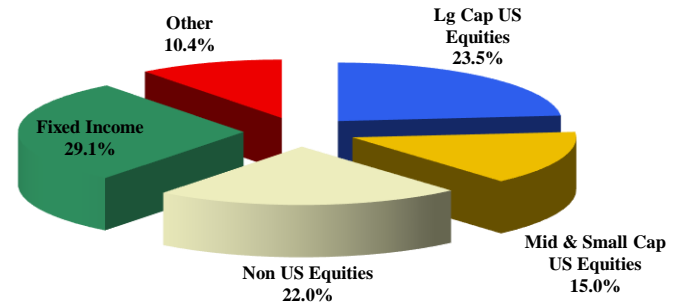


**Trustees of the Diocese of Minnesota, Incorporated**  
**Pooled Investment Fund (PIF)**  
**Quarter Ending June 30, 2014**

	Beginning Balance	Interest	Dividends	Smith Barney Fees	Other Income Gains (Losses)	Management Fees	Investment Income	Contributions	Withdrawals	Distributions	Net Change	Ending Balance
Total Pooled Investment Fund	\$32,344,102	\$42,050	\$145,116	\$14,219	\$968,401	\$53,841	\$1,087,506	\$215,954	\$176,492	\$233,268	\$893,699	\$33,237,802

PIF 2014 Returns / Allocation %'s - Target vs Actual	Actual Returns		Investment Allocation	
	2nd Quarter	YTD	Target %	Actual %
Lg Cap US Equities	4.8%	6.7%	20% - 40%	23.5%
Mid & Small Cap US Equities	3.8%	6.3%	10% - 20%	15.0%
Non US Equities	4.2%	5.6%	15% - 25%	22.0%
Fixed Income	2.1%	3.7%	25% - 40%	29.1%
Other	3.7%	7.7%	0% - 15%	10.4%
Total PIF Return	3.6%	5.6%		100.0%

PIF Investment Allocation - Actual



PIF 2014 Activity Information		
Top 5 PIF Participants	Number of Funds in PIF	New Participants in 2014
Episcopal Church in Minnesota Episcopal Community Services St. Paul's, Duluth St. Paul's, Minneapolis St. Paul's-on-the-Hill, St. Paul	173	
PIF Historical Performance		
Year	PIF Return	Lipper Mixed Target Moderate Average Vs. Benchmark
2000	3.5%	1.6%
2001	-4.1%	-4.0%
2002	-11.8%	-9.5%
2003	23.9%	19.0%
2004	9.5%	8.3%
2005	5.9%	4.3%
2006	13.1%	11.0%
2007	4.9%	5.3%
2008	-22.9%	-25.6%
2009	19.6%	22.8%
2010	12.5%	11.4%
2011	-1.1%	0.3%
2012	12.3%	11.5%
2013	14.8%	14.1%
2014	5.6%	5.3%

**FOOTNOTES:**

- 1) Web Address** - To see a full copy of the current Investment Policy Statement and reports for the PIF, please go to the following web address on the Finance Department Webpage: <http://www.episcopalmn.org/trustees>
- 2) Benchmarks** - The Lipper Mixed Target Moderate Average is the benchmark to monitor the relative performance of the PIF for its participants. This benchmark was chosen as its overall allocation is very similar to that of the PIF.
- 3) Investment Costs** - The total investment management costs for the PIF are approximately .80 of 1% on an annualized basis to the Trustees for administrative and custodial services.  
These costs will change based on asset allocation shifts within the PIF, but generally they should remain in a range of .55 to .85 of 1% on an annualized basis.
- 4) Trustee Costs** - PIF participants with plan balances under \$1 million dollars pay an additional fee of .45 of 1% on an annualized basis to the Trustees for administrative and custodial services.  
Plan balances in excess of \$1 million dollars pay .25 of 1% to the trustees for these same services.
- 5) Non-Custodial Accounts Costs** - These accounts pay an additional administrative and accounting fee of .81 of 1%.

**Trustees of the Diocese of Minnesota**  
**Pooled Investment Fund (PIF)**  
**Asset Allocation Summary as of June 30, 2014**

	<u>Trustees' Policy</u>			Smith Barney	Percent of Portfolio	Percentage		Dollar Variance from Target
	<u>Permitted</u> <u>Range</u>	Point Variance from Target	Within Range?					
	Target	Low	High					
<b><u>EQUITIES</u></b>								
US Large Capitalization				\$7,810,883	23.5%			
<b>Total US Large Cap</b>	<b>25%</b>	<b>20%</b>	<b>40%</b>	<b>\$7,810,883</b>	<b>23.5%</b>	<b>-1.5%</b>	<b>YES</b>	<b>(\$498,567)</b>
US Mid & Small Capitalization				\$4,985,670	15.0%			
<b>Total US Mid &amp; Small Cap</b>	<b>15%</b>	<b>10%</b>	<b>20%</b>	<b>\$4,985,670</b>	<b>15.0%</b>	<b>0.0%</b>	<b>YES</b>	<b>\$0</b>
Non-US Equities				\$7,312,316	22.0%			
<b>Total Non-US Equities</b>	<b>20%</b>	<b>15%</b>	<b>25%</b>	<b>\$7,312,316</b>	<b>22.0%</b>	<b>2.0%</b>	<b>YES</b>	<b>\$664,756</b>
<b>TOTAL EQUITIES</b>	<b>60%</b>	<b>45%</b>	<b>85%</b>	<b>\$20,108,870</b>	<b>60.5%</b>	<b>0.5%</b>	<b>YES</b>	<b>\$166,189</b>
<b><u>OTHER</u></b>								
Fixed Income/Cash				\$9,672,200	29.1%			
<b>Total Fixed Income/Cash</b>	<b>30%</b>	<b>25%</b>	<b>40%</b>	<b>\$9,672,200</b>	<b>29.1%</b>	<b>-0.9%</b>	<b>YES</b>	<b>(\$299,140)</b>
Other				\$3,456,731	10.4%			
<b>Total Other</b>	<b>10%</b>	<b>0%</b>	<b>15%</b>	<b>\$3,456,731</b>	<b>10.4%</b>	<b>0.4%</b>	<b>YES</b>	<b>\$132,951</b>
<b>Grand Total</b>	<b>100%</b>			<b>\$33,237,802</b>	<b>100.0%</b>			