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Foundation Funds

Quarterly Performance Summary
June 30, 2026

Capital Markets Overview

U.S. Equity Market

The U.S. equity market surged during Q2 2026, delivering one of its strongest quarterly performances of recent times. The S&P 500 jumped roughly 15%, recovering completely from early-year geopolitical turbulence. Large-cap tech and AI semiconductor stocks drove the initial rally, but market breadth expanded significantly by quarter's end. Within small cap, the Russell 2000 Value Index returned 17.2% over the quarter while the Russell 2000 Growth Index posted impressive gains of 25.7%.

Global Stock Markets

Markets outside the U.S. also enjoyed a swift recovery from pressures of geopolitical tensions seen earlier in the year, mostly aligned with U.S. stocks. The rally was primarily driven by a rotation to growth oriented, AI supply chain companies as the demand for AI infrastructure and semiconductors grows. Both the MSCI EAFE and especially the MSCI EM posted solid gains in Q2 returning 10.8% and 24.1%, respectively. The MSCI ACWI ex U.S. gained 14.5% in the second quarter.

Fixed Income Markets

Fixed income markets were highly volatile, driven by shifting central bank expectations, resurgent inflation, and geopolitical shocks. Investors transitioned from anticipating rate cuts to pricing in the possibility of hikes. Despite these macro headwinds, coupon income and modest credit spread widening led to positive but muted total returns. The Bloomberg Aggregate Bond Index was up 0.7% in the second quarter; high-yield debt posted modest gains, with the ICE BofA BB-B US High Yield Index growing 2.5% in the second quarter.

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Performance Overview

Foundation Preference Funds

	3 Mo	1 Yr	3 Yr	5 Yr	10 Yr
Domestic Equity Fund	15.12%	22.42%	18.89%	11.46%	14.01%
Domestic Equity Index	*15.17%*	*22.68%*	*19.09%*	*11.31%*	*14.00%*
International Equity Fund	13.04%	24.97%	15.84%	6.13%	8.73%
Int'l Equity Fund Index	*14.20%*	*27.28%*	*18.64%*	*8.11%*	*9.68%*
Core Bond Fund	0.72%	4.14%	4.87%	0.59%	2.08%
Core Bond Fund Index	*0.67%*	*3.79%*	*4.16%*	*0.08%*	*1.47%*
High Yield Bond Fund	3.32%	6.55%	8.34%	4.84%	5.46%
High Yield Bond Fund Index	*2.16%*	*5.14%*	*7.99%*	*4.75%*	*5.41%*
Money Market Fund	0.88%	3.83%	4.59%	3.37%	2.10%
FTSE T-Bill 3 Months	*0.93%*	*4.05%*	*4.86%*	*3.69%*	*2.40%*

Foundation Standard Funds

	3 Mo	1 Yr	3 Yr	5 Yr	Inception	Since
Standard-Fixed Income	1.23%	4.58%	5.50%	1.43%	4.09%	Jan-97
Standard-Fixed Income Policy	*0.97%*	*4.07%*	*4.93%*	*1.02%*	*4.61%*	*Jan-97*
Standard-Conservative Balanced	4.43%	9.11%	8.51%	3.47%	5.39%	Dec-01
Standard-Conservative Balanced Policy	*4.37%*	*8.98%*	*8.38%*	*3.35%*	*5.35%*	*Dec-01*
Standard-Moderate Balanced	7.73%	13.76%	11.58%	5.44%	6.32%	Jan-97
Standard-Moderate Balanced Policy	*7.81%*	*14.01%*	*11.87%*	*5.64%*	*6.87%*	*Jan-97*
Standard-Aggressive Balanced	11.03%	18.44%	14.58%	7.42%	7.29%	Dec-01
Standard-Aggressive Balanced Policy	*11.30%*	*19.15%*	*15.39%*	*7.88%*	*7.56%*	*Dec-01*
Standard-Equity	14.33%	23.12%	17.58%	9.29%	7.81%	Jan-97
Standard-Equity Policy	*14.83%*	*24.41%*	*18.93%*	*10.09%*	*8.48%*	*Jan-97*

*Market Index Returns on the final page of the report.

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Preference Fund: Domestic Equity

Performance Summary				
	Q2	3 Yr	5 Yr	Since Inception
Domestic Equity Fund	15.12%	18.89%	11.46%	8.50%
Domestic Equity Index	15.17%	19.09%	11.31%	8.41%

Fund Composition				
Manager	Investment Style	Position in Fund	Q2 Manager Return	Q2 Benchmark Return
BlackRock	Large Cap Core	87.3%	15.1%	15.1%
Peregrine	Small Cap Growth	2.6%	22.6%	25.7%
Segall Bryant Hamill	Small Cap Value	2.7%	18.3%	17.2%
Rhumbline	Large Cap Equal Weighted	7.4%	11.4%	11.4%
Cash	n/a	0.0%		

*The current Domestic Equity custom benchmark is 87.5% Russell 1000 / 7.5% S&P Equal Weighted / 5% Russell 2000

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Preference Fund: International Equity

