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Market Review & Fund Performance Analysis

**The Protestant Episcopal Church in the  
Diocese of Georgia**

For Period Ending  
December 31, 2009



**Capital Advisory Group  
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# OVERVIEW

## Investment Manager Asset Allocation

The table below shows the distribution of assets across the Fund's asset classes and investment managers for the current and previous quarters.

### Asset Distribution Across Investment Managers

	December 31, 2009		Net Investment	September 30, 2009	
	Market Value	Percent		Market Value	Percent
<b>Domestic Equity</b>	\$ 2,803,466	39.8%		\$ 2,744,732	39.0%
J Hancock/Rainier Large Cap Growth Fd	\$ 267,425	3.8%		\$ 249,585	3.5%
Edgewood Growth Fund	\$ 474,278	6.7%	\$ 230,000	\$ 236,265	3.4%
Vanguard Institutional Index Fund	\$ 465,889	6.6%	\$ (550,000)	\$ 962,866	13.7%
American Beacon Large Cap Value Fund	\$ 942,313	13.4%	\$ 230,000	\$ 672,115	9.5%
Alger Small & Mid Cap Growth Fund	\$ 317,660	4.5%		\$ 303,503	4.3%
CRM Small Mid Cap Value Instl Fund	\$ 335,902	4.8%		\$ 320,398	4.5%
<b>International Equity</b>	\$ 593,226	8.4%		\$ 618,592	8.8%
Harbor International Fund	\$ 355,512	5.0%		\$ 336,563	4.8%
Vanguard Developed Markets Index Fund	\$ 237,714	3.4%	\$ (50,000)	\$ 282,029	4.0%
<b>Emerging Markets</b>	\$ 304,984	4.3%		\$ 289,553	4.1%
Eaton Vance TM Emerging Mkts Fund	\$ 304,984	4.3%		\$ 289,553	4.1%
<b>Fixed Income</b>	\$ 1,754,815	24.9%		\$ 1,758,320	25.0%
RidgeWorth Intermediate Bond Fund	\$ 616,535	8.8%		\$ 623,622	8.9%
Vanguard Total Bond Market Fund	\$ 688,423	9.8%		\$ 687,731	9.8%
Loomis Sayles Global Bond Fund	\$ 449,857	6.4%		\$ 446,967	6.3%
<b>Alternative Investments</b>	\$ 1,574,985	22.4%		\$ 1,275,911	18.1%
Torrey International Fund	\$ -	0.0%		\$ 1,458	0.0%
Torrey Development Fund	\$ 20,675	0.3%		\$ 20,822	0.3%
Private Advisors Stable Value Fund	\$ 936,939	13.3%		\$ 923,036	13.1%
PIMCO Commodity Real Return Fund	\$ 369,079	5.2%		\$ 330,594	4.7%
Alternative Module	\$ 248,293	3.5%	\$ 250,000	\$ -	0.0%
<b>Cash Equivalents</b>	\$ 117,147	1.7%		\$ 357,848	5.1%
RidgeWorth U.S. Treasury Money Market	\$ 117,146.84	1.7%	\$ (110,000)	\$ 357,848	5.1%
<b>Total Fund</b>	\$ 7,148,623	101%	\$ -	\$ 7,044,956	100%

