

**INVESTMENT REPORT
AMERICAN BAPTIST CHURCHES OF THE ROCKY MOUNTAINS
FOURTH QUARTER, 2015**

At the end of December 2015 the Ministry/Mission Fund balance was \$15,612,636, an increase of \$305,993 in the fourth quarter. Since \$173,751 was withdrawn as authorized by the Region's budget, the quarter's investment gain was \$479,745.

On a full year basis the Fund decreased by (\$504,050) when compared to the 2014 yearend balance of \$16,116,686. Since \$695,004 was withdrawn to support Region operations, the total return increase without withdrawals would have been \$190,953. This is a total return of 1.18% slightly better than the Fund's weighted benchmark return of 1.05%.

As of December 31, 2015 the Fund was invested in the following:

Calvert Social Investment Fund – Equity	\$3,139,509.70	
TIAA-CREF Social Choice Equity Fund	\$2,931,073.91	
Vanguard FTSE Social Index Fund	\$3,357,350.38	\$9,427,933.99
American Baptist Foundation Endowment Fund – Bond	\$2,802,478.26	
Calvert Social Investment Fund – Bond	\$3,382,223.92	<u>\$6,184,702.18</u>
		\$15,612,636.17

At the end of the year the Fund asset allocation was 60% equities and 40% fixed income, an intentional 4% shift from year-end 2014 when it was 64%/36%. Reaching this target asset allocation has been a Committee focus for the last several years and it is anticipated to remain at this level during current market conditions.

During the year the Committee compared the equity sector investments and the top 10 holdings for the 3 equity investments. There were substantial variations in each fund's approach consistent with the Committee's objective of finding ways to minimize investment risk. The fixed income investments continue to be weighted toward short duration funds also minimizing risk. Therefore no changes to investments or weightings were made.

If you have any questions about the Fund's investments or the Committee's plans, please contact any of your Investment Committee members; Gary Diffendaffer, Jim O'Dell or myself.

Anne Mills, Chair
ABCRM Investment Committee