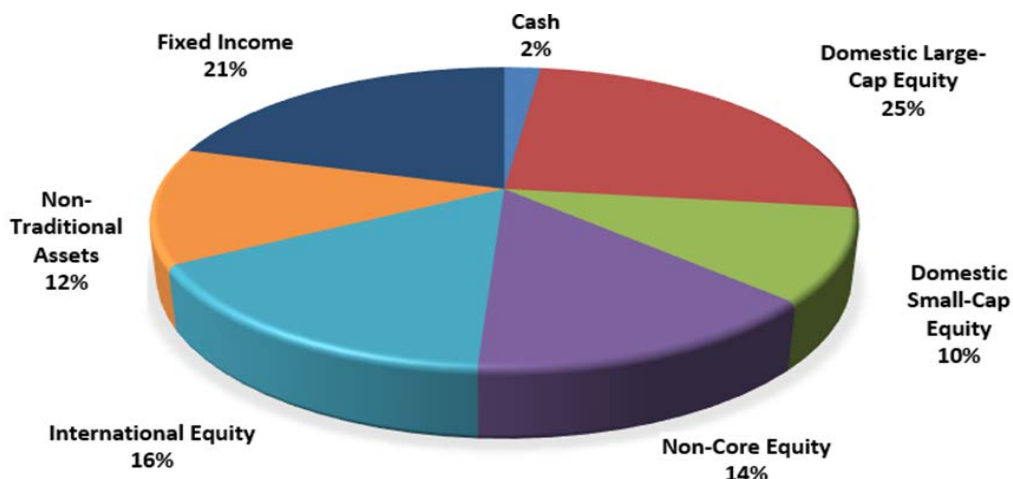




We are pleased to provide this quarterly update for your fund's investment in the Community Foundation's **Signature Fund**.

The fund is designed to balance long-term return requirements with short-term stability needs. It employs a combination of active and passive investment management styles that are structured to maintain purchasing power of principal and increase annual grants to constituent charities.

The Fund's Strategic Asset Allocation is 65% traditional equities, 12% non-traditional assets, 21% fixed income and up to 2% cash. A more detailed breakdown is shown below:



The Fund's investment returns, weighted benchmark index and peer group comparisons are noted as follows:

**Time Weighted Rates of Return (net of fees):**

	Year Ended		Annualized Periods Ending December 31, 2017			
	QTR	December 31, 2017	3 Yr.	5 Yr.	7 Yr.	10 Yr.
<b>Signature Fund</b>	<b>3.7%</b>	<b>16.6%</b>	<b>8.4%</b>	<b>9.7%</b>	<b>8.8%</b>	<b>6.5%</b>
<b>Benchmark Index *</b>	<b>4.1%</b>	<b>16.0%</b>	<b>7.7%</b>	<b>9.3%</b>	<b>8.4%</b>	<b>6.1%</b>
<b>Peer Group Percentile Rank **</b>	<b>39th</b>	<b>34th</b>	<b>12th</b>	<b>15th</b>	<b>11th</b>	<b>6th</b>

Thank you for your continued support of the Community Foundation of Louisville. It is our pleasure to help you turn your generosity into impact.

Matthew L. Bacon, CPA, CGMA  
Vice President & Chief Financial Officer  
502.585.4649  
mattb@cflouisville.org

William G. Strench  
Chair, Investment Committee

\*39.5% Wilshire 5000 Stock Index, 20.5% Bloomberg Aggregate Bond Index, 14% MSCI ACWI (Net) Index, 11.5% MSCI ACWI ex US (Net) Index, 2.5% Credit Suisse Hedge Fund Index, 2.5% ML:HY BB-B Index, 2.5% Wilshire REIT Index, 2.5% S&P LSTA Leveraged Loan Index, 2% Three Month T-Bill Index, 1.25% JPM GBI EM G1. Div. Index, and 1.25% JPM EMBI Global Div. Index.

\*\* The Peer Group data is provided by Callan Associates, Inc. ("Callan"). The specific Peer Group utilized is Callan's Mid-Sized Endowment/Foundation Peer Group Database consisting of the returns and asset allocation information for 148 individual Endowment and Foundation Funds with investment assets between \$100 Million and \$1 Billion. The smaller the indicated percentile, the higher the relative ranking within the Peer Group.