# The Protestant Episcopal Church in the Diocese of Georgia

## Returns for Periods Ended December 31, 2009

	<u>Last Quarter</u>	<u>Year to Date</u>	<u>Last Year</u>	<u>Last 2 Years</u>
J Hancock III:Rnr Gr;A	7.02	31.68	31.68	(14.04)
Edgewood Growth;Inst	1.31	30.73	30.73	(10.81)
CAI MF:Lg Cap Growth Style	7.13	34.12	34.12	(9.08)
Russell:1000 Growth	7.94	37.21	37.21	(8.09)
Vanguard 500 Index;Inv	6.03	26.48	26.48	(10.75)
CAI MF:Lg Cap Broad Style	5.68	26.30	26.30	(10.34)
S&P:500	6.04	26.47	26.47	(10.74)
Am Beacon:Lg Cp Val;Inst	5.89	27.52	27.52	(12.09)
CAI MF:Lg Cap Value Style	4.64	21.24	21.24	(11.41)
Russell:1000 Value	4.22	19.69	19.69	(13.06)
Alger:SMidCap Growth;A	4.66	44.03	44.03	(13.97)
CAI MF:SMID Growth Style	5.39	40.12	40.12	(10.99)
Russell:2500 Growth	5.57	41.66	41.66	(8.97)
CRM:Sm/Mid Cap Val;Inst	4.84	27.48	27.48	(6.46)
CAI MF:SMID Value Style	5.15	34.50	34.50	(7.78)
Russell:2500 Value	4.65	27.68	27.68	(6.81)
Harbor:Intl;Inst	5.63	38.56	38.56	(10.87)
Vanguard Dev Mkts;Inv	1.67	28.17	28.17	(13.50)
CAI MF:Intl Core Eq Style	2.87	31.65	31.65	(12.19)
MSCI:EAFE US\$	2.18	31.78	31.78	(13.62)
Eaton Vance TM Em Mk;I	5.33	68.19	68.19	(9.23)
CAI MF:Emerging Mkts Style	8.06	74.54	74.54	(10.03)
MSCI:Emer Markets	8.58	79.02	79.02	(8.45)
Vanguard Tot Bd;Inv	0.07	5.93	5.93	5.49
RidgeWorth:Intm Bd;I	0.00	5.50	5.50	6.90
CAI MF:Core Bond Style	0.98	11.98	11.98	4.64
BC:Aggr Bd	0.20	5.93	5.93	5.58
Loomis Sayles:GB;Inst	0.65	22.74	22.74	5.94
CAI MF:GI Fixed Inc Style	0.20	11.19	11.19	5.32
BC:Gbl Aggr Idx	(0.85)	6.93	6.93	5.85
PIMCO:Comm RR Str;Inst	11.64	39.91	39.91	(10.96)
DJ:UBS Commdty Idx	9.01	18.72	18.72	(13.25)
Pvt Adv Sible Val	1.81	9.60	9.60	(2.71)
CAIHED:Absolute Rtn FoF	1.81	13.24	13.24	(3.60)
HFR:FOF Index	1.18	11.15	11.15	(6.52)
<b>GA Episcopal Diocese-Portfolio Performance</b>	<b>3.46</b>	<b>22.88</b>	<b>22.88</b>	<b>(7.78)</b>
Style Target	3.41	22.99	22.99	(6.72)
Index Target	3.36	23.12	23.12	(5.96)

**Style Target:** 42% Callan MF Core Domestic Equity, 18% Callan MF International Equity Non US Style; 13% Callan MF Core Fixed Income Style; 7% Callan MF Global Fixed Income; 20% Callan Core Diversified HFOF

**Index Target:** 42% Russell 3000, 18% MSCI ACWI exUS; 13% Barclays Capital Aggregate Index; 7% Barclays Capital Global Aggregate

# Market & Economic Highlights

## Global Markets

The global stock market rally cooled in the 4<sup>th</sup> quarter but still achieved a 3<sup>rd</sup> straight quarterly gain

The S&P 500 gained 6% for the quarter and 26.5% for the year but still remains below its high on 10-9-07

International stocks were up 2.2% for the quarter while Emerging Markets continued to lead global equity market advances with an 8.6% and 79% gain for the quarter and full year, respectively

The Barclays' Aggregate Bond Index gained a meager 0.2% for the quarter, impacted by losses in the treasury market as interest rates rose. The index gained 5.9% for the year

Hedge fund of funds finished the quarter with a 1.3% gain, bringing the 2009 advance to 11.2%

## U.S. Economy

GDP rose an annualized 5.7% in the 4<sup>th</sup> quarter

Unemployment ended the year at 10% and is projected to stay high in 2010

CPI rose 2.7% on a year-over-year basis ending in December

Total U.S. debt stands at \$12 trillion and rising

Oil prices ended the year at \$79 per bbl with predictions of higher prices in 2010

Retail sales declined 0.3% in December from the previous month and were down 6.2% for all of 2009

