

UNITED  
CHURCH  
FUNDS

# ALTERNATIVES BALANCED FUND

## FUND OBJECTIVE

Seeks to provide investors with a total return consistent with a broadly diversified portfolio of common stocks, fixed income and alternative investments.

## INVESTMENT STRATEGY

The Fund consists of units from the Total Equity Fund, Fixed Income Fund, and Alternatives Fund. The Fund provides additional diversification to a balanced fund, blending traditional investments in equities and fixed income with hedge funds, real estate funds and real asset funds. The Fund employs shareholder engagement and social and environmental screens.

## INVESTMENT PERFORMANCE

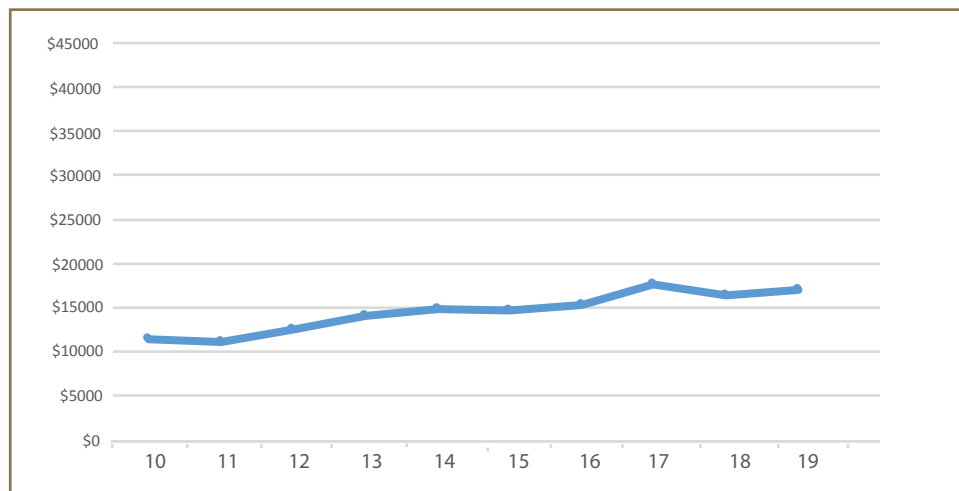
Average Annual Performance % as of 6/30/19	Qtr.	Year to Date	One Year	Three Years	Five Years	Ten Years
<b>Alternatives Balanced Fund</b>	3.14	10.77	3.57	7.02	4.35	N/A
<b>Custom Benchmark*</b>	3.03	11.15	5.55	7.69	5.04	N/A

\* 50% Equity Policy Index (MSCI ACWI IMI net); 30% Fixed Income Policy Index (85% Barclays U.S. Government/Credit Bond Index; 10% S&P/LSTA Performing Loan Index; and 5% JPMorgan GBI-EM Global Diversified); and 20% Alternatives Policy Index (70% HFRI Fund of Funds Composite Index and 30% NCREIF Fund Index – ODCE).

All performance results are shown net of fees

## GROWTH OF \$10,000 (from 07/01/10 - 06/30/19)

This table reflects net performance



The performance data shown represent past performance, which is not a guarantee of future results. Investment returns and principal value will fluctuate, so that investors' shares, when sold, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data cited. Before investing in any UCF fund, prospective investors should carefully consider the investment objectives, risks, and expenses.

## UCF OVERVIEW

- Over \$825 million in AUM
- Over 1,000 faith-based investors
- Expertise in ESG and SRI
- Fundamental ESG and SRI Philosophy