Performance Summary				
	Q2	3 Yr	5 Yr	Since Inception
International Equity Fund	13.04%	15.84%	6.13%	5.58%
Int'l Equity Fund Index	14.20%	18.64%	8.11%	5.64%

Fund Composition				
Manager	Investment Style	Position in Fund	Q2 Manager Return	Q2 Benchmark Return
BlackRock	MSCI World ex US	61.7%	10.2%	10.2%
Global Alpha	EAFE Small Cap	7.2%	8.6%	9.0%
BlackRock	Emerging Markets	21.2%	23.6%	24.1%
Pzena	Emerging Markets	4.6%	2.7%	24.1%
RBC	Emerging Markets	5.2%	23.6%	24.1%
Cash	n/a	0.1%		

* Effective 7/31/2025, the International Equity custom benchmark is 62% MSCI World x US net / 8% MSCI EAFE Small Cap / 30% MSCI Emerging Markets

Preference Fund: Core Bond

Performance Summary				
	Q2	3 Yr	5 Yr	Since Inception
Core Bond Fund	0.72%	4.87%	0.59%	4.07%
Core Bond Fund Index	0.67%	4.16%	0.08%	3.88%

Fund Composition				
Manager	Investment Style	Position in Fund	Q2 Manager Return	Q2 Benchmark Return
JP Morgan Core	Core Bond	49.8%	0.6%	0.7%
PGIM Core	Core Bond	50.1%	0.8%	0.7%
Cash	n/a	0.0%		

- The current Core Bond custom benchmark is Barclays Aggregate Index

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Preference Fund: High Yield Bond

Performance Summary				
	Q2	3 Yr	5 Yr	Since Inception
High Yield Bond Fund	3.32%	8.34%	4.84%	6.30%
High Yield Bond Fund Index	2.16%	7.99%	4.75%	6.39%

Fund Composition				
Manager	Investment Style	Position in Fund	Q2 Manager Return	Q2 Benchmark Return
Credit Suisse	Leveraged Loan	50.1%	3.8%	1.9%
Loomis Sayles	High Yield Bond	49.6%	2.9%	2.4%
Cash	n/a	0.2%		

* The current High Yield custom benchmark is 50% BofA ML US HY BB-B Constrained / 50% Morningstar LSTA U.S. Leveraged Loan Index

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Standard Funds

Fixed Income Standard Fund

Performance Summary				
	Q2	3 Yr	5 Yr	Since Inception
Standard-Fixed Income	1.23%	5.50%	1.43%	4.09%
Standard-Fixed Income Policy	0.97%	4.93%	1.02%	4.61%

Composition		
	Actual	Target
Core Bond Pref. Fund	79.6%	80.0%
High Yield Bond Pref. Fund	19.8%	20.0%
Cash	0.6%	0.0%

Conservative Balanced Standard Fund

Performance Summary				
	Q2	3 Yr	5 Yr	Since Inception
Standard-Conservative Balanced	4.43%	8.51%	3.47%	5.39%
Standard-Conservative Balanced Policy	4.37%	8.38%	3.35%	5.35%

Composition		
	Actual	Target
Domestic Equity Pref. Fund	16.8%	16.3%
International Pref. Fund	8.8%	8.8%
Core Bond Pref. Fund	58.9%	60.0%
High Yield Bond Pref. Fund	14.8%	15.0%
Cash	0.7%	0.0%

Moderate Balanced Standard Fund

Performance Summary				
	Q2	3 Yr	5 Yr	Since Inception
Standard-Moderate Balanced	7.73%	11.58%	5.44%	6.32%
Standard-Moderate Balanced Policy	7.81%	11.87%	5.64%	6.87%

Composition		
	Actual	Target
Domestic Equity Pref. Fund	33.1%	32.5%
International Pref. Fund	17.6%	17.5%
Core Bond Pref. Fund	38.9%	40.0%
High Yield Bond Pref. Fund	9.8%	10.0%
Cash	0.6%	0.0%

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Standard Funds (continued)

Aggressive Balanced Standard Fund

Performance Summary				
	Q2	3 Yr	5 Yr	Since Inception
Standard-Aggressive Balanced	11.03%	14.58%	7.42%	7.29%
Standard-Aggressive Balanced Policy	11.30%	15.39%	7.88%	7.56%

Composition		
	Actual	Target
Domestic Equity Pref. Fund	49.8%	48.8%
International Pref. Fund	26.4%	26.3%
Core Bond Pref. Fund	19.3%	20.0%
High Yield Bond Pref. Fund	4.9%	5.0%
Cash	-0.3%	0.0%

Equity Standard Fund

Performance Summary				
	Q2	3 Yr	5 Yr	Since Inception
Standard-Equity	14.33%	17.58%	9.29%	7.81%
Standard-Equity Policy	14.83%	18.93%	10.09%	8.48%

Composition		
	Actual	Target
Domestic Equity Pref. Fund	64.9%	65.0%
International Pref. Fund	34.4%	35.0%
Cash	0.7%	0.0%

