

Investment Performance Summary

December 31, 2016

The goal of the Hutchinson Community Foundation Finance Committee is to take a diversified approach with long-term goals for growth and income. Each Investment Pool available provides a diversified approach for the market sector reflected. Investment Pool performances are before administrative fees.

Balanced Pool: provides funds with moderate volatility. The assets are primarily invested 60% (+/- 10%) in the Equity Pool and 40% (+/- 10%) in the Bond Pool. The current investment ratio is 60% Equities/40% Bonds

| Performance | YTD | Annualized | | | |
|---|-------|------------|--------|--------|---------|
| | | 1-Year | 3-Year | 5-Year | 10-Year |
| Balanced Pool | 8.87% | 8.87% | 5.19% | 8.99% | 5.67% |
| <i>60% S&P Index & 40% Bond Index</i> | 8.24% | 8.24% | 6.53% | 9.69% | 5.91% |

Equity Pool: provides funds with a more aggressive opportunity for growth and income, and high volatility. These assets are invested in approximately 52% large cap U.S. equities, 13% large cap value, 13% small cap U.S. equities, and 22% foreign equities.

| Performance | YTD | Annualized | | | |
|--------------------------|--------|------------|--------|--------|---------|
| | | 1-Year | 3-Year | 5-Year | 10-Year |
| Equity Pool | 10.53% | 10.53% | 5.64% | 11.60% | 4.88% |
| <i>S&P 500 Index</i> | 11.96% | 11.96% | 8.87% | 14.66% | 6.95% |

Bond Pool: provides funds with lower volatility than the equity pool. These assets are primarily invested in a broad range of fixed income securities managed by leading mutual funds.

| Performance | YTD | Annualized | | | |
|--|-------|------------|--------|--------|---------|
| | | 1-Year | 3-Year | 5-Year | 10-Year |
| Bond Pool | 5.68% | 5.68% | 4.24% | 4.09% | 5.45% |
| <i>Barclays Capital US Aggregate Index</i> | 2.65% | 2.65% | 3.03% | 2.23% | 4.34% |

Interest Pool: provides funds with minimal volatility. These assets are primarily invested in high quality short-term fixed income securities with an average maturity of less than 180 days.

| Performance | YTD | Annualized | | | |
|--|-------|------------|--------|--------|---------|
| | | 1-Year | 3-Year | 5-Year | 10-Year |
| Interest Pool | 0.55% | 0.55% | 0.42% | 0.34% | 0.92% |
| <i>US Gov't Money Market Funds Average</i> | 0.02% | 0.02% | 0.01% | 0.00% | 0.61% |

Information Available Upon Request – Full copies of the investment policy, current investment pool allocations, spending policy, outside management policy, Form 990, Form 990-T if one is filed, and audited financial statements are available upon request from our office.

Finance Committee: Ken Vogel, Chair • Paul Dillon • Susan Buttram
Mike Juby • Dave Kerr • Rich Manka • David Neal • Bill Southern