



Foundation Funds

Quarterly Performance Summary

June 30, 2019

Capital Markets Overview

U.S. Equity Market

In the US, large-cap financials led the charge with returns of 8.4% in the second quarter. The broad market increase can partially be attributed to a more dovish policy stance from the Fed. Earnings for S&P 500 companies for the second quarter are estimated to fall 3.0% from a year ago; this forecast comes on the back of a 4.1% fall in the first quarter, according to FactSet data. The last time earnings were down two consecutive quarters was in 2016.

International Equity Markets

The MSCI ACWI ex USA Index increased 3.0% led by financials. Developed equities outperformed as hopes for easy monetary policy from the Fed and ECB provided a tailwind for local equity markets. US-China trade uncertainties and yuan weakness weighed on Chinese equity returns. There was a wide dispersion in the performance of emerging markets with concentrations on India and China detracting from performance while Eastern Europe and Latin America led returns.

Fixed Income Markets

In fixed income, spreads for investment-grade credit were little changed, at 119 basis points, amid steady demand. In contrast, spreads on the riskier CCC-rated segment of high-yield debt widened as much as 70 basis points, underscoring investor concerns around credit risk associated with the late stage of an economic cycle. The Bloomberg Barclays Aggregate and the Bloomberg Barclays US Long Treasury Indices were up 3.1% and 6.0%, respectively, in the second quarter. The BoA Merrill Lynch US High Yield BB-B Index gained 2.8% and leveraged loans returned 1.6%, according to the S&P LSTA Leveraged Loan Index.

Performance Overview

Foundation Standard Funds							
	3 Mo	YTD	1 Yr	3 Yr	5 Yr	Return	Since
Standard-Equity	3.62%	16.68%	4.87%	11.33%	6.74%	6.56%	Jan-97
<i>Standard-Equity Policy</i>	3.17%	16.13%	4.73%	11.67%	6.55%	7.26%	Jan-97
Standard-Fixed Income	2.84%	6.47%	6.98%	3.26%	3.28%	4.59%	Jan-97
<i>Standard-Fixed Income Policy</i>	2.88%	6.48%	7.12%	3.03%	3.15%	5.45%	Jan-97
Standard-Conservative Balanced	3.05%	8.89%	6.60%	5.36%	4.20%	5.54%	Dec-01
<i>Standard-Conservative Balanced Policy</i>	3.03%	8.95%	6.78%	5.25%	4.12%	5.62%	Dec-01
Standard-Moderate Balanced	3.20%	11.36%	6.00%	7.31%	5.09%	5.99%	Jan-97
<i>Standard-Moderate Balanced Policy</i>	3.13%	11.38%	6.26%	7.43%	4.97%	6.73%	Jan-97
Standard-Aggressive Balanced	3.27%	13.85%	5.41%	9.30%	5.98%	6.33%	Dec-01
<i>Standard-Aggressive Balanced Policy</i>	3.18%	13.78%	5.58%	9.57%	5.82%	6.63%	Dec-01

Foundation Preference Funds							
	3 Mo	YTD	1 Yr	3 Yr	5 Yr	Return	Since
Domestic Equity Fund	3.84%	18.87%	8.18%	13.54%	10.16%	6.54%	Nov-99
Domestic Equity Index	3.64%	18.68%	8.31%	13.36%	9.86%	6.40%	Nov-99
International Equity Fund	3.44%	14.60%	1.41%	8.86%	2.34%	4.50%	Nov-99
Int'l Equity Fund Index	2.60%	13.07%	0.32%	9.44%	2.19%	4.20%	Nov-99
Core Bond Fund	3.11%	6.38%	7.50%	2.63%	3.18%	4.87%	Nov-99
Core Bond Fund Index	3.04%	6.12%	7.26%	2.20%	2.88%	4.86%	Nov-99
High Yield Bond Fund	2.02%	7.42%	5.38%	5.95%	3.79%	6.68%	Nov-99
High Yield Bond Fund Index	2.21%	7.88%	6.39%	6.33%	3.97%	6.88%	Nov-99
Money Market Fund	0.45%	0.91%	1.70%	1.06%	0.71%	1.69%	Nov-99
Citi 3mth Treasury Bill	0.61%	1.21%	2.29%	1.36%	0.84%	1.71%	Nov-99