## FUND DETAILS

Benchmark	Custom
Inception	2010
Assets	\$212 million

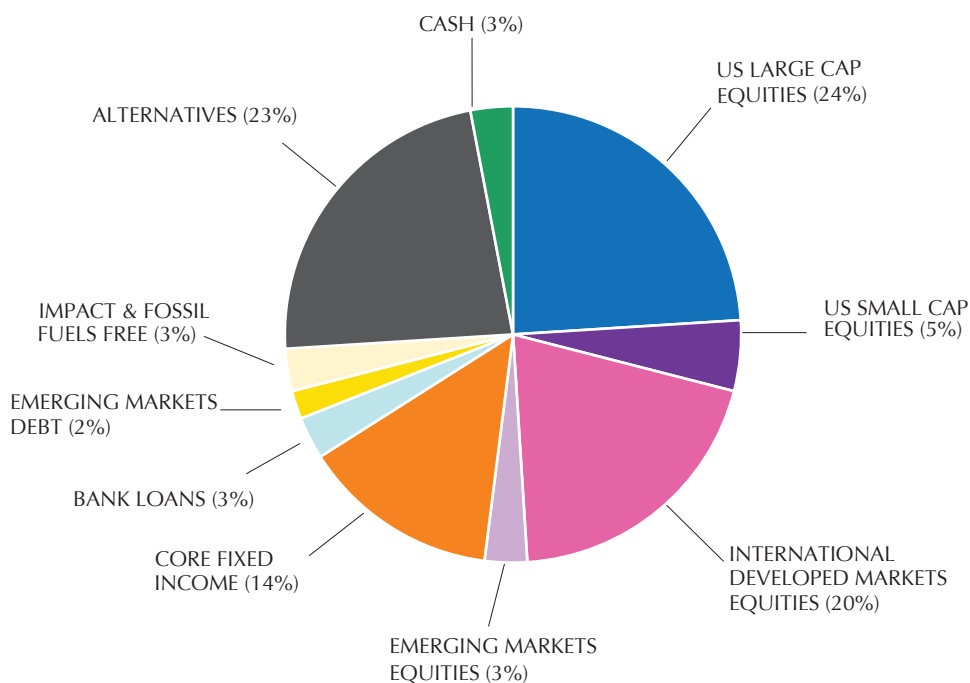
## EXPENSES & MINIMUMS

Expense Ratio	1.08%
12b-1	0.00%
Front-End Load	0.00%
Back-End Load	0.00%
Transaction Fee	None
Account Minimum	\$1,000

## TOP TEN EQUITY HOLDINGS

Microsoft Corp.	1.69%
Apple Inc.	1.31%
Amazon.com Inc.	1.06%
Berkshire Hathaway Inc. Class B	1.01%
Naspers Ltd. N Shares	0.99%
Alphabet Inc.	0.92%
UnitedHealth Group Inc.	0.85%
Facebook Inc. Class A	0.83%
JPMorgan Chase & Co.	0.81%
AIA Group Ltd.	0.79%
<b>Total</b>	<b>10.26%</b>

## ASSET ALLOCATION



Due to rounding totals may not equal 100%

## FUND CHARACTERISTICS

### EQUITY:

Median Market Cap (\$MM)	2,263.39
Price/Earnings Ratio	16.12x
Price/Book Ratio	2.16x
Number of Stocks	2,191
Standard Deviation (3 yrs.)	11.6%
Beta (3 yrs.)	0.96
R-Squared (3 yrs.)	0.99
Sharpe Ratio (3 yrs.)	0.82
Turnover (1 yr.)	32.92%

### Sector Allocation

- Communication Services 7.8%
- Consumer Discretionary 13.3%
- Consumer Staples 7.8%
- Energy 3.4%
- Financials 17.4%
- Health Care 11.7%
- Industrials 11.9%
- Materials 5.1%
- Real Estate 2.0%
- Information Technology 14.7%
- Utilities 1.9%
- Cash 3.1%
- ETF 0.0%

### FIXED INCOME:

Standard Deviation (3 yrs.)	2.7%
Sharpe Ratio (3 yrs.)	0.15
Duration (yrs.)	5.70
Credit Quality	A1
Avg. Effective Maturity (yrs.)	8.20

## MANAGERS & ASSET CLASSES

State Street Global Advisers (10%)  
US Large Cap - Core

Quantitative Management Associates LLC (9%)  
US Large Cap - Core

Fiduciary Management, Inc. (5%)  
US Large Cap - Core

Fiduciary Management, Inc. (1%)  
US Small Cap - Core

Westfield Capital Management Company, L.P. (2%)  
US Small Cap - Growth

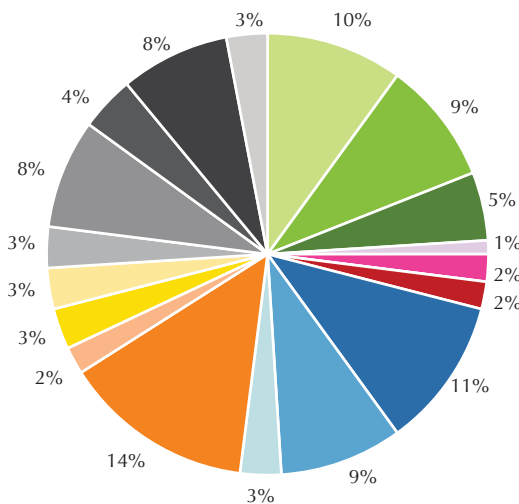
Dimensional Fund Advisors (0%)  
US Small Cap - Value

BlackRock (2%)  
US Small Cap - Core

Baillie Gifford (11%)  
International Developed - Growth

LSV Asset Management (9%)  
International Developed - Value

RBC (3%)  
Emerging Markets



Pension Boards UCC (14%)  
Fixed Income - Core

Lazard Asset Management (2%)  
Fixed Income - Emerging Markets Debt

Voya Floating Rate (3%)  
Fixed Income - Bank Loans

Community Capital (3%)  
Fixed Income - Impact & Fossil Fuels Free

Abbey Capital Limited (3%)  
Alternatives - Hedge Funds

Magnitude Capital (8%)  
Alternatives - Hedge Funds

Heitman LLC (4%)  
Alternatives - Real Estate

Weatherlow (8%)  
Alternatives

Cash (3%)