

## 3<sup>rd</sup> Quarter News

**Look Out!**  
Navigating Today's Financial Markets



**Impact and Inspiration:**  
Endowment Fund or Donor Advised Fund?



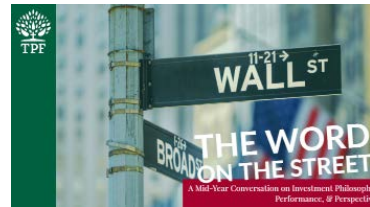
**Investment Update:**  
Year-End Gifts and Appreciated Securities



**In Memorium:**  
TPF Trustee Emeriti



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Past performance is not necessarily indicative of future investment results. The report shows total returns for periods less than one year and compounded annual rates of return for longer periods. The returns are net of all operating expenses, totaling approximately 0.60% annually, including fees of outside investment managers.

\*Lipper Moderate Index is the most appropriate Mixed Asset Target Allocation of the Lipper MATA indices.

\*\*The Blended Real Assets Index is comprised of 40% MSCI AC World Index (Net), 40% Blmgb. Barc. U.S. TIPS, 20% Bloomberg Commodity Index Total Return.

Please access [www.tpf.org](http://www.tpf.org) for additional information.

## TPF Fund Performance as of 09-30-2019

	3rd Qtr	YTD	3 Yrs	5 Yrs	10 Yrs
<b>TPF Balanced Fund</b>	<b>0.2%</b>	<b>13.7%</b>	<b>8.7%</b>	<b>6.4%</b>	<b>8.3%</b>
Lipper MATA Moderate Index	1.0%	12.9%	6.9%	5.5%	7.3%
<b>TPF Large Cap Equity Fund</b>	<b>-1.1%</b>	<b>19.8%</b>	<b>15.2%</b>	<b>10.8%</b>	<b>13.9%</b>
Lipper Large Cap Core Fund Index	1.2%	18.5%	12.3%	9.7%	11.9%
<b>TPF Growth Equity Fund</b>	<b>-2.2%</b>	<b>22.9%</b>	<b>18.8%</b>	<b>12.8%</b>	<b>15.5%</b>
Lipper Large Cap Growth Fund Index	-0.4%	21.2%	16.0%	12.0%	13.4%
<b>TPF Value Equity Fund</b>	<b>-0.4%</b>	<b>16.7%</b>	<b>11.5%</b>	<b>8.6%</b>	<b>12.4%</b>
Lipper Large Cap Value Fund Index	1.2%	16.9%	10.3%	7.9%	10.8%
<b>TPF International Equity Fund</b>	<b>-0.4%</b>	<b>13.0%</b>	<b>6.6%</b>	<b>3.4%</b>	<b>6.5%</b>
Lipper International Fund Index	-1.3%	13.1%	6.0%	3.5%	5.2%
<b>TPF Emerging Mkts Equity Fund</b>	<b>-2.5%</b>	<b>11.6%</b>	<b>4.5%</b>	<b>1.9%</b>	<b>3.2%</b>
Lipper Emerging Mkt Fund Index	-3.6%	8.9%	6.0%	2.6%	3.9%
<b>TPF Small Cap Equity Fund</b>	<b>1.5%</b>	<b>21.4%</b>	<b>15.0%</b>	<b>12.4%</b>	<b>15.1%</b>
Lipper Small Cap Fund Index	-0.9%	18.2%	9.9%	8.5%	11.4%
<b>TPF Fixed Income Fund</b>	<b>2.2%</b>	<b>8.4%</b>	<b>3.3%</b>	<b>3.2%</b>	<b>3.8%</b>
Lipper Core Bond Funds Index	2.2%	9.0%	3.1%	3.5%	4.4%
<b>TPF Money Market Fund</b>	<b>0.5%</b>	<b>1.6%</b>	<b>1.3%</b>	<b>0.9%</b>	<b>0.5%</b>
Lipper Institutional MM Fund Avg	0.5%	1.7%	1.5%	0.9%	0.5%
<b>TPF Real Estate Inv't Fund</b>	<b>0.9%</b>	<b>3.9%</b>	<b>4.7%</b>	<b>4.1%</b>	<b>7.1%</b>
NCREIF NFRI-ODCE (Net)	0.8%	2.0%	6.6%	8.8%	8.9%
<b>TPF Real Assets Fund</b>	<b>0.2%</b>	<b>10.7%</b>	<b>2.5%</b>	<b>-1.2%</b>	<b>N/A</b>
Blended Real Assets Index	0.5%	12.4%	4.8%	1.0%	N/A
<b>TPF Defensive Strategies Fund</b>	<b>0.6%</b>	<b>9.5%</b>	<b>3.2%</b>	<b>2.8%</b>	<b>N/A</b>
Lipper Long Short Equity Index	0.3%	6.7%	3.8%	2.2%	N/A