## Politics

Administration submits \$3.8 trillion fiscal 2011 budget

GOP wins several important seats from Democrats

Still no resolution on a universal health insurance plan

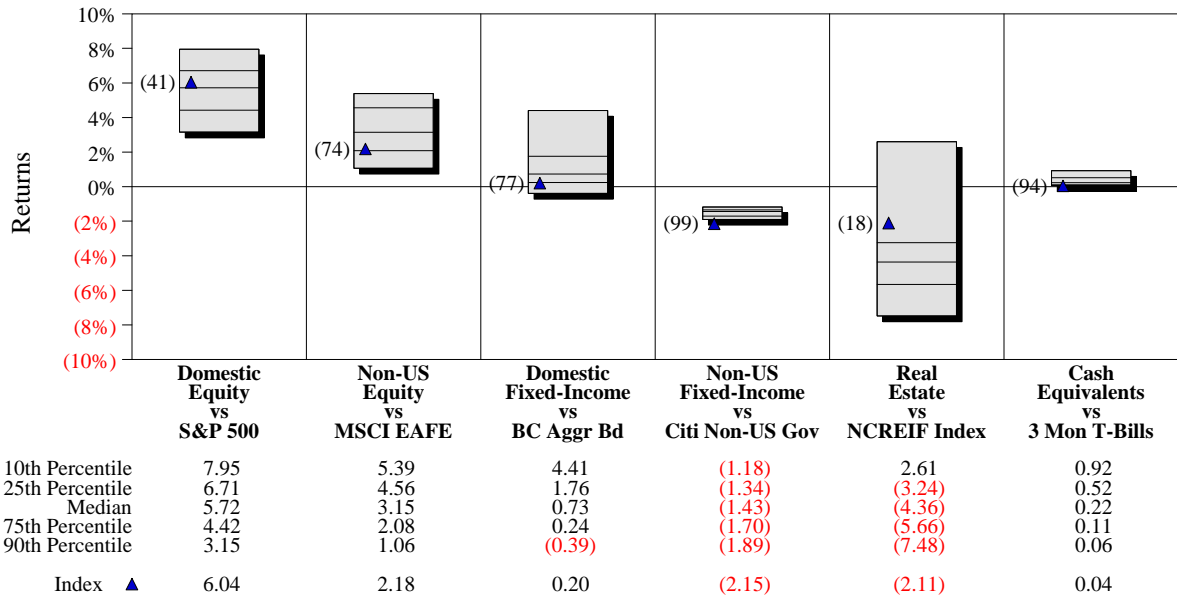
## MARKET OVERVIEW

### ACTIVE MANAGEMENT VS INDEX RETURNS

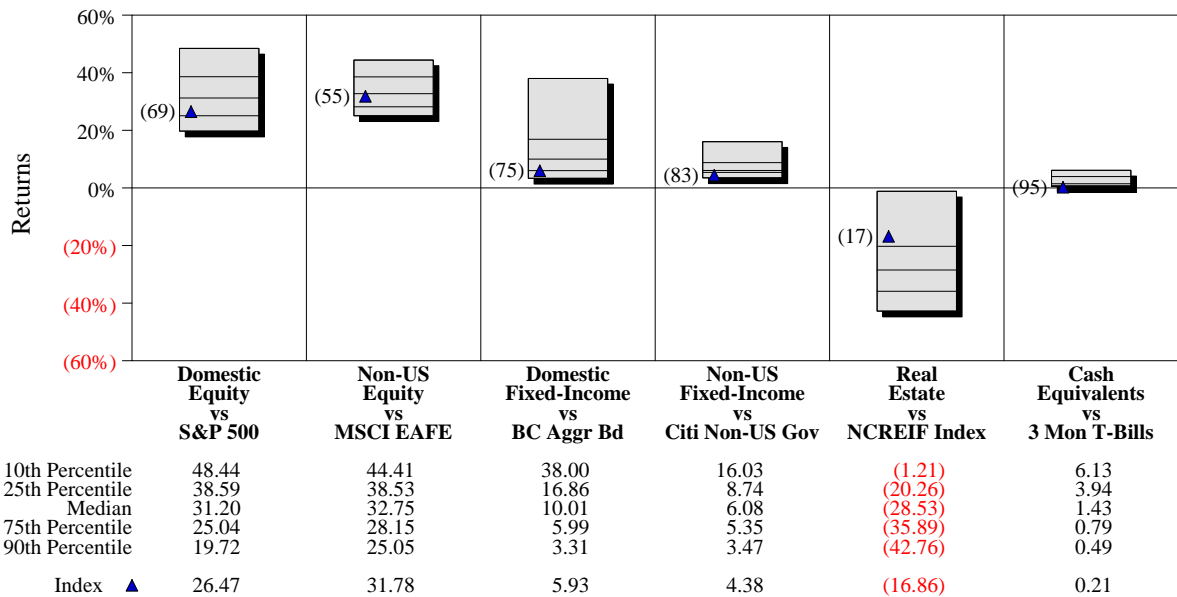
#### Market Overview

The charts below illustrate the range of returns across managers in Callan's Separate Account database over the most recent one quarter and one year time periods. The database is broken down by asset class to illustrate the difference in returns across those asset classes. An appropriate index is also shown for each asset class for comparison purposes. As an example, the first bar in the upper chart illustrates the range of returns for domestic equity managers over the last quarter. The triangle represents the S&P 500 return. The number next to the triangle represents the ranking of the S&P 500 in the domestic equity manager database.

