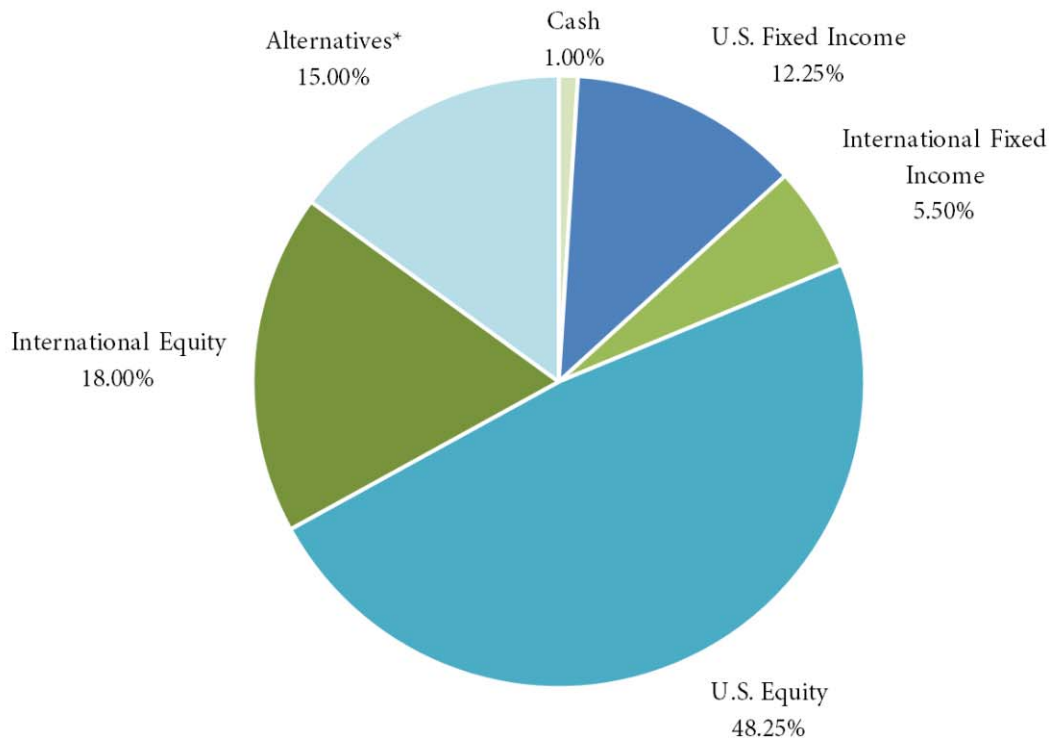


Blue Grass Community Foundation's Endowment

The primary investment objective of the Endowment Fund (Fund) is to provide a relatively stable, inflation adjusted, annual payout to support the Foundation's defined spending rate. There will be some inevitable volatility in principal value in this Fund, but it may offer the potential for sustainable payout plus inflation protection over the long term.



Time Weighted Rates of Return (net of fees):

	Annualized Periods Ending September 30, 2018				
	<u>YTD</u>	<u>3 Yr.</u>	<u>5 Yr.</u>	<u>7 Yr.</u>	<u>10 Yr.</u>
MIMS D Composite	3.49%	11.35%	7.45%	10.23%	8.28%

Historical returns for this investment model allocation are represented above. Please note that Blue Grass Community Foundation has not always invested the assets of their Endowment Pool according to the above asset allocation. The Foundation holds semi-illiquid and illiquid investments that are not included in the performance of the Endowment Pool. For historical returns of the Foundation's Endowment Pool, please contact Brian Dineen at 859-225-3343.

YTD return represents the Blue Grass Community Foundation's return. All other returns are for the MIMS D Composite.

PRESENTATION DISCLOSURES

COMPOSITES – SPECIFIC – MIAS GROWTH(D)

*Performance information presented on the previous pages reflects the actual investment performance of MIAS' "Growth (D) Asset Allocation Composite", also referred to as MIAS' benchmark "D" Composite. Performance of the MIAS Growth (D) Asset Allocation Composite is presented net of all investment management fees, transaction costs and other expenses. Trading costs and fees have not been deducted from the index performance used for comparison. It is not possible to invest directly in these indexes. **Past performance does not guarantee future results.** The objective of the benchmark "D" composite portfolio is to provide returns that cover spending and exceed inflation (provides real growth in spending) with less stability in the payout. Performance Inception of the MIAS benchmark "D" Composite is 12/31/1999.*

- As of December 31, 2017, the average annual change of money managers since the inception of the MIMS D composite was 9.86%.
- Since the inception of the composite, there was a change in the asset allocation in which we removed the asset class of "equity income", as it was already reflected in another asset class titled "large cap value".
- Since the inception of the composite, we added "international small caps" to our asset classes.
- In 2001, we removed the "emerging market" asset class allocation from the "D" portfolios.
- In 2006, we:
 - decreased our allocations in "short term domestic bonds", "intermediate term domestic bonds", "long term domestic bonds", "international bonds", "domestic large cap growth equities" and "foreign large cap growth equities"
 - increased our allocation to US large cap value equities and foreign large cap value equities
 - increased our "energy and natural resources" allocation and changed the title of this asset class to "energy, natural resources, and commodities".
- In 2008, we:
 - added inflation-protected bonds to our asset allocation.
 - decreased our allocation to short-term, intermediate-term, and long-term bonds
 - increased our allocation to small cap value
 - changed our method of composite calculation from internal rate of return to time-weighted rate of return.
- In 2012, we increased our allocation to US large cap value and decreased our allocation to long-term bonds.
- In 2017 we:
 - removed long term bonds and commodities from the portfolio.
 - added equity precious metals to the portfolio
 - decreased our allocations to international large value and international large growth
 - increased allocations to small cap international
- The "Peer Group Average Growth Allocation Funds", produced by Morningstar, invests in both stocks and bonds and maintains a relatively higher position in stocks. The funds typically have 50%-70% of assets in equities and the remainder in fixed income and cash. As of 09/30/18 this reference point was comprised of 229 mutual funds. As of 09/30/18 the D Composite contained 198 clients.