Market Returns							
	3 Mo	YTD	1 Yr	3 Yr	5 Yr	Return	Since
S&P 500	4.30%	18.54%	10.42%	14.19%	10.71%	6.02%	Nov-99
Russell 1000	4.25%	18.84%	10.02%	14.15%	10.45%	6.31%	Nov-99
Russell 2000	2.10%	16.98%	-3.31%	12.30%	7.06%	8.24%	Nov-99
MSCI ACWI ex USA	2.98%	13.60%	1.29%	9.39%	2.16%	4.23%	Nov-99
MSCI EAFE	3.68%	14.03%	1.08%	9.11%	2.25%	3.65%	Nov-99
MSCI Emerging Markets	0.61%	10.59%	1.21%	10.66%	2.49%	7.57%	Nov-99
Barclays Aggregate	3.08%	6.11%	7.87%	2.31%	2.95%	4.96%	Nov-99
BofA Merrill Lynch US High Yield BB-B Rated	2.84%	10.36%	8.67%	7.16%	4.80%	6.65%	Nov-99

Data as of June 30, 2019

Domestic Equity Fund Summary

Performance Summary				
	2Q	3 Yr	5 Yr	Since Inception
Domestic Equity Fund	3.84%	13.54%	10.16%	6.54%
Domestic Equity Index	3.64%	13.36%	9.86%	6.40%

Fund Composition				
Manager	Investment Style	Position in Fund	2Q Manager Return	2Q Benchmark Return
BlackRock Russell 1000	Large Cap Core	49.1%	4.3%	4.2%
Jacobs Levy	Large Cap Core	14.9%	4.2%	4.2%
Rhumblin	Large Cap Equal Weighted	16.2%	3.7%	3.7%
Peregrine	Small Cap Growth	5.1%	2.5%	2.7%
Wellington	Small Cap Value	4.6%	4.6%	1.4%
CenterSquare	REIT	9.9%	1.8%	0.7%
Cash	n/a	0.1%		

Characteristics	Russell 3000	
	Portfolio	Russell 3000
Number of Holdings	1,288	2,954
Weighted Avg. Market Cap. (\$B)	136.0	190.7
Median Market Cap. (\$B)	10.5	1.6
Price To Earnings	20.9	20.5
Price To Book	3.1	3.4
Price To Sales	1.7	1.9
Return on Equity (%)	22.1	21.8
Yield (%)	1.9	1.9
Beta	1.0	1.0
R-Squared	1.0	1.0

Top Ten Holdings	
MICROSOFT	2.6%
AMAZON.COM	2.1%
APPLE	2.1%
ALPHABET 'C'	1.2%
FACEBOOK CLASS A	0.9%
MASTERCARD	0.8%
BERKSHIRE HATHAWAY 'B'	0.8%
JOHNSON & JOHNSON	0.7%
COCA COLA	0.7%
PROLOGIS	0.7%

Characteristics	Russell 3000	
	Portfolio	Russell 3000
INDUSTRY SECTOR DISTRIBUTION (% Equity)		
Energy	4.45	4.65
Materials	3.44	2.99
Industrials	11.15	10.17
Consumer Discretionary	9.47	10.44
Consumer Staples	6.20	6.46
Health Care	11.80	14.01
Financials	12.15	13.62
Information Technology	18.33	21.40
Communication Services	6.54	9.12
Utilities	2.70	3.21
Real Estate	13.33	3.94

*The current Domestic Equity custom benchmark is 65% Russell 1000/15% S&P Equal Weighted/10% Russell 2000/10% NAREIT Equity Index

International Equity Fund Summary

Performance Summary				
	2Q	3 Yr	5 Yr	Since Inception
International Equity Fund	3.44%	8.86%	2.34%	4.50%
Int'l Equity Fund Index	2.60%	9.44%	2.19%	4.20%

Fund Composition				
Manager	Investment Style	Position in Fund	2Q Manager Return	2Q Benchmark Return
BlackRock	MSCI World ex US	32.3%	4.0%	3.8%
MFS	EAFE	14.7%	4.6%	3.7%
Marathon	EAFE	14.0%	2.9%	3.7%
AQR International	EAFE Small Cap	8.6%	1.1%	1.7%
Aberdeen	Emerging Markets	15.2%	3.8%	0.6%
OFI International	Emerging Markets	15.2%	2.8%	0.6%
Cash	n/a	0.1%		