#### Range of Separate Account Manager Returns by Asset Class One Quarter Ended December 31, 2009



#### Range of Separate Account Manager Returns by Asset Class One Year Ended December 31, 2009



## DOMESTIC EQUITY

### Active Management Overview

#### Active vs. the Index

During the quarter ended December 31, 2009, the domestic equity market continued to surge ahead, as the Dow Jones was able to sustain a position above the 10,000 threshold. The NASDAQ, S&P 500 and the Dow continued to advance for the third straight quarter, but slowed significantly in the last quarter. The median Large Cap Core manager outperformed the S&P 500 by 5 basis points with a return of 6.09%. The median Small Cap Broad manager posted a return of 4.77% for the quarter, 35 basis points lower than the 5.12% return generated by the S&P 600 index. For the year ended December 31, 2009, all indexes and style groups were able to generate positive returns, with the median Large Cap Value Fund trailing all other groups with a return of 22.29%.

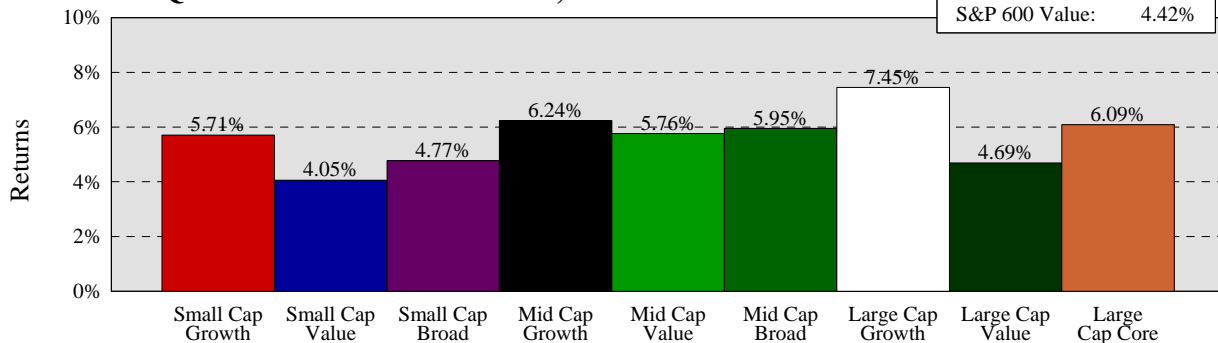
#### Large Cap vs. Small Cap

The fourth quarter of 2009 saw the median Large Cap Core manager's return of 6.09%, besting the median Small Cap Broad manager, which posted a return of 4.77%. Similarly, the median Large Cap Growth manager outperformed the median Small Cap Growth manager with returns of 7.45% and 5.71%, respectively. Large Cap Value was also able to outperform Small Cap Value posting a return 4.69%, 64 basis points higher than Small Cap's 4.05% return. For the year ended December 31, 2009, Small Cap beat out Large Cap handily across all capitalizations. However, the Large Cap segment of the market, so badly hit by the collapse of financial firms, may become more attractive as that sector recovers.

#### Growth vs. Value

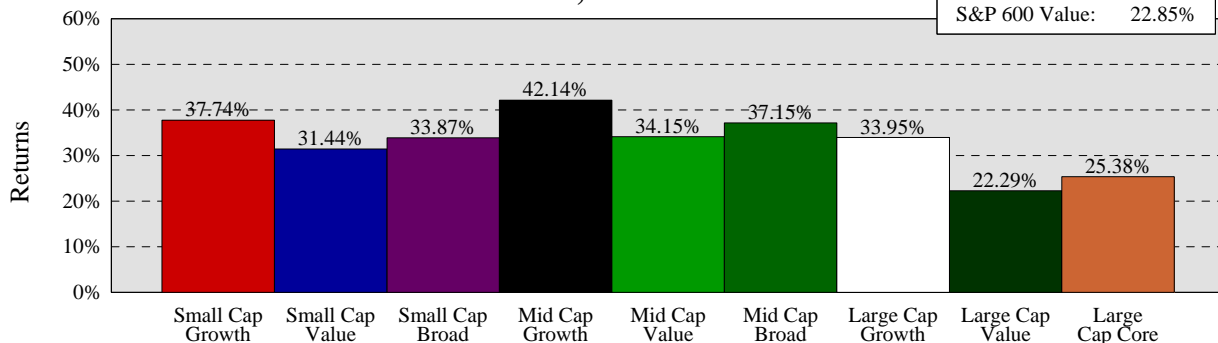
Unlike last quarter, Growth managers were able to outperform Value managers for the quarter ended December 31, 2009. The median Small Cap Growth manager posted a return of 5.71%, beating its Value counterpart by 166 basis points. The median Large Cap Growth manager, on the other hand, was able to distance itself from the median Large Cap Value manager by posting a return of 7.45% compared to Value's return of 4.69%. For the twelve months ended December 31, 2009, Growth managers were able to maintain their dominance over Value managers. Historically, growth stocks outperform as the economy moved towards a recession, but many believe that growth stocks outperform at the start of economic expansions and bull markets. Let us hope, in this case, that the latter is true.