# IN MEMORIAM

TPF would like to recognize the recent loss of our two Trustee Emeriti, **Peter Baldwin** (1930-2019) and **Houston Harte** (1927-2019). Devout Presbyterians and respected humanitarians, these two men served the TPF Board of Trustees for many years, first as trustees and later as trustee emeriti.

It is thanks to their dedicated service that TPF has grown into the organization we are today. Truly, their lives of exemplary service made them powerful ambassadors for TPF.



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## Look Out!

### Navigating Today's Financial Markets

*By The Rev. Dr. Richard Young, President*

Every day on the way to the office, I pass a square yellow sign that reminds me to slow down due to an impending dip in the road. Unfortunately, I have to admit that there are many times when I fail to slow the speed of my car and receive a jarring reminder of exactly why that sign is there. However, on other days, I manage to lightly tap on the brake pedal and gently glide over the dip.

The third quarter of 2019 was one of those tricky dips in the road. There have been warning signs along the way, and an occasional dip in the road is always to be expected. While TPF would prefer to travel with our partners down a road free of dips and obstacles, that is an unrealistic expectation. Looking back over the past 10 years, TPF's Balanced Fund has beaten the benchmark over 66% of the time. In fact, despite the current gloomy condition of the news, partners in the TPF Balanced Fund currently have a 13.7% return for 2019.

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**TPF's Balanced Fund returned 0.2% for the quarter and 13.7% year to date, outpacing the Lipper MATA Index by 0.80%.**

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As part of our bumpy journey, third quarter movement brought sector rotation from growth stocks to value stocks. The result being that TPF gave back some of the relative outperformance we have enjoyed over the last year and a half. The TPF Balanced Fund ride is still good with a 13.7% return outperforming the Lipper MATA index for the year. The TPF Small Cap Equity Fund and TPF Emerging Market Equity Fund managers are having an excellent quarter and year.

How do we do it? The formula is simple. TPF's Investment Committee and investor consultant, Segal Marco Advisors, select the best investment managers in each asset class. With their assistance, the TPF Balanced Fund is intentionally diversified across the asset classes. The diversification proved invaluable during the third quarter of 2019.

## Impact and Inspiration: Endowment Fund or Donor Advised Fund?

What's the best way to create your lasting legacy? Is it through an Endowment Fund? Or maybe through a Donor Advised Fund (DAF)? TPF provides a variety of legacy giving vehicles, and these types of funds are two of the most popular.

However, the key is figuring out which works best for YOU. To help you decide, our experts have broken down the most important pieces of each.

### Endowment Funds: Key Facts

- This type of fund allows the donor to impose a restriction that prohibits some or all of the fund from being spent currently.
- Once established, an Endowment Fund provides an immediate tax advantage.
- Future contributions are allowed to grow the Endowment Fund and provide additional charitable deductions.
- TPF requires an initial contribution of \$1,000 to establish an Endowment Fund.

### Donor Advised Funds: Key Facts

- An DAF is the best giving vehicle when you intend to support multiple organizations.
- This type of fund may provide certain tax advantages.
- When a DAF is established, an irrevocable gift of cash or appreciated securities is made to TPF for an immediate tax deduction.
- Donors and successor donors retain advisory privileges with respect to the distribution of funds and the investment of assets in the account.
- TPF requires an initial contribution of \$1,000 to establish a DAF.

Here at TPF, we've seen both Endowments and Donor Advised Funds change many lives. From universities to homeless shelters and throughout the lives of church members, these legacy giving vehicles equip TPF partners to truly enable and expand mission.

## Year-End Gifts: Appreciated Securities

Do you want to make a year-end gift, but you don't want to deplete your cash holdings? Individuals may directly transfer appreciated securities to TPF to process as a charitable gift to your church/institution.

**Contact your TPF administrator today to find out more about this simple gifting opportunity!**