Characteristics	MSCI	
	Portfolio	ACWI ex USA
Number of Holdings	1,870	2,204
Weighted Avg. Market Cap. (\$B)	60.37	65.43
Median Market Cap. (\$B)	7.10	7.58
Price To Earnings	16.65	15.00
Price To Book	2.53	2.31
Price To Sales	1.29	1.17
Return on Equity (%)	16.35	15.32
Yield (%)	2.77	3.20
Beta	0.97	1.00
R-Squared	0.99	1.00

Top Ten Holdings	
CASH - USD	3.6%
TENCENT HOLDINGS	1.7%
TAIWAN SEMICON.MNFG.	1.4%
AIA GROUP	1.3%
NESTLE 'R'	1.1%
ALIBABA GROUP HOLDING ADR 1:8	1.0%
HOUSING DEVELOPMENT FINANCE CORPORATION	1.0%
ROCHE HOLDING	0.9%
LVMH	0.9%
SAMSUNG ELTN.PREF.	0.8%

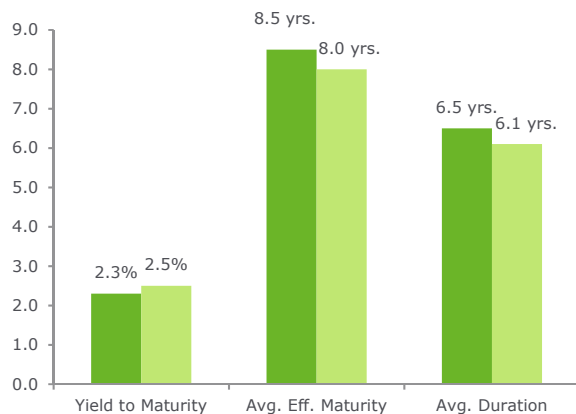
Characteristics	MSCI	
	Portfolio	ACWI ex USA
INDUSTRY SECTOR DISTRIBUTION (% Equity)		
Energy	5.25	7.08
Materials	7.44	7.66
Industrials	11.81	12.01
Consumer Discretionary	13.34	11.26
Consumer Staples	10.34	9.78
Health Care	7.37	8.26
Financials	19.88	21.91
Information Technology	8.50	8.53
Communication Services	6.87	6.88
Utilities	2.01	3.39
Real Estate	3.41	3.23

* The current International Equity custom benchmark is 33% MSCI World ex US/27% MSCI EAFE/10% MSCI EAFE Small Cap/30% MSCI EM

Core Bond Fund Summary

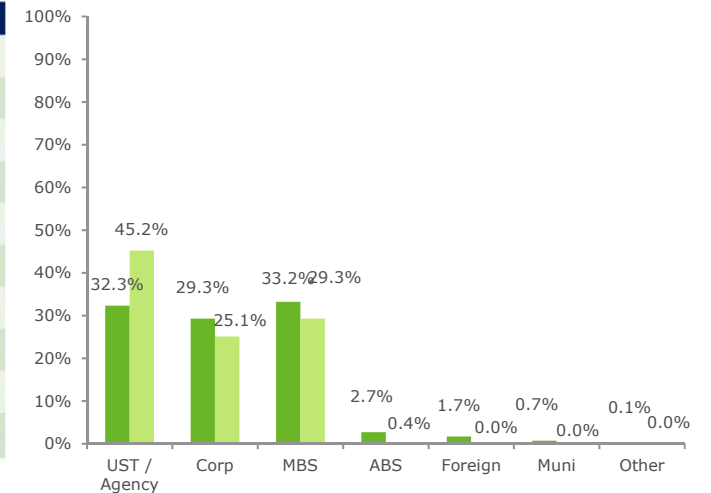
Performance Summary				
	2Q	3 Yr	5 Yr	Since Inception
Core Bond Fund	3.11%	2.63%	3.18%	4.87%
Core Bond Fund Index	3.04%	2.20%	2.88%	4.86%

Fund Composition				
Manager	Investment Style	Position in Fund	2Q Manager Return	2Q Benchmark Return
JP Morgan Core	Core Bond	40.1%	3.2%	3.1%
Prudential Core	Core Bond	40.0%	3.2%	3.1%
BlackRock TIPS	TIPS	19.9%	2.9%	2.9%
Cash	n/a	0.1%		



Top Holdings	
FNMA ACTUAL/360 BALLOON DUS	3.46%
FNMA CONV 30 YR SF	2.55%
UST 0.375 07/15/27 When Iss	1.08%
UST 0.125 01/15/23	1.00%
UST 0.375 07/15/23	0.94%
UNITED STATES TREASURY	0.85%
UNITED STATES TREASURY	0.85%
GNMA2 SINGLE FAMILY 30 YR MULTIPLE	0.84%
UST 0.125 04/15/22 When Iss	0.82%
UST 0.375 01/15/27 When Iss	0.82%

