



October 16, 2020

Dear Growth and Income Fund Investor:

During Q3 2020 we experienced a continued recovery after the market-wide sell off in Q1 2020, to the point where the return in the Growth and Income Fund is back in positive territory for the year. The Growth and Income Fund net investment return for Q3 2020 was 6.04%, which compares favorably with the benchmark of 5.43%. On a year-to-date basis the net investment return stands at 4.48%, compared to a benchmark of 3.35% and compared to a Q1 return of <13.93%>. All asset classes were in positive territory while our two US Equity funds led the way coming in at 10.1% (Vanguard ESG US Stock) and 8.9% (DFA US Sustainability Fund).

For a longer-term view, over the last five years, the net investment performance has averaged 8.96% per year, beating the policy index of 8.52% per year while the 7 year return of 7.36% matched the benchmark of 7.32%.

The share value of the Fund as of the end of the third quarter 2020 was \$32.7603, a 5.1% increase from the second quarter share value of \$31.1785. Over the last twelve months the dollar-weighted gross investment return was 10.5%, investment management fees were 0.10%, accounting/audit fees and meeting expenses were 0.06% combined, and dividends averaged 3.8%, resulting in a net, after-dividends and after-expenses return of 6.6%.

The Q4 2020 dividend of \$0.2920 per share per quarter will be distributed in late December. The amount of this dividend distribution can be found in the lower right corner of your Q3 Investor Balance and Activity Report. **The dividend rate for 2021 has been approved at \$0.2972 per share per quarter** (equates to 4.10% of the average market value over the last 20 quarters). For your budget purposes, multiply your # of shares by \$0.2972 to get your quarterly dividend for 2021.

If you have any questions about the Growth and Income Fund or your investment in it, please don't hesitate to contact me at 313-833-4427 or mmiliotto@edomi.org. Or visit our website at <https://www.edomi.org/church-admin/finance/growth-income-fund/>.

Sincerely,

Mark Miliotto
Treasurer and Director of Finance

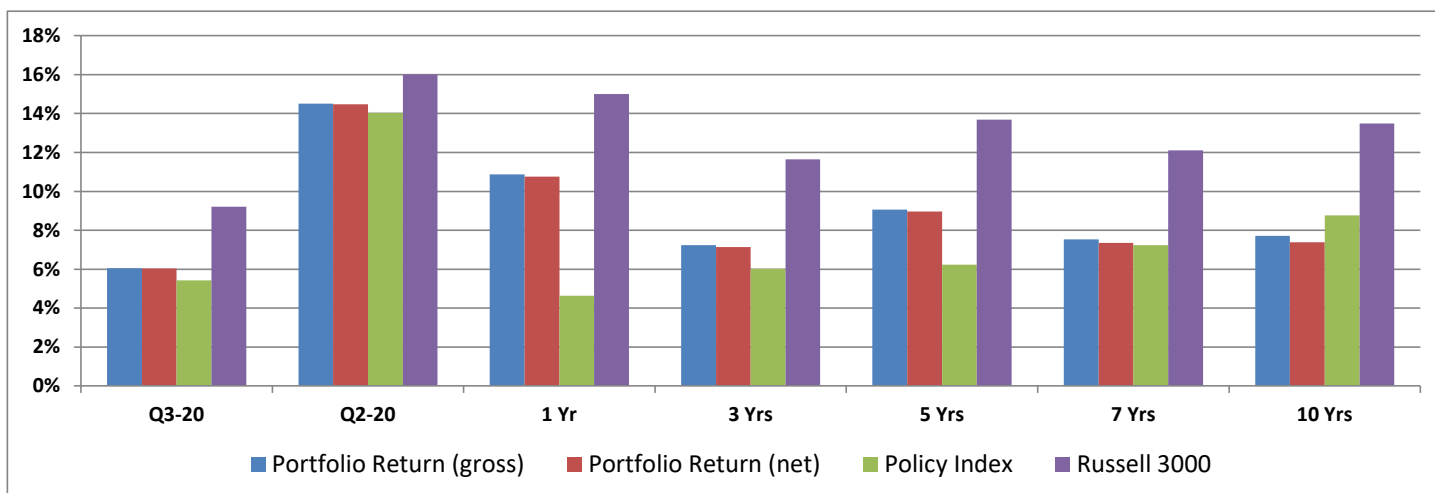
Trustees of the Episcopal Diocese of Michigan
Growth and Income Fund
Performance Dashboard
3rd Quarter 2020