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Notes

Domestic Equity Fund Benchmark: Since Inception through 12/31/2015: Wilshire 5000; 90% Russell 1000/10% Russell 2000 until 1/31/17, 65% Russell 1000/20% S&P Equal Weighted/10% Russell 2000/5% NAREIT Equity Index through 2/28/2019, 65% Russell 1000/ 15% S&P Equal Weighted/ 10% Russell 2000/ 10% NAREIT Equity Index through 1/31/2021, 70% Russell 1000/ 15% S&P Equal Weighted/ 10% Russell 2000/ 5% NAREIT Equity Index through 5/1/2021, gradually shifting to 77% Russell 1000 / 15% S&P Equal Weighted / 8% Russell 2000 through 6/30/2025; Starting 7/1/2025 shifting to 81% Russell 1000/ 12.5% S&P Equal Weighted / 6.5% Russell 2000 through 7/31/2025. Starting 8/1/2025 shifting to 85% Russell 1000 Index, 10% S&P Equal Weighted / 5% Russell 2000 through 8/31/2025. Starting 9/1/2025 shifting to 87.5% Russell 1000 Index / 7.5% S&P Equal Weighted / 5% Russell 2000 and thereafter.

International Equity Fund Benchmark: 75% MSCI ACWI x US net/25% MSCI EAFE through 12/31/2011, 100% MSCI ACWI x US net Index through 6/30/16, 27% MSCI ACWI x US net/6% MSCI Canada IMI/32%MSCI EAFE/10%MSCI EAFE Small Cap/25%MSCI Emerging Markets through 6/30/2018 and 33% MSCI ACWI x US net/ 32%MSCI EAFE/10%MSCI EAFE Small Cap/25%MSCI Emerging Markets through 2/28/2019, 33% MSCI World x US net/ 27%MSCI EAFE/10%MSCI EAFE Small Cap/30%MSCI Emerging Markets through 1/31/2021, 33% MSCI World x US net/ 22%MSCIEAFE/10%MSCI EAFE Small Cap/35%MSCI Emerging Markets through 5/1/2021, and 40% MSCI World x US net/ 22%MSCIEAFE/8%MSCI EAFE Small Cap/30%MSCI Emerging Markets through 3/31/2024, 56.5% MSCI World x US net / 5.5% MSCI EAFE / 8% MSCI EAFE Small Cap / 30% MSCI Emerging Markets through 6/30/2025; Starting 7/1/2025 shifting to 59.25% MSCI World x US net / 2.75% MSCI EAFE / 8% MSCI EAFE Small Cap / 30% MSCI Emerging Markets through 7/31/2025. Starting 8/1/2025 shifting to 62% MSCI World x US net / 8% MSCI EAFE Small Cap / 30% MSCI Emerging Markets and thereafter.

Core Bond Fund Index is comprised of 75%/25% Barclays Intermediate Aggregate and Barclays Aggregate Index through 12/31/2007, 100% Barclays Agg. Index through 10/31/2016, 95% Barclays Agg/5% Barclays US TIPS through 2/28/2017, 90% Barclays Agg/10% Barclays US TIPS through 4/30/2017, 85% Barclays Agg/15% Barclays US TIPS through 5/31/2017, 80%BarclaysAgg/20% Barclays US TIPS through 3/31/2020 and Barclay Aggregate Index thereafter.

High Yield Bond Fund Index includes FTSE High Yield Cash Pay Capped Index through 3/31/15, 75% ICE BofA ML US HY BB-B Constrained / 25% Credit Suisse Leveraged Loans through 6/30/16, 66% ICE BofA ML US HY BB-B Constrained / 34% Credit Suisse Leveraged Loans through 6/30/2018, 50% ICE BofA ML US HY BB-B Constrained / 50% Credit Suisse Leveraged Loans through 3/31/2020, 60% ICE BofA ML US HY BB-B Constrained / 40% Credit Suisse Leveraged Loans through 6/30/2022, 40% ICE BofA ML US HY BB-B Constrained / 60% Credit Suisse Leveraged Loans through 4/30/2023, 50% ICE BofA ML US HY BB-B Constrained / 50% Credit Suisse Leveraged Loans through 12/31/2025, and 50% ICE BofA ML US HY BB-B Constrained / 50% Morningstar LSTA U.S. Leveraged Loan Index thereafter.

Market Index Returns

	3 Mo	1 Yr	3 Yr	5 Yr	10 Yr
S&P 500	15.20%	22.30%	20.60%	13.40%	15.50%
Russell 1000	15.13%	22.01%	20.47%	12.66%	15.29%
Russell 2000	21.50%	40.80%	18.60%	7.00%	11.60%
MSCI ACWI ex USA	14.49%	27.66%	18.82%	8.79%	9.93%
MSCI EAFE	10.80%	20.20%	16.40%	9.00%	9.70%
MSCI Emerging Markets	24.05%	43.51%	23.03%	7.20%	10.07%
Bloomberg Aggregate	0.67%	3.79%	4.16%	0.08%	1.54%
ICE BofA BB-B US High Yield TR	2.45%	6.02%	8.38%	3.95%	5.46%
Morningstar LSTA US Leveraged Loan	1.88%	4.36%	7.55%	6.01%	5.50%