■ Core Bond Fund ■ Barclays Aggregate

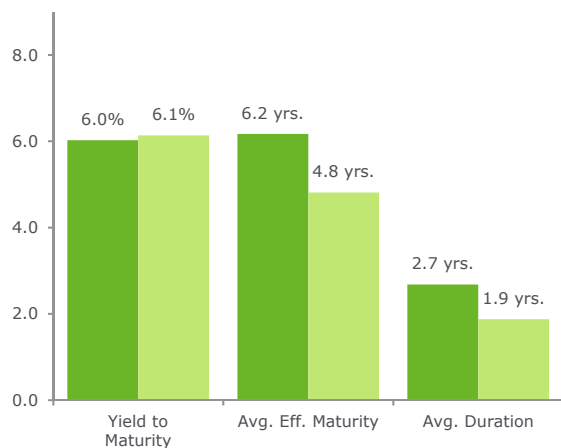


* The current Core Bond custom benchmark is 80% Barclays Aggregate/20% US TIPS

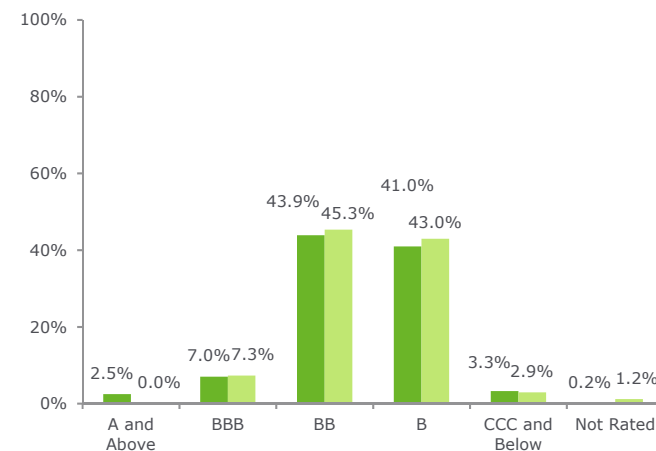
High Yield Bond Fund Summary

Performance Summary				
	2Q	3 Yr	5 Yr	Since Inception
High Yield Bond Fund	2.02%	5.95%	3.79%	6.68%
High Yield Bond Fund Index	2.21%	6.33%	3.97%	6.88%

Fund Composition				
Manager	Investment Style	Position in Fund	2Q Manager Return	2Q Benchmark Return
Credit Suisse	Leveraged Loan	49.5%	1.2%	1.6%
Loomis Sayles	High Yield Bond	50.4%	2.9%	2.8%
Cash	n/a	0.1%		



Top Holdings	
CASH - USD	3.32%
ENEI 8.750 09/24/73	1.85%
ZIGGO 5.500 01/15/27 '22	1.47%
HESS INFRASTRUCTURE PART 0226 5.625	1.34%
VRX 9.250 04/01/26	1.23%
TDG 6.250 03/15/26	1.16%
KIRMI 8.625 07/15/23	1.13%
LBTYA 6.125 01/15/25 '20	1.12%
PKIX 6.000 04/01/26 '21	1.12%
ALLY FINANCIAL INC	1.07%



■ High Yield Fund ■ High Yield Custom Benchmark

* The current High Yield custom benchmark is 50% Bloomberg Barclays US High Yield/50% CS Leveraged Loan

Standard Funds Summary

Equity Standard Fund

Performance Summary				
	2Q	3 Yr	5 Yr	Since Inception
Standard-Equity	3.62%	11.33%	6.74%	6.56%
Standard-Equity Policy	3.17%	11.67%	6.55%	7.26%

Composition		
	Actual	Target
Domestic Equity Pref. Fund	53.93%	55.0%
International Pref. Fund	44.50%	45.0%
Cash	1.57%	0.0%

Fixed Income Standard Fund

Performance Summary				
	2Q	3 Yr	5 Yr	Since Inception
Standard-Fixed Income	2.84%	3.26%	3.28%	4.59%
Standard-Fixed Income Policy	2.88%	3.03%	3.15%	5.45%

Composition		
	Actual	Target
Core Bond Pref. Fund	78.05%	80.0%
High Yield Bond Pref. Fund	19.03%	20.0%
Cash	2.92%	0.0%

