

ARKANSAS COMMUNITY FOUNDATION
Investment Results Quarter Ended December 31, 2017

Arkansas Community Foundation preserves and protects your investments and charitable intentions forever. The unique power of endowments means that as your gifts grow, they continue to benefit the community now and in the future. In order to accomplish this, the majority of the Foundation's endowed funds are pooled together and invested for the long-term.

Strategy: The Community Foundation incorporates the "prudent investment rule" in all of its investment considerations. The Foundation's investment strategy seeks to preserve the value of the funds and to provide growth and income to support the charitable purposes for which the funds were created.

The Community Foundation's Finance Committee, using advice from our investment consultant (Mercer), develops investment objectives, policy and asset allocation and selects investment managers appropriate for each asset class. Manager performance is closely monitored on an ongoing basis.

Allocation: Arkansas Community Foundation has established a strategic asset allocation which seeks to diversify investments in order to achieve long term growth while minimizing risk.

Current Asset Allocation

Growth Assets

U. S. Equity	31.4%
International Equity	33.0%
Private Equity	2.8%
Total Growth Assets	67.2%

Risk Reduction Assets

U.S. Fixed Income	10.7%
Global Fixed Income	0.0%
Hedge Funds	12.8%
Total Risk Reduction Assets	23.5%

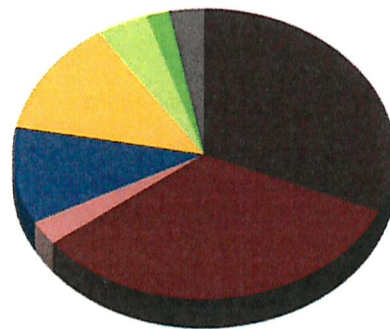
Inflation Protection Assets

Liquid Real Assets	4.4%
Other Real Assets	1.9%
Total Inflation Protection Assets	6.3%

Cash Equivalents

Deposits/Money Market	3.0%
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ARCF Total (Composite) **100.0%**



- U. S. Equity
- International Equity
- Private Equity
- U.S. Fixed Income
- Global Fixed Income
- Hedge Funds
- Liquid Real Assets
- Other Real Assets
- Deposits/Money Market

Objective: Our long-term investment objective is a financial return that will provide for a fund's annual grant spending rate, administrative costs and growth for inflation.

Spending Rate Policy: The spending rate policy is reviewed periodically by the Board of Directors. The policy provides an annual distribution of 4% of the fund's average ending market value for the previous twenty trailing quarters.

Performance December 31, 2017	<u>1 Mo</u>	<u>3 Mos</u>	<u>FYTD</u>	<u>1 Year</u>	<u>3 Yrs</u>	<u>5 Yrs</u>	<u>10 Yrs</u>
ARCF Composite (net of investment fees)	1.1%	3.6%	7.4%	16.8%	6.3%	7.3%	4.5%
Composite Index on asset allocation	1.3%	4.3%	8.4%	17.3%	7.4%	8.2%	3.9%



Mr. Tyler Clark
 Executive Director
 Single Parent Scholarship Fund of Northwest Arkansas
 16 W. Colt Square Drive
 Suite 1
 Fayetteville, AR 72703

Single Parent Scholarship Fund of Northwest Arkansas Endowment
 Fund ID: spsfnw
 Fund Statement
 July 1, 2017 to September 30, 2017

Fund Activity	
<i>Balance as of 7/1/2017</i>	\$112,772.30
Additions:	
Contributions	0.00
Returned Grants	0.00
Investment Activity:	
Interest & Dividends	408.08
Realized Gains(Losses)	692.78
Unrealized Gains(Losses)	2,932.33
Disbursements:	
Grants*	0.00
ARCF Administrative Grant	-285.39
Miscellaneous Fund Expense	0.00
<i>Balance as of 9/30/17</i>	\$116,520.10
<i>Available to Grant @ 9/30/17</i>	\$3,684.00

*Grants deducted from the fund include grants that have been approved for payment. Grants that appear on detail page include grants in process.

Fund Summary

[Print Page](#) [Export Gifts](#) [Export Grants](#)

the ACF Investment Performance Report as of 9/30/2017 is available by selecting Donor Guides at the top, then selecting Donor Guides and Forms. The fund statements as of 9/30/2017 are available for viewing and printing. Please click on the 'Get Statement' button below to view your fund statement.

Fund

Period

Gifts ¹	\$99,532.00
Grants Paid ¹	\$20,874.00
Spendable balance as of 1/8/2018 ³	\$3,684.00
Market value as of 12/31/2017 ²	\$119,380.15

1. Cumulative data is calculated EITHER from the date the fund was established OR from the date our current fund accounting software was put into use, 4/1/1997, whichever date is later.

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2. Market value is reported as the value at the end of the previous month. PLEASE NOTE, however, that the market value figures are not "official" until the 25th of the following month when ACF books have been formally closed and all fees, gains, and losses have been distributed.

3. NOTE: Quasi-endowed funds will reflect a zero spendable balance; however, the fund may grant all but \$50,000 of the fund balance until the 3 year waiting period is over. At that time, the full fund balance is available to spend. Fund statements reflect the correct available to spend balance.