



Episcopal
DIOCESE OF MICHIGAN

February 1, 2021

Dear Growth and Income Fund Investor:

Q4 2020 was a very good quarter for all global investors as nearly all segments of the market had really solid returns. In the Growth and Income Fund our portfolio had an overall net investment return of 10.39% while the benchmark for the quarter was just a tad higher at 10.61%. Leading the charge this quarter were 16-19% returns in each of our equities portfolios – domestic, developed international, and emerging markets. For full year 2020, our net investment return was 15.43%, which compares quite favorably with the benchmark of 14.32%.

For a longer-term view, over the last five years, the net investment performance has averaged 10.55% per year, beating the policy index of 9.95% per year. Since inception with Diversified Portfolios in 2014, our return has averaged 7.84% per year while the benchmark was 7.65%.

The share value of the Fund as of the end of the fourth quarter 2020 was \$35.8628, a 9.5% increase from the third quarter share value of \$32.7603. Over the last twelve months the dollar-weighted gross investment return was 15.0%, investment management fees were 0.10%, accounting/audit fees and meeting expenses were 0.06% combined, and dividends averaged 3.6%, resulting in a net, after-dividends and after-expenses return of 11.2%.

The Q1 2021 dividend of \$0.2972 per share per quarter will be distributed in late March. The amount of this dividend distribution can be found in the lower right corner of your Q4 Investor Balance and Activity Report.

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
4th Quarter 2020**

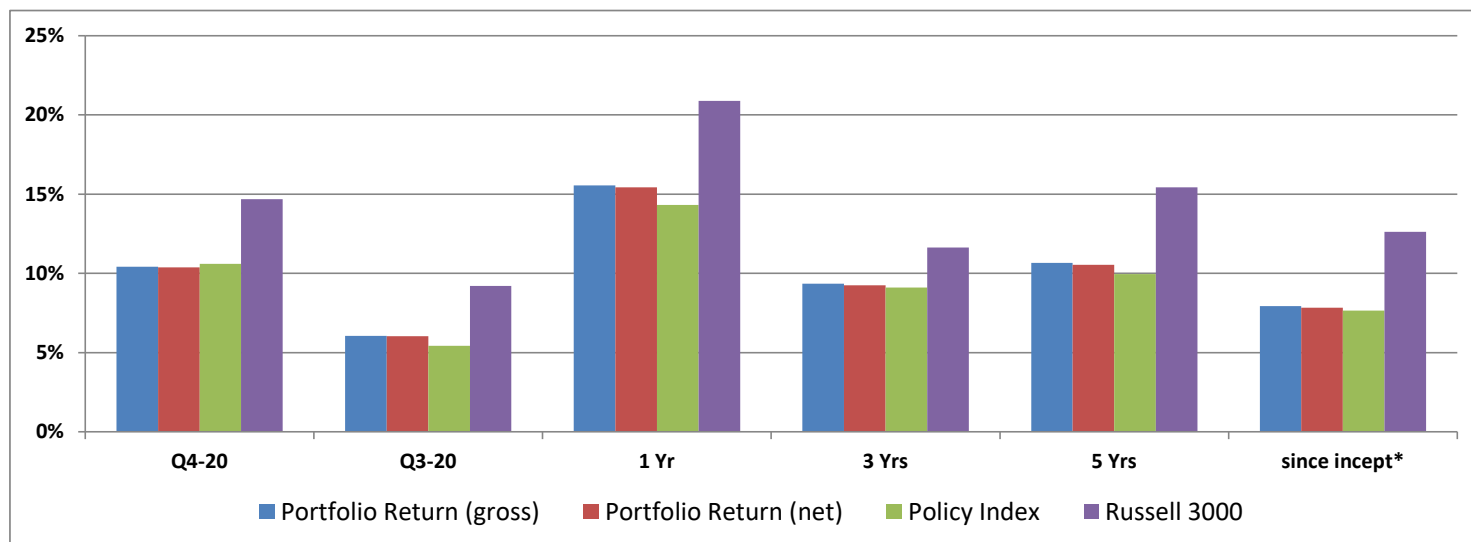
Asset Allocation and Quarter Returns by Class

Asset Allocation by Class	Investment Vehicle	Target Allocation	Actual Allocation	Actual Returns	Benchmark Returns
US All Cap Stocks	DFA US Sustainability Fund (DFSIX)	21%	21.1%	16.62%	14.68%
	Vanguard ESG US Stock ETF (ESGV)	21%	21.3%	13.89%	14.68%
International Stocks	DFA Int'l Sustainability Fund (DFSPX)	9%	9.0%	16.30%	17.08%
	Vanguard ESG Int'l Stock ETF (ESGX)	11%	11.7%	16.06%	17.08%
Emerging Market Stocks	DFA Emerg Mkts Sustainability Fund (DESIX)	2%	2.0%	19.26%	19.77%
Real Estate	Vanguard REIT Index (VGSLX)	4%	3.9%	9.26%	12.92%
Fixed Income	Vanguard Total Bond Index Instit (VBTIX)	31%	30.6%	0.67%	0.67%
Cash	Schwab Money Market	1%	0.3%	0.00%	0.02%
Total Portfolio (net)				10.39%	10.61%

