

**UNITED METHODIST FRONTIER FOUNDATION
PERFORMANCE HISTORY**

Published Spring 2011 for Periods Ending 3-31-2011

The United Methodist Frontier Foundation, Inc. – UMFF -- invests its own funds and those of its clients in various strategies through SEC-registered investment advisers. Each fund is invested in high-quality equities and/or fixed income securities that comply with the Social Principles of the United Methodist Church and the specific requirements of the General Board of Pensions and Health Benefits. Investments in companies involved in beverage alcohol, tobacco, gambling and warfare are avoided. Companies are further screened to meet our investment advisor’s selective financial and investment performance requirements. This stringent screening process assures that the investment funds we offer are of the highest financial quality while at the same time demonstrating social responsibility. All investments currently are with John G. Ullman & Associates.

Specific Fund objectives are as follows.

BOND FUND: The bond portfolio, established in 1992, invests only in investment-grade fixed income securities. It holds both US government and agency and corporate bonds. Average credit quality is AA; average maturity is 3.5 years

BALANCED INCOME FUND: Established in 1994, this fund seeks income that exceeds bank interest, with some growth of principle. Its investment target is 70% bonds, 30% stocks.

GROWTH AND INCOME FUND: Established in July 2000, this fund is invested half in stocks and half in bonds and is rebalanced whenever either allocation exceeds 60% of the portfolio.

CORE EQUITY & EXTENDED MARKET EQUITY FUNDS: Discontinued in the fourth quarter of 2010.

DIVERSIFIED EQUITY FUND: This fund was established in October, 2010, continuing the record of the **Extended Market Equity Fund**, which was initiated in January 1994. It invests globally in stocks of various capitalization levels, primarily of US companies. Its target allocation is half “blue chip” and half special situation stocks.

Fund Performance History¹				
<i>For Periods Ending 3-31-2011</i>	- Annualized Rates of Return -			
	One- Year	Three- Years	Five- Years	Since Inception ²
BOND FUND	3.8%	4.4%	5.3%	5.5%
<i>Barclay's Intermediate Government Credit Index</i>	4.6%	4.6%	5.7%	5.8%
BALANCED INCOME FUND	7.8%	4.8%	4.9%	6.6%
<i>Blended Index: 70% Barclay's Gov/Credit, 15% S&P 500, 15% Russell 2000</i>	9.9%	5.0%	5.0%	6.5%
GROWTH AND INCOME FUND	10.6%	2.9%	3.5%	3.0%
<i>50% S&P500, 50% Barclay's Intermediate Gov/Credit</i>	10.1%	4.3%	4.8%	3.9%
DIVERSIFIED EQUITY FUND	15.2%	4.7%	4.6%	10.9%
<i>Blended Stock Index: 1/2 S&P 500, 1/2 Russell 2000</i>	20.7%	5.5%	3.0%	7.7%

¹Each fund's performance history is the performance record of the entire fund portfolio, including invested funds and cash, less the transactions costs but before the 1% per year (1/12 of 1% per month) management fee is charged. Index performance, which is presented in italics below each fund's performance, is reported without consideration of transaction costs or management/administrative fees.

²Comparison of since-inception rates of return between funds is not appropriate as inception dates differ. The inception dates: Balanced Income Fund - 1/1/94; Bond Fund - August 1992; Growth and Income Fund - August 2000; Diversified Equity Fund/Extended Market Equity Fund - 1/1/94. Performance calculation methodologies also differ from period to period and consequently, since-inception returns should be considered as gross estimates. Beginning in June 2009, historical returns for the Bond Fund, the Core Equity Fund and the Growth & Income Fund are a composite of returns generated in turn by US Trust (through 3/31/2009), the UMFF (3/31/09 - 6/30/09) and John G. Ullman & Associates (from 6/30/09 onward). All since-inception returns are calculated by UMFF, based on data from managers and their own proprietary accounting system. These numbers are presented as gross estimates of historical performance. The Extended Market Equity Fund was renamed the Diversified Equity Fund effective September 30, 2010 and absorbed the assets of the Core Equity Fund.