Conservative Balanced Standard Fund

Performance Summary				
	2Q	3 Yr	5 Yr	Since Inception
Standard-Conservative Balanced	3.05%	5.36%	4.20%	5.54%
Standard-Conservative Balanced Policy	3.03%	5.25%	4.12%	5.62%

Composition		
	Actual	Target
Domestic Equity Pref. Fund	13.47%	13.8%
International Pref. Fund	10.96%	11.2%
Core Bond Pref. Fund	60.09%	60.0%
High Yield Bond Pref. Fund	14.65%	15.0%
Cash	0.82%	0.0%

Standard Funds Summary (continued)

Moderate Balanced Standard Fund

Performance Summary				
	2Q	3 Yr	5 Yr	Since Inception
Standard-Moderate Balanced	3.20%	7.31%	5.09%	5.99%
Standard-Moderate Balanced Policy	3.13%	7.43%	4.97%	6.73%

Composition		
	Actual	Target
Domestic Equity Pref. Fund	26.78%	27.5%
International Pref. Fund	21.94%	22.5%
Core Bond Pref. Fund	39.94%	40.0%
High Yield Bond Pref. Fund	9.74%	10.0%
Cash	1.59%	0.0%

Aggressive Balanced Standard Fund

Performance Summary				
	2Q	3 Yr	5 Yr	Since Inception
Standard-Aggressive Balanced	3.27%	9.30%	5.98%	6.33%
Standard-Aggressive Balanced Policy	3.18%	9.57%	5.82%	6.63%

Composition		
	Actual	Target
Domestic Equity Pref. Fund	39.18%	41.3%
International Pref. Fund	32.02%	33.7%
Core Bond Pref. Fund	19.44%	20.0%
High Yield Bond Pref. Fund	4.74%	5.0%
Cash	4.62%	0.0%

Notes

Domestic Equity Fund Benchmark: Since Inception through 12/31/2015: Wilshire 5000; 1/1/2016 to 1/31/2017: 90% Russell 1000/10% Russell 2000; 2/28/2017 to 2/28/2019: 65% Russell 1000/20% S&P 500 Equal Weighted/10% Russell 2000/5% NAREIT Equity; 3/1/2019 to present: 65% Russell 1000/15% S&P 500 Equal Weighted/10% Russell 2000/10% NAREIT Equity

International Equity Fund Benchmark: Since Inception through 12/31/2011: 75% MSCI ACWI ex-U.S. Index/25% MSCI EAFE Index; 1/1/2012 to 6/30/2016: 100% MSCI ACWI ex-U.S. Index; 7/1/2016 to 6/30/2018: 27% MSCI ACWI ex-U.S. Index/6% MSCI Canada IMI/32% MSCI EAFE/10% MSCI EAFE Small Cap/25% MSCI EM; 7/1/2018 to 2/28/2019: 33% MSCI ACWI x US net/ 32% MSCI EAFE/10% MSCI EAFE Small Cap/25% MSCI Emerging Markets; 3/1/2019 to present: 33% MSCI ACWI x US net/ 27% MSCI EAFE/10% MSCI EAFE Small Cap/30% MSCI Emerging Markets

Core Fixed Income Fund Benchmark: Since Inception through 12/31/2007: 75% Barclays U.S. Aggregate Intermediate Index/25% Barclays U.S. Aggregate Index; 1/1/2008 to 10/30/2016: 100% Barclays U.S. Aggregate Index; 11/1/2016 to 2/28/2017: 95% Barclays U.S. Aggregate Index/5% Barclays U.S. TIPS; 3/1/2017 to 4/30/2017: 90% BBgBarc U.S. Aggregate/10% BBgBarc U.S. TIPS; 5/1/2017 to 5/31/2017: 85% BBgBarc U.S. Aggregate/15% BBgBarc U.S. TIPS; 6/1/2017 to present: 80% BBgBarc U.S. Aggregate/20% BBgBarc U.S. TIPS.

High Yield Bond Fund Benchmark: Since Inception through 3/31/2015: Citi High Yield Cash Pay Capped Index; 4/1/2015 to 6/30/2016: 75% BofA ML US HY BB-B Constrained/25% Credit Suisse Leveraged Loans; 7/1/2016 to 6/30/2018: 66% BofA ML US HY BB-B Constrained/34% Credit Suisse Leveraged Loans; 7/1/2018 to present: 50% BofA ML US HY BB-B Constrained/50% Credit Suisse Leveraged Loans