#### Separate Account Style Group Median Returns for Quarter Ended December 31, 2009



S&P 500:	6.04%
S&P 500 Growth:	7.76%
S&P 500 Value:	4.22%
S&P Mid Cap:	5.56%
S&P 600:	5.12%
S&P 600 Growth:	5.81%
S&P 600 Value:	4.42%

#### Separate Account Style Group Median Returns for One Year Ended December 31, 2009



S&P 500:	26.47%
S&P 500 Growth:	31.57%
S&P 500 Value:	21.17%
S&P Mid Cap:	37.38%
S&P 600:	25.57%
S&P 600 Growth:	28.35%
S&P 600 Value:	22.85%

## DOMESTIC FIXED-INCOME Active Management Overview

### Active vs. the Index

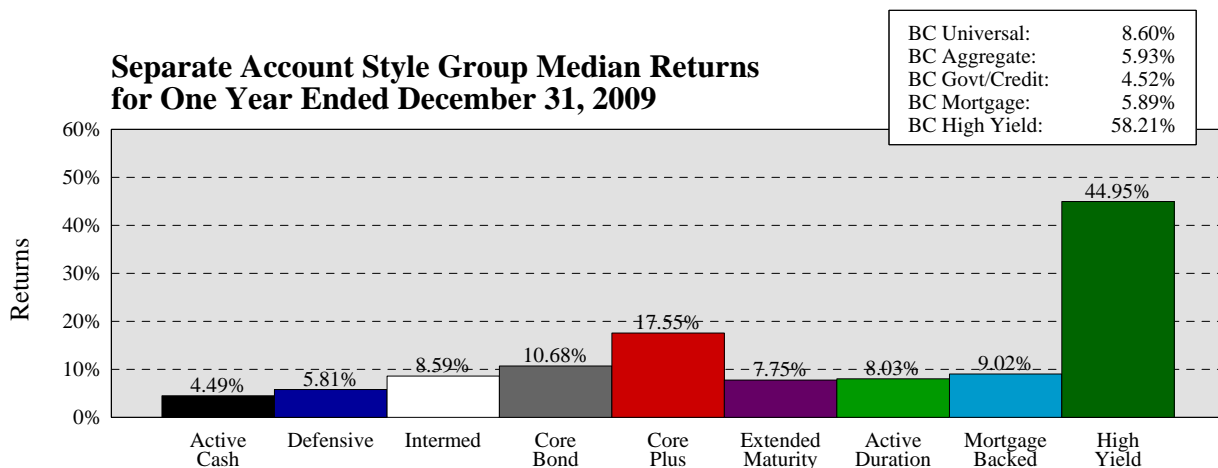
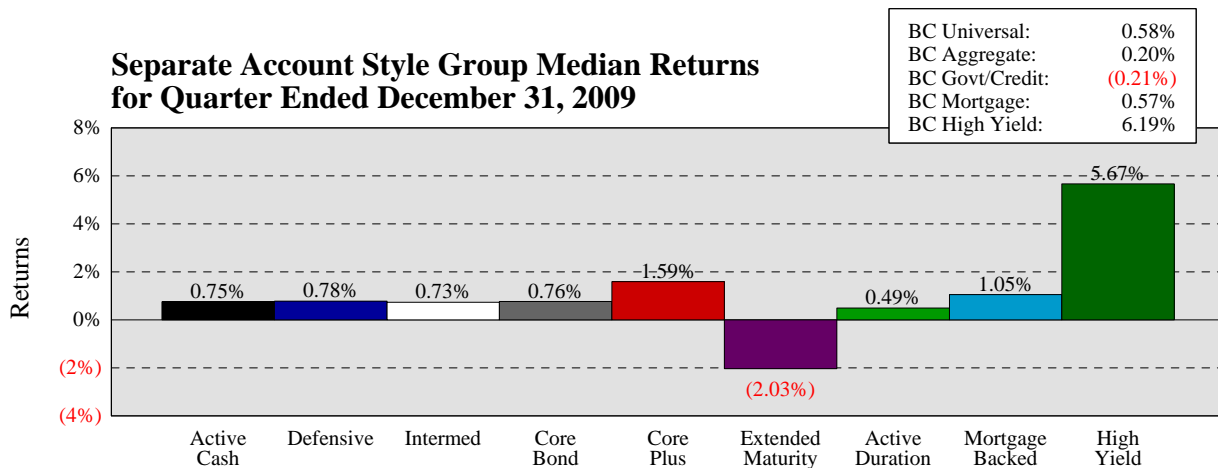
Since the Federal Open Market Committee meeting in November 2009, market data suggests that economic activity has continued to pick up and that the deterioration in the labor market is abating. The housing sector has shown signs of improvement given positive expansion numbers in household spending. However, the housing sector continues to be constrained by a weak labor market, modest income growth, lower housing wealth and tight credit conditions. The FOMC will be maintaining the Fed Funds rate between 0.00% and 0.25%. The median Core Bond fund had a return of 0.76% for the quarter ended December 31, 2009, 56 basis points higher than the Barclays Capital Aggregate Bond index's return of 0.20%. For the year ended December 31, 2009, the median Core Bond fund outperformed the Barclays Capital Aggregate index by 475 basis points returning 10.68%.

