

**INVESTMENT REPORT  
AMERICAN BAPTIST CHURCHES OF THE ROCKY MOUNTAINS  
FOURTH QUARTER, 2014**

At the end of December 2014 the Ministry/Mission Fund balance was \$16,116,686, an increase of \$446,260 in the fourth quarter. Since \$165,000 was withdrawn as authorized by the Region's budget, the quarter's investment gain was \$611,260.

On a full year basis the Fund increased by \$740,328 when compared to the 2013 yearend balance of \$15,376,358. Since \$652,500 was withdrawn to support Region operations, the total return increase including withdrawals would have been \$1,392,828. This is a total return of 9.0% slightly below the Fund's weighted benchmark return of 10.5%.

As of December 31, 2014 the Fund was invested in the following:

American Baptist Foundation Endowment Fund - Stock	\$1,086,615.58	
Calvert Social Investment Fund - Equity	\$4,929,026.31	
TIAA-CREF Social Choice Equity Fund	\$1,000,000.00	
Vanguard FTSE Social Index	<u>\$3,318,427.66</u>	
		\$10,334,069.55
American Baptist Foundation Endowment Fund - Bond	\$1,726,648.33	
Calvert Social Investment Fund – Bond	<u>\$4,055,968.65</u>	
		<u>\$5,782,616.98</u>
		\$16,116,686.63

At the end of the year the Fund asset allocation was 64% equities and 36% fixed income, an intentional 4% shift from year-end 2013 when it was 68%/32%.

During the last six months the Committee has been discussing ways to reduce the Fund's risk profile given the likelihood of interest rate increases. Several actions are underway including: adding an additional equity investment; shifting more resources to shorter duration bond funds; and continuing to shift the asset allocation closer to the 60%/40% target.

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