

# Balanced Fund

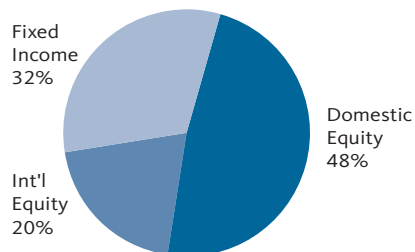
June 30, 2024



## Fund Overview

### Description

The objective of the Balanced Fund is to obtain the greatest possible return on invested funds at the lowest possible risk; additionally, through expert professional management, to maximize a balanced return of current income and growth through a portfolio diversified between equities, fixed income, and cash equivalent investments.

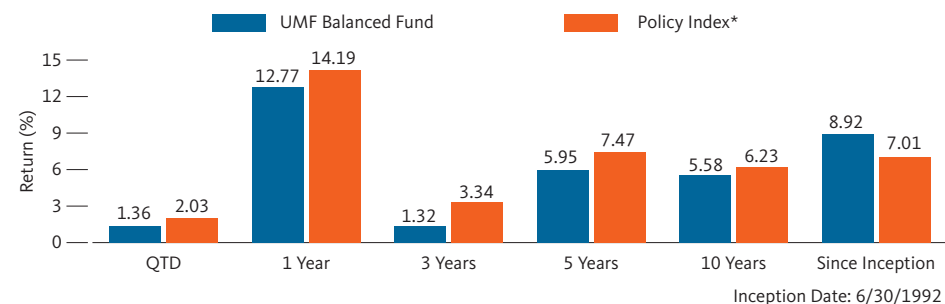


### Socially Responsible Investing

United Methodist Foundation invests all funds according to the Social Principles of The United Methodist Church as described in The Book of Discipline and the Statement of Investment Guidelines published by the General Council on Finance and Administration. Thus, all investment managers are instructed to screen out of their investment portfolios any industries and companies that derive significant gross revenue from alcohol, tobacco, gambling, pornography, or armaments.

## Investment Manager Performance Summary

Current value of Balanced Fund as of 6/30/2024 is \$220,870,571.



Performance quoted is past performance. Past performance does not guarantee future results. Source: SEI. SEI inception date 7/31/2022. Portfolio inception date 6/30/1992. Performance data does not reflect individual account performance but reflects assets in the Balanced Fund. For account performance please refer to your individual statement.

The Policy Index shown reflects both the composition implemented when SEI began managing the assets and the historical changes or composition of the benchmark. Portfolio performance prior to July 1, 2022 was provided to SEI by the Foundation's previous provider ("Prior Performance") and has been calculated and linked by SEI. Launch date of the MSCI ACWI Index (net) was 1/1/2001. Data prior to that date is back-tested index data and therefore may have limitations when comparing performance. Prior performance does not reflect the same or similar investment team, policy, benchmark or strategy as is currently employed in the Fund, therefore, there can be limited to no value when considering for comparison.

Since Inception	Return	Standard Deviation	Up Capture	Down Capture	Downside Risk	Alpha	Beta
Balanced Fund	8.92	10.34	103.73	89.97	3.26	1.91	0.94
BC Gov Credit	4.28	3.21	18.38	-7.21	9.15	-2.73	0.07
MSCI ACWI	8.06	15.11	148.93	145.46	5.77	1.05	1.48
Policy Index*	7.01	10.12	100.00	100.00	11.29	0.00	1.00

### UMF Balanced Fund Fee

Fee Tiers	\$0 - \$100,000	\$100,001 - \$500,000	\$501,000 - \$1,000,000	\$1,000,000 +
Admin Fee	0.80%	0.75%	0.70%	0.50%

Current Fee Structure as of 1/1/2015

For more detailed financial information, please contact our Chief Financial Officer, Ivanna Cole at (919) 836-0029 or [icole@umfnc.org](mailto:icole@umfnc.org)

### Professional Portfolio Managers (as of 6/30/2024)

#### Domestic Equities

##### Large Cap Equity

Parametric  
Brandywine  
Coho  
Fred Alger  
PineStone Asset Management Inc.

##### Small/Mid Cap Equity

Parametric  
Axiom  
Clifford  
Copeland

#### International Equities

Parametric  
Pzena  
Lazard  
Wellington

#### Emerging Markets

Neuberger Berman

#### Fixed Income

IR+M  
TCW Group

#### Outsourced Chief Investment Officer (OCIO):



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## Important information

Fund performance is shown net of investment management fees (UMF Administrative fees are not included in this calculation).

\*Policy Index Benchmark Composition: 70% MSCI All Country World Index / 30% Bloomberg Barclays Aggregate Bond Index. Prior to 7/8/2022, Policy Index was weighted 65% MSCI All Country World Index / 35% Bloomberg Barclays Government Corporate Intermediate Bond Index.

