.9%	9.3%	10.9%	9.4%	n/a	n/a	1.3%	1.3%
5-year annualized return	5.2%	5.6%	6.6%	6.2%	n/a	n/a	n/a	n/a
10-year annualized return	6.4%	6.1%	n/a	n/a	n/a	n/a	n/a	n/a
Since inception return	n/a	n/a	6.0%	6.2%	8.1%	9.8%	1.3%	1.4%

10-Year Performance of Core Growth Portfolio 2006-2017



Investment Objective and Strategy

The investment policies and guidelines reflect InFaith's objective to obtain the highest investment return possible within acceptable levels of risk. InFaith recognizes that over the long term, the risk of owning equities has been, and should continue to be, rewarded with somewhat greater returns relative to that available from fixed income investments, but with significantly greater volatility over the short term. The role of fixed income investments is to reduce the portfolio volatility associated with equity investments over the short term and to provide access to assets that are less volatile. Guidelines for diversification are established to control volatility and to provide reasonable assurance that no single security or class of securities will have a disproportionate impact on the total portfolio.

Long-Term Target Allocation of Core Growth Portfolio

The following target and range for each asset class of the Core Growth Portfolio is expected to produce patterns of returns and fluctuation levels that correspond to the overall return objectives, liquidity objectives and risk tolerance of InFaith:

Asset Class (Benchmark Index)	Description	Target Allocation
U.S. Equity (Russell 3000 Index)	Stock investments in U.S. companies across the capitalization spectrum (large, mid and small capitalization).	25%
Global (non-U.S.) Equity (MSCI EAFE Index)	Stock investments in companies throughout the developed world.	24%
Emerging Markets Equity (MSCI Emerging Markets Index)	Stock investments in companies of developing countries.	9%
Marketable Alternatives (HFRI FOF Diversified Index)	Investments considered outside of more traditional investments (i.e. stocks and bonds), including hedge funds.	17%
Real Assets (Real Assets Benchmark)	Investments in physical, tangible assets such as real estate and commodities.	10%
Fixed Income (BC Aggregate Bond Index)	Investments that provide income, such as corporate and government bonds and money market instruments.	15%
Total		100%

Return Objectives

InFaith investments are expected to earn a rate of return that allows it to satisfy payment obligations to income beneficiaries, support annual grantmaking, and achieve long-term growth of assets. Short-term liquidity needs (to cover grant distributions, payments to income beneficiaries and operating expenses) are expected to be supported by ongoing contributions.

Review of Investment Policy

The Investment Committee of InFaith Board reviews investment policies, objectives and guidelines at least annually, and monitors the performance of assets at least quarterly with the assistance of InFaith's investment consultants. Each investment manager or mutual fund is evaluated at least annually for compliance with the guidelines. The Investment Committee meets with each investment manager as deemed necessary to review and confirm investment strategy and performance.