Overall Performance History

	Q4-20	Q3-20	1 Yr	3 Yrs	5 Yrs since incept*	
Portfolio Return (gross)	10.42%	6.06%	15.55%	9.36%	10.66%	7.94%
Portfolio Return (net)	10.39%	6.04%	15.43%	9.25%	10.55%	7.84%
Policy Index	10.61%	5.43%	14.32%	9.10%	9.95%	7.65%
Russell 3000	14.68%	9.21%	20.88%	11.64%	15.44%	12.63%
# Share Outstanding	1,254,658	1,254,489	1,245,482	1,193,412	1,086,046	1,028,248
Net Asset Value	44,995,598	41,097,463	40,190,916	36,792,530	28,676,666	29,067,976
Share Value	35.8628	32.7603	32.2694	30.8297	26.4047	28.2694

* 6/30/2014



Other Key Figures

Number of Investors in the Fund	55		Investment Advisor Fees (annualized)	0.10%
Average Investment Size	\$818,205		Mutual Fund Fees (ann. weighted avg)	0.15%
Median Investment Size	\$71,001		Accounting and Audit Services (avg)	0.06%
Largest Investment (Dio Michigan)	\$24,327,997		Dividend Rate (applied to 20 qtr avg)	4.10%
Smallest Investment	\$331		Questions? Mark Miliotto at mmiliotto@edomi.org or 313-833-4427	

Growth and Income Fund
Income Statement
As of December 31, 2020

	Current Quarter	per # of Shares	as % of Avg Assets	Last 4 Quarters	as % of Avg Assets
Investment Income					
Dividend Income	221,712	0.177	0.51%	747,123	1.85%
Interest Income	0	0.000	0.00%	0	0.00%
Capital Gain Distributions	15,503	0.012	0.04%	15,503	0.04%
Other Revenues	0	0.000	0.00%	0	0.00%
Total Investment Income	<u>237,215</u>	0.189	0.55%	<u>762,626</u>	1.89%
Expenses					
Legal	0	0.000	0.00%	0	0.00%
Audit	1,440	0.001	0.00%	12,040	0.03%
Accounting Fees	3,000	0.002	0.01%	12,000	0.03%
Investment Management Expense	11,327	0.009	0.03%	40,316	0.10%
Conference Calls	0	0.000	0.00%	36	0.00%
Printing	0	0.000	0.00%	209	0.00%
Meeting Expenses	0	0.000	0.00%	36	0.00%
Bank Charges	0	0.000	0.00%	0	0.00%
Total Expenses	<u>15,767</u>	0.013	0.04%	<u>64,637</u>	0.16%
Net Investment Income	<u>221,448</u>	0.177	0.51%	<u>697,989</u>	1.73%
Realized and Unrealized Gain (loss) from Investments					
Unrealized Gains (Losses)	3,897,103	3.106	8.99%	4,806,464	11.91%
Realized Gains(Losses)	140,407	0.112	0.32%	484,895	1.20%
Total Realized and Unrealized Gain (loss) from Investments	<u>4,037,509</u>	3.218	9.32%	<u>5,291,359</u>	13.12%
Net Increase (Decrease) in Net Assets from Operations	<u>4,258,957</u>	3.395	9.83%	<u>5,989,348</u>	14.85%
Memo					
Dividend Distribution	-366,311	-0.292	-0.85%	-1,469,136	-3.64%
Net Growth after Dividends	<u>3,892,646</u>	3.103	8.98%	<u>4,520,211</u>	11.20%

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

For the Quarter Ending December 31, 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 9-30-2020	41,097,463	1,254,489.25	32.7603		
New deposits	13,980	426.74			
Dividends Reinvested	121,516	3,709.25			
Withdrawals	-129,958	-3,966.94			
Dividend and Interest Income	237,215		0.1891	0.55%	0.58%
Invest Mgmt Fees	-11,327		-0.0090	-0.03%	-0.03%
Audit, Accounting, Other	-4,440		-0.0035	-0.01%	-0.01%
Realized/Unrealized Gains (Losses)	4,037,509		3.2180	9.38%	9.82%
Balance Before Dividend	<u>45,361,958</u>		<u>36.1548</u>	<u>9.89%</u>	<u>10.36%</u>
Dividend Distribution	-366,360		-0.2920	-0.85%	-0.89%
Balance After Dividend at 12-31-2020	<u><u>44,995,598</u></u>	<u><u>1,254,658.28</u></u>	<u><u>35.8628</u></u>	<u><u>9.04%</u></u>	<u><u>9.47%</u></u>

For the Four Quarters Ending December 31, 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 12-31-2019	40,190,916	1,245,482.22	32.2694		
New deposits	486,188	15,226.52			
Dividends Reinvested	485,124	15,772.98			
Withdrawals	-686,842	-21,823.44			
Dividend and Interest Income	762,626		0.6064	1.90%	1.88%
Invest Mgmt Fees	-40,316		-0.0321	-0.10%	-0.10%
Audit, Accounting, Other	-24,321		-0.0194	-0.06%	-0.06%
Realized/Unrealized Gains (Losses)	5,291,359		4.2065	13.18%	13.04%
Balance Before Dividend	<u>46,464,734</u>		<u>37.0308</u>	<u>14.92%</u>	<u>14.76%</u>
Dividend Distribution	-1,469,136		-1.1680	-3.66%	-3.62%
Balance After Dividend at 12-31-2020	<u><u>44,995,598</u></u>	<u><u>1,254,658.28</u></u>	<u><u>35.8628</u></u>	<u><u>11.26%</u></u>	<u><u>11.14%</u></u>