Index returns are for illustrative purposes only and do not represent actual fund performance. Index performance returns do not reflect any management fees, transaction costs, or expenses, which would reduce returns. Indexes are unmanaged and one cannot invest directly in an index.

Performance quoted is past performance. Past performance does not guarantee future results. Current performance may be higher or lower. The principal value and investment return of an investment will fluctuate so that shares, when redeemed, may be worth more or less than their original value. Performance data does not reflect individual account performance but reflects assets in the Balanced Fund Pool. For account performance please refer to your individual statement.

Performance prior to client's transition to SEI through 6/30/22 was provided to SEI by client's previous provider ("Prior Performance"). Neither SEI nor its affiliates assumes any responsibility for the accuracy or completeness of the Prior Performance and such information has not been independently verified by SEI. Prior performance is net of fees. Assets began to transition to SEI on 7/8/22 and the Fund's full implementation became effective as of 7/26/22. Given July was a transition month for the Fund, performance was calculated using a simple rate of return for the month (subtracting the initial value of the Fund from the ending value and then dividing it by the initial value). Beginning 8/1/22, the Fund return numbers are calculated using a true time-weighted performance method.

This presentation is provided by SEI Investments Management Corporation (SIMC), a registered investment adviser and wholly owned subsidiary of SEI Investments Company. The material included herein is based on the views of SIMC. Statements that are not factual in nature, including opinions, projections and estimates, assume certain economic conditions and industry developments and constitute only current opinions that are subject to change without notice. Nothing herein is intended to be a forecast of future events, or a guarantee of future results. This presentation should not be relied upon by the reader as research or investment advice (unless SIMC has otherwise separately entered into a written agreement for the provision of investment advice).

There are risks involved with investing including loss of principal. There is no assurance that the objectives of any strategy or fund will be achieved or will be successful. No investment strategy, including diversification, can protect against market risk or loss. Past performance does not guarantee future results.

Annual performance is based upon daily return streams, geometrically linked as of the specific month end. In addition to the normal risks associated with equity investing, international investments may involve risk of capital loss from unfavorable fluctuation in currency values, from difference in generally accepted accounting principles or from economic or political instability in other nations.

Bonds and bond funds will decrease in value as interest rates rise. Investments in high-yield bonds can experience higher volatility and increased credit risk and risk of default or downgrade when compared to other fixed-income instruments. TIPS can provide investors a hedge against inflation as the inflation adjustment feature helps preserve the purchasing power of the investment. Because of this inflation adjustment feature, inflation protected bonds typically have lower yields than conventional fixed rate bonds.

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## Glossary of Terms:

**Standard deviation:** a statistical measure of historical volatility of the distance a quantity is likely to lie from its average value. It is applied to the annual rate of return of an investment, to measure the investment's volatility (risk).

**Up/Down Capture:** Upside/Downside capture indicates whether a given fund/portfolio has outperformed – gained more or lost less than – a broad market benchmark during periods of market strength and weakness, and if so, by how much. An upside capture ratio over 100 indicates a fund has generally outperformed the benchmark during periods of positive returns for the benchmark. A downside capture ratio of less than 100 indicates that a fund has lost less than its benchmark in periods when the benchmark has produced negative returns.

**Downside Risk:** an estimation of a security's potential loss in value if market conditions precipitate a decline in that security's price.

**Alpha:** a risk-adjusted measure of the so-called active return on an investment; it is the return in excess of the compensation for the risk borne, and thus commonly used to assess active managers' performances. Often, the return of a benchmark is subtracted in order to consider relative performance.

**Beta:** a measure of the volatility—or systematic risk—of a security or portfolio compared to the market as a whole.

## Benchmark Composition Definitions:

Bloomberg Barclays U.S. Aggregate Bond Index: Barclays U.S. Aggregate Bond Index (formerly Lehman Brothers U.S. Aggregate Bond Index) is a benchmark index composed of U.S. securities in Treasury, Government-Related, Corporate, and Securitized sectors. It includes securities that are of investment-grade quality or better, have at least one year to maturity, and have an outstanding par value of at least \$250 million.

MSCI All Country World ex US Index: MSCI All Country World ex US Index includes both Developed Markets and Emerging Markets countries, excluding the United States.

Bloomberg Barclays U.S. Intermediate Government/Credit Index is a subset of the Bloomberg Barclays Capital U.S. Government/Credit Index. The index includes U.S. dollar-denominated investment grade Government and Corporate securities.

For a glossary of additional global indexes and investing terminology, visit our website: <https://insight.seic.com/index-glossary>.