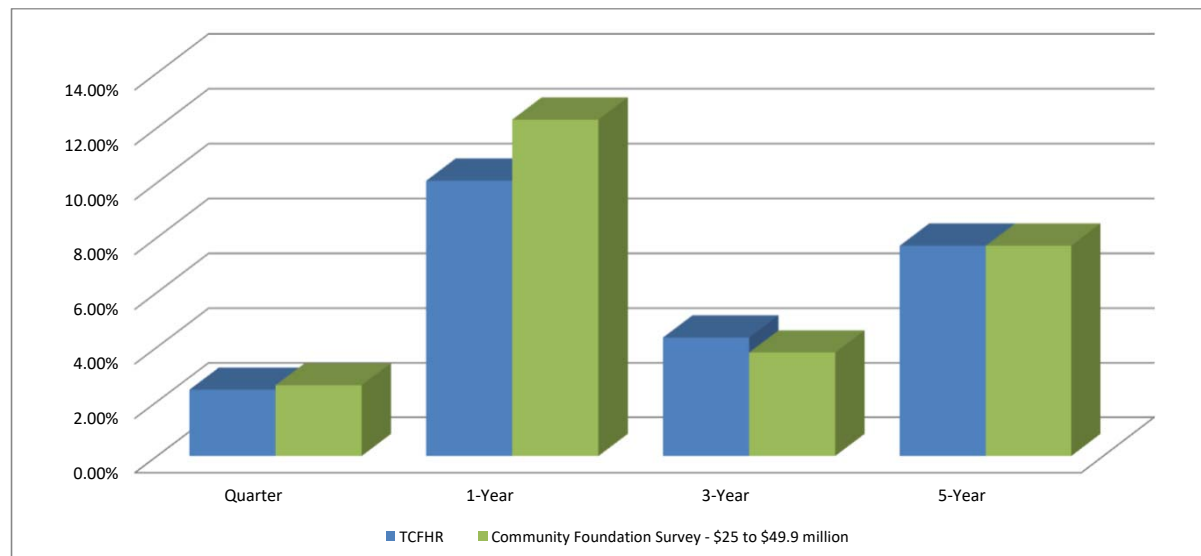


Investment Performance



Highlights

- > **\$6.0 million** -> Total Grants fiscal 2016-17
- > **\$5.9 million** -> Total Gifts fiscal year 2016-17
- > **\$29 million** -> Grants since inception
- > **\$34.3 million** -> Gross Assets

Asset Allocation

		\$
Cash & Cash Alternatives		5,331,080 (8)
Fixed Income		7,767,481
Equity		19,711,424
Other Assets		
Receivables/Prepays		923,339
Property Plant & Equipment		550,763
Total Assets		34,284,086
Funds held for Non-profit Agencies		(8,046,395)
Other Liabilities		(310,850)
Net Assets		25,926,841

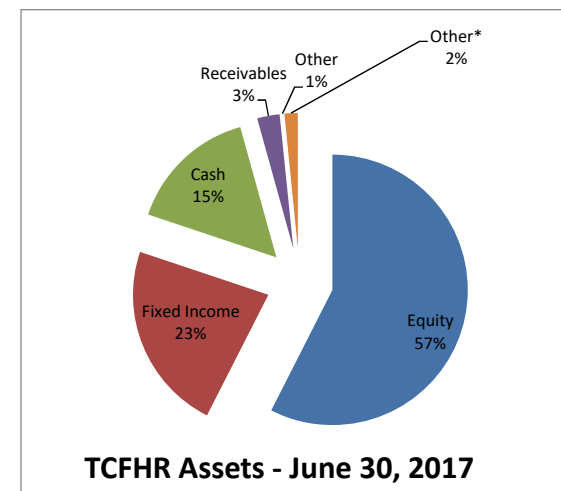
				Annualized			
**	Investment Performance - Reported to COF	#	Balance	Quarter	1-Year	3-Year	5-Year
(1)	TCFHR		29,277,831	2.43%	10.07%	4.35%	7.70%
(2)	Community Foundation Survey - \$25 to \$49.9 million	32	\$25-\$50 ML	2.60%	12.30%	3.80%	7.70%
(3)	Investment Performance - Reported by Advisors	#	Balance	Quarter	1-Year	3-Year	5-Year
	TCFHR Pool Only (Graves.Light)	134	21,051,034	2.20%	9.60%	4.13%	7.44%
(6)	American Funds All	30	8,226,797	3.09%	11.58%	NA	NA
(7)	American Funds Balanced A	4	120,476	2.32%	10.41%	6.93%	10.62%
(7)	American Funds Balanced Portfolio A	12	667,665	3.47%	11.14%	5.57%	NA
(7)	American Funds Growth & Income Portfolio A	11	7,254,902	3.48%	12.91%	5.51%	NA
(7)	American Funds Income Portfolio A	2	120,999	2.13%	8.36%	4.50%	NA
(7)	American Funds Preservation Portfolio A	1	62,755	30.00%	-0.27%	0.98%	NA
(5)	Charitable Remainder Trust held as Trustee	1	438,796	0.00%	0.00%	0.00%	0.00%
(Note: 30 Funds invested in American Funds: 1 invested in two.)							