### Short vs. Long Duration

For the year ended December 31, 2009, the spread between corporate bonds and Treasury securities continued to ease showing 0.8% and 2.3% for AAA and BBB grade bonds, respectively. The FOMC reiterated that inflation is expected to remain subdued. The Intermediate Fund outperformed the Extended Maturity fund by 276 basis points for the fourth quarter of 2009 and by 84 basis points for the year ended December 31, 2009.

### Mortgages and High Yield

At its November 2009 meeting, the FOMC stated that they were in the process of buying \$1.25 trillion of agency mortgage-backed securities and \$175 billion of agency debt. The Committee will be gradually slowing the pace of these purchases, estimating that these transactions will be executed by the first quarter of 2010. For the fourth quarter of 2009, the median Mortgage Backed fund outperformed the Barclays Mortgage Index by 48 basis points with a return of 1.05%. For the year ended December 31, 2009, the median Mortgage Backed fund outperformed the index by 313 basis points returning 9.02%. The median High Yield fund underperformed the Barclays Capital High Yield index both for the quarter and year ended December 31, 2009, with returns of 5.67% and 44.95%, differing from its index by 52 and 1,326 basis points, respectively.



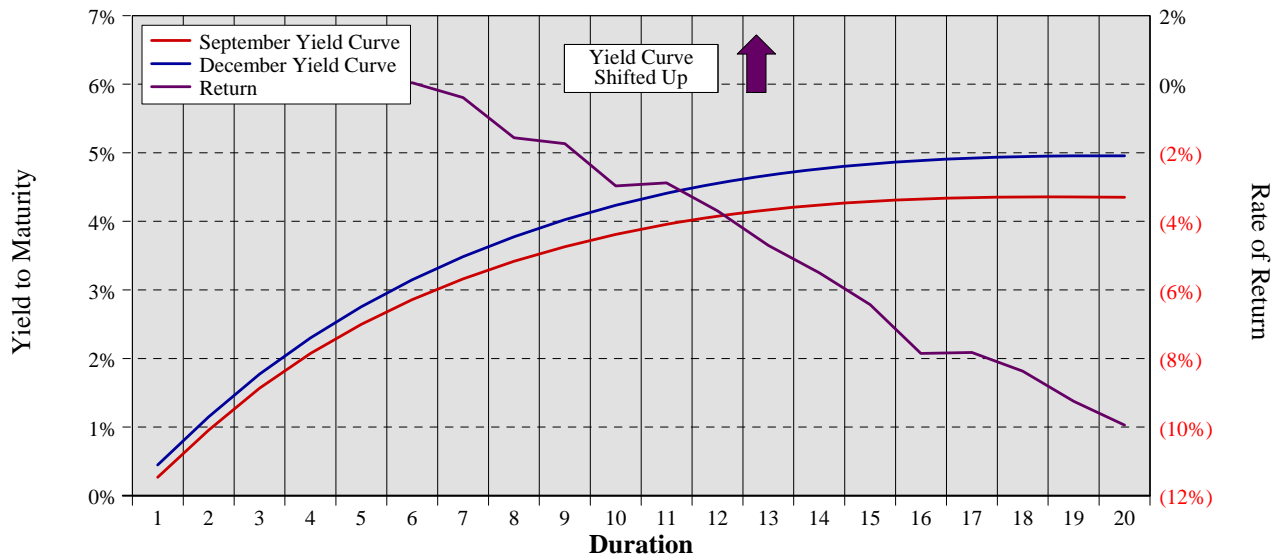


## BOND MARKET ENVIRONMENT

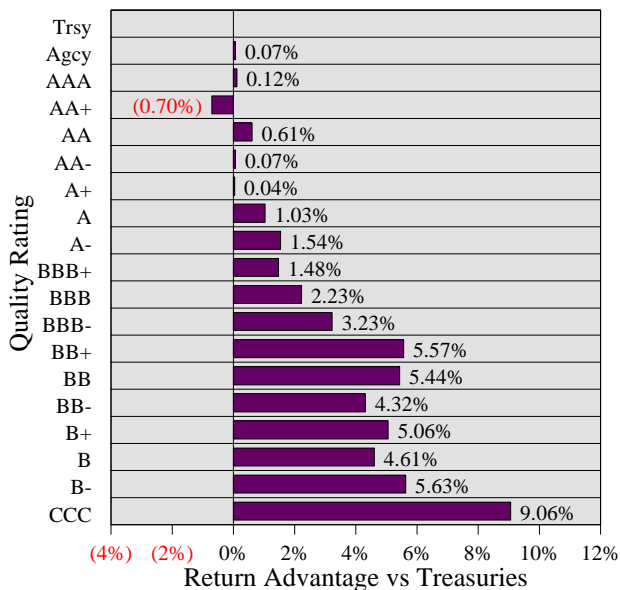