Asset Allocation and Quarter Returns by Class

Asset Allocation by Class	Investment Vehicle	Target Allocation	Actual Allocation	Actual Returns	Benchmark Returns
US All Cap Stocks	DFA US Sustainability Fund (DFSIX)	21%	20.5%	8.89%	9.21%
	Vanguard ESG US Stock ETF (ESGV)	21%	20.4%	10.11%	9.21%
International Stocks	DFA Int'l Sustainability Fund (DFSPX)	9%	9.1%	7.54%	6.36%
	Vanguard ESG Int'l Stock ETF (ESGX)	11%	11.1%	7.51%	6.36%
Emerging Market Stocks	DFA Emerg Mkts Sustainability Fund (DESIX)	2%	2.0%	8.43%	9.70%
Real Estate	Vanguard REIT Index (VGSLX)	4%	3.9%	1.33%	0.83%
Fixed Income	Vanguard Total Bond Index Instit (VBTIX)	31%	31.3%	0.62%	0.62%
Cash	Schwab Money Market	1%	1.6%	0.01%	0.03%
Total Portfolio (net)				6.04%	5.43%

Overall Performance History

	Q3-20	Q2-20	1 Yr	3 Yrs	5 Yrs	7 Yrs	10 Yrs
Portfolio Return (gross)	6.06%	14.51%	10.87%	7.24%	9.07%	7.53%	7.71%
Portfolio Return (net)	6.04%	14.48%	10.76%	7.14%	8.96%	7.36%	7.38%
Policy Index	5.43%	14.03%	4.64%	6.02%	6.24%	7.23%	8.77%
Russell 3000	9.21%	16.00%	15.00%	11.64%	13.69%	12.11%	13.49%
# Share Outstanding	1,254,489	1,263,307	1,241,310	1,143,318	1,090,825	1,028,854	990,480
Net Asset Value	41,097,463	39,388,044	38,129,020	34,142,853	28,313,516	27,118,752	24,030,666
Share Value	32.7603	31.1785	30.7168	29.8629	25.9560	26.3582	24.2616



Other Key Figures

Number of Investors in the Fund	54		Investment Advisor Fees (annualized)	0.10%
Average Investment Size	\$763,578		Mutual Fund Fees (ann. weighted avg)	0.15%
Median Investment Size	\$66,578		Accounting and Audit Services (avg)	0.06%
Largest Investment (Dio Michigan)	\$22,223,368		Dividend Rate (applied to 20 qtr avg)	4.10%
Smallest Investment	\$302		Questions? Mark Miliotto at mmiliotto@edomi.org or 313-833-4427	