(Note: 30 Funds invested in American Funds; 1 invested in two.)

Benchmarks - Reported by Advisors

	Quarter	1-Year	3-Year	5-Year
Morningstar Moderate (50% - 70% Equity) (Graves Light)	2.35%	10.67%	4.00%	7.97%
65% S&P 500/35% Barclays (Graves Light)	2.60%	11.22%	7.26%	10.29%
(4) Blended Benchmark (Graves Light)	2.85%	11.40%	4.97%	8.63%

** Note that investment performance is presented net of investment advisor fees and *past performance is not an indication of future results.*



Notes:

- (1) TCFHR reflects returns of The Community Foundation of Harrisonburg and Rockingham County as reported to the Colonial Consulting Group as part of the Finance and Administrative Officers Group (FAOG) Investment Performance Survey for Quarter ending 6/30/2017. Returns are composite for all assets held in the TCFHR Investment Pool and American Funds accounts (excluding the cash pool held by Wells Fargo Advisors as part of the overall investment pool and money market funds held in conjunction with American Funds) and are reported net of fees using the formula set by the Colonial Consulting Group.
- (2) The Colonial Consulting Group, in conjunction with the Finance and Administrative Officers Group for Community Foundations, performs a quarterly investment return survey of participating community foundations and provides aggregate results by asset category to all participants. The returns referenced above reflect the average return for the 35 community foundations with assets between \$25 and \$49.9 million invested who participated in the FAOG survey and were included in the 2nd Cut Community Foundation Results received August 21, 2017.
- (3) Returns reported by the advisors do not include cash held for liquidity purposes including \$1,449,209 in the pooled cash account and \$248,954 in cash or cash equivalent accounts held in conjunction with American Funds accounts. In addition, 5-year returns are not yet available for the American Funds Portfolio series funds.
- (4) The blended benchmark is a custom blend of security indices tracked by our investment advisor specifically for comparison to TCFHR returns. It is composed of the following 55% S&P 500, 10% EAFE, and 35% BCGC (revised 1/1/2017) and is designed to model the asset allocation and risk strategy used by TCFHR.
- (5) TCFHR is trustee and residual beneficiary for a charitable remainder unitrust which provides payment of distributions to designated beneficiaries of the lesser of trust income or 5% of the fair market value of the assets as of the first day of each year over the beneficiaries' lives. This trust was transferred to the Foundation as part of a family foundation transfer and invested assets were maintained as initially set up by the trust.
- (6) Returns reported on this line for American Funds reflect all American Funds held by TCFHR. This return is calculated by TCFHR and includes the effects of withdrawals and additions to the funds. Quarterly and annual returns were only calculated for the trailing year and not for the trailing 3 and 5 year periods.
- (7) Trailing total returns as reported on the Morningstar website. These are the overall investment returns for each portfolio of American Funds held by TCFHR. These returns do not reflect actual activity in the individual funds held by TCFHR.
- (8) Note that this includes cash held for liquidity purposes and short term grant making (9%) as well as cash poised for reinvestment in the market (6%). TCFHR recently revised its investment policy and adjusted its investment allocations for its pooled investments and is in the process of rebalancing its investments. Cash levels for liquidity due to large grant volume. At current grant disbursement rate, excess cash will continue to moderate over the coming quarter or two. TCFHR distributed just over \$6 million in grants and agency fund distributions for the fiscal year ending 6/30/2017. As of the of August 2017, cash held for liquidity was down to 7% of total assets.

** Note that investment performance is presented net of investment advisor fees and *past performance is not an indication of future results.*