### Factors Influencing Bond Returns

The charts below are designed to give you an overview of the factors that influenced bond market returns for the quarter. The first chart shows the shift in the Treasury yield curve and the resulting returns by duration. The second chart shows the average return premium (relative to Treasuries) for bonds with different quality ratings. The final chart shows the average return premium of the different sectors relative to Treasuries. These sector premiums are calculated after differences in quality and term structure have been accounted for across the sectors. They are typically explained by differences in convexity, sector specific supply and demand considerations, or other factors that influence the perceived risk of the sector.

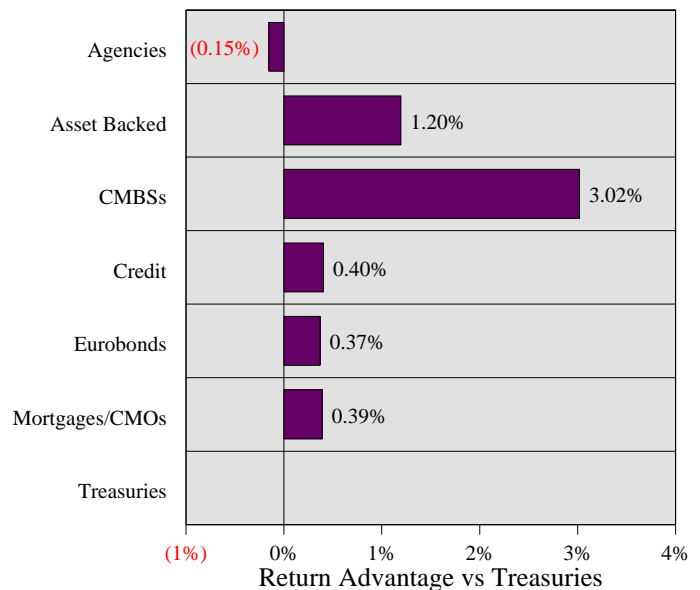
### Yield Curve Change and Rate of Return One Quarter Ended December 31, 2009



### Duration Adjusted Return Premium to Quality One Quarter Ended December 31, 2009



### Quality and Duration Adjusted Return Premium by Sector One Quarter Ended December 31, 2009



## INTERNATIONAL EQUITY Active Management Overview

### Active vs. the Index

During the fourth quarter of 2009, the median Core International fund outperformed the MSCI EAFE index returning 2.73% and 2.18%, respectively. Both generated substantial gains for the year ending December 31, 2009, as the median Core International fund had a return of 31.33%, 45 basis points lower than the MSCI EAFE index's return of 31.78%. The creditworthiness of countries such as Greece, Spain, and Ireland came into question during the quarter. Also, November's announcement that Dubai was seeking to delay some debt repayment created global concern.

### Europe

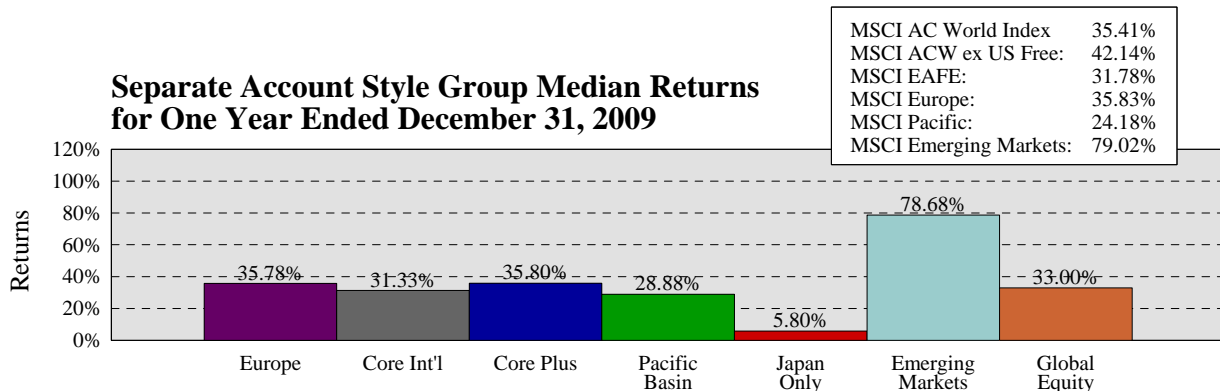
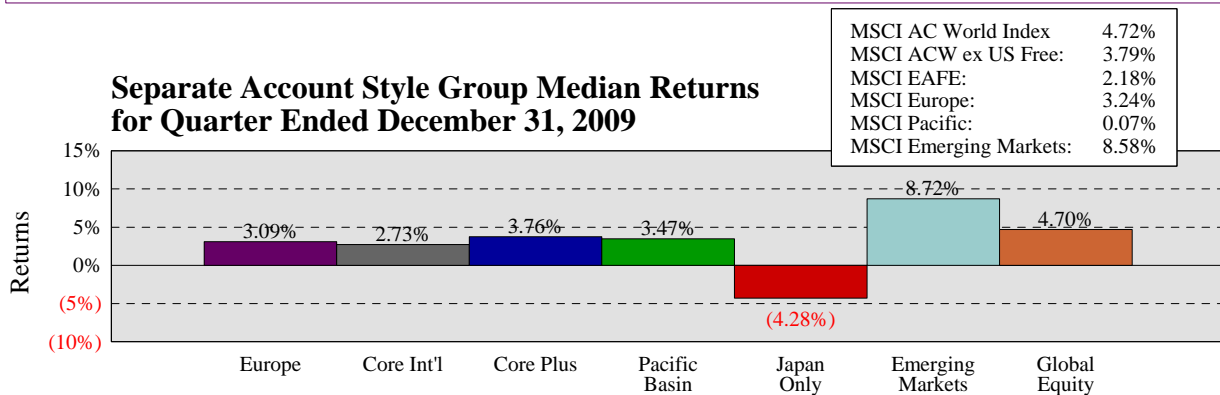
While British bank stocks remain the most exposed to the Middle East and Dubai's credit woes, Europe continued to see positive economic activity. The median Europe fund trailed the MSCI Europe Index for the fourth quarter of 2009 with returns of 3.09% and 3.24%, respectively. In addition to questionable credit for multiple European countries, underperformance can also be partially attributed to the risk considerations related to Europe's domestic banking systems. On a more positive note, for the year ended December 31, 2009, the median Europe fund posted a return of 35.78%, yet underperformed the MSCI Europe index which posted a return of 35.83%.

### Pacific

The median Pacific Basin fund outperformed the MSCI Pacific Index in the fourth quarter of 2009 posting a return of 3.47% versus the index's 0.07% return. For the twelve months ended December 31, 2009, the median Pacific Basin fund outperformed the index with a return of 28.88% versus the MSCI Pacific index's return of 24.18%. Recovery in Australia helped contribute to the success of the Pacific markets, as Pacific/Asia ex-Japan stocks were one of the top five performing international categories. China also saw the return of investors due to its long-term growth potential. The median Japan Only fund ended in the red for the fourth quarter of 2009 with a loss of 4.28%, but managed to post a positive return of 5.80% for the year ended December 31, 2009. Though the yen remains strong, Japanese markets are facing the risk of deflation.

### Emerging Markets

The increased willingness of investors to return to Emerging Markets led to big returns for both the fourth quarter of 2009 and the year ended December 31, 2009. The median Emerging Markets fund had a return of 8.72% in the fourth quarter of 2009, outperforming the MSCI Emerging Markets index by 14 basis points. For the year ended December 31, 2009, the median Emerging Markets fund posted a whopping 78.68% return, which was bested by the MSCI Emerging Markets index's return of 79.02%. Latin American funds contributed to this performance, posting the top returns.