Growth and Income Fund
Income Statement
As of September 30, 2020

	Current Quarter	per # of Shares	as % of Avg Assets	Last 4 Quarters	as % of Avg Assets
Investment Income					
Dividend Income	177,497	0.141	0.44%	739,437	1.90%
Interest Income	0	0.000	0.00%	0	0.00%
Capital Gain Distributions	0	0.000	0.00%	71,183	0.18%
Other Revenues	0	0.000	0.00%	0	0.00%
Total Investment Income	<u>177,497</u>	0.141	0.44%	<u>810,620</u>	2.08%
Expenses					
Legal	0	0.000	0.00%	0	0.00%
Audit	7,500	0.006	0.02%	10,600	0.03%
Accounting Fees	3,000	0.002	0.01%	12,000	0.03%
Investment Management Expense	10,357	0.008	0.03%	39,108	0.10%
Conference Calls	0	0.000	0.00%	36	0.00%
Printing	209	0.000	0.00%	209	0.00%
Meeting Expenses	0	0.000	0.00%	75	0.00%
Bank Charges	0	0.000	0.00%	0	0.00%
Total Expenses	<u>21,066</u>	0.017	0.05%	<u>62,028</u>	0.16%
Net Investment Income	<u>156,430</u>	0.125	0.39%	<u>748,593</u>	1.92%
Realized and Unrealized Gain (loss) from Investments					
Unrealized Gains (Losses)	1,891,139	1.507	4.67%	2,904,529	7.46%
Realized Gains(Losses)	303,075	0.242	0.75%	368,713	0.95%
Total Realized and Unrealized Gain (loss) from Investments	<u>2,194,215</u>	1.749	5.42%	<u>3,273,242</u>	8.41%
Net Increase (Decrease) in Net Assets from Operations	<u>2,350,645</u>	1.874	5.81%	<u>4,021,834</u>	10.33%
Memo					
Dividend Distribution	-366,311	-0.292	-0.91%	-1,460,479	-3.75%
Net Growth after Dividends	<u>1,984,334</u>	1.582	4.90%	<u>2,561,356</u>	6.58%

**Trustees of the Diocese of Michigan
Growth and Income Fund Activity**

For the Quarter Ending September 30, 2020

	<u>Net Assets</u>	<u># Shares</u>	<u>Share Value</u>	<u>Return on Avg Value</u>	<u>Return on Begin Value</u>
Balance at 6-30-2020	39,388,044	1,263,306.69	31.1785		
New deposits	153,520	4,923.90			
Dividends Reinvested	124,191	3,983.21			
Withdrawals	-552,625	-17,724.55			
Dividend and Interest Income	177,497		0.1415	0.44%	0.45%
Invest Mgmt Fees	-10,357		-0.0083	-0.03%	-0.03%
Audit, Accounting, Other	-10,709		-0.0085	-0.03%	-0.03%
Realized/Unrealized Gains (Losses)	2,194,215		1.7491	5.47%	5.61%
Balance Before Dividend	<u>41,463,774</u>		<u>33.0523</u>	<u>5.86%</u>	<u>6.01%</u>
Dividend Distribution	-366,311		-0.2920	-0.91%	-0.94%
Balance After Dividend at 9-30-2020	<u><u>41,097,463</u></u>	<u><u>1,254,489.25</u></u>	<u><u>32.7603</u></u>	<u><u>4.95%</u></u>	<u><u>5.07%</u></u>

For the Four Quarters Ending September 30, 2020

	<u>Net Assets</u>	<u># Shares</u>	<u>Share Value</u>	<u>Return on Avg Value</u>	<u>Return on Begin Value</u>
Balance at 9-30-2019	38,129,020	1,241,310.09	30.7168		
New deposits	494,929	15,539.48			
Dividends Reinvested	479,041	15,821.73			
Withdrawals	-566,883	-18,182.05			
Dividend and Interest Income	810,620		0.6463	2.12%	2.10%
Invest Mgmt Fees	-39,108		-0.0312	-0.10%	-0.10%
Audit, Accounting, Other	-22,920		-0.0183	-0.06%	-0.06%
Realized/Unrealized Gains (Losses)	3,273,242		2.6099	8.57%	8.50%
Balance Before Dividend	<u>42,557,942</u>		<u>33.9235</u>	<u>10.53%</u>	<u>10.44%</u>
Dividend Distribution	-1,460,479		-1.1632	-3.82%	-3.79%
Balance After Dividend at 9-30-2020	<u><u>41,097,463</u></u>	<u><u>1,254,489.25</u></u>	<u><u>32.7603</u></u>	<u><u>6.71%</u></u>	<u><u>6.65%</u></u>