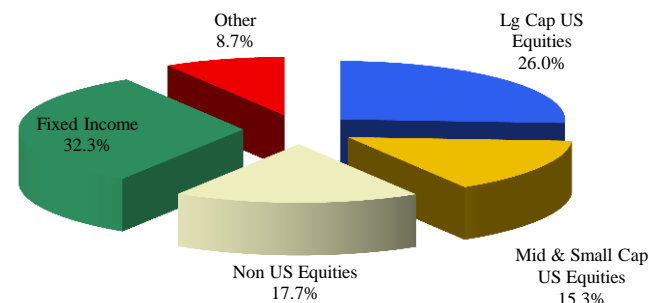


Trustees of the Diocese of Minnesota, Incorporated
Pooled Investment Fund (PIF)
Quarter Ending December 31, 2011

	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	\$19,470,288	\$29,907	\$271,814	\$14,130	\$902,450	\$31,648	\$1,158,393	\$430,783	\$102,339	\$199,463	\$1,287,374	\$20,757,662

PIF 2011 Returns / Allocation %'s - Target vs Actual	Actual Returns		Investment Allocation	
	4th Quarter	YTD	Target %	Actual %
Lg Cap US Equities	10.5%	0.8%	20% - 40%	26.0%
Mid & Small Cap US Equities	13.0%	-3.2%	10% - 20%	15.3%
Non US Equities	5.5%	-4.7%	15% - 25%	17.7%
Fixed Income	0.8%	1.5%	25% - 40%	32.3%
Other	7.1%	0.1%	0% - 15%	8.7%
Total PIF Return	6.2%	-1.1%		100.0%

PIF Investment Allocation - Actual



PIF 2011 Activity Information		
<u>Top 5 PIF Participants</u>	Number of Funds in PIF	<u>New Participants in 2011</u>
Episcopal Church in Minnesota	170	St. Martin's, Fairmont
Episcopal Community Services		St. Clement's, St. Paul - Memorial Preservation
St. Paul's, Duluth		St. Clement's, St. Paul - Unrestricted
St. Paul's, Minneapolis		St. Clement's, St. Paul - Bishop Barrett Pastoral Care
St. Paul's-on-the-Hill, St. Paul		St. Clement's, St. Paul - Okie Garden Fund
		St. Clement's, St. Paul - Lehmerg Music Fund
		St. Clement's, St. Paul - Stees
PIF Historical Performance		
		Lipper Mixed Target Moderate
Year	PIF Return	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%

FOOTNOTES:

- 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>
- 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.
- 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.
- 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.
- 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 December 31, 2011

	<u>Trustees' Policy</u>			Smith Barney	Percent of Portfolio	Percentage		Dollar Variance from Target
	Target	Low	High			Point Variance from Target	Within Range?	
<u>EQUITIES</u>								
US Large Capitalization				\$5,396,992	26.0%			
Total US Large Cap	25%	20%	40%	\$5,396,992	26.0%	1.0%	YES	\$207,577
US Mid & Small Capitalization				\$3,175,922	15.3%			
Total US Mid & Small Cap	15%	10%	20%	\$3,175,922	15.3%	0.3%	YES	\$62,273
Non-US Equities				\$3,674,106	17.7%			
Total Non-US Equities	20%	15%	25%	\$3,674,106	17.7%	-2.3%	YES	(\$477,426)
TOTAL EQUITIES	60%	45%	85%	\$12,247,021	59.0%	-1.0%	YES	(\$207,577)
<u>OTHER</u>								
Fixed Income/Cash				\$6,704,725	32.3%			
Total Fixed Income/Cash	30%	25%	40%	\$6,704,725	32.3%	2.3%	YES	\$477,426
Other				\$1,805,917	8.7%			
Total Other	10%	0%	15%	\$1,805,917	8.7%	-1.3%	YES	(\$269,850)
Grand Total	100%			\$20,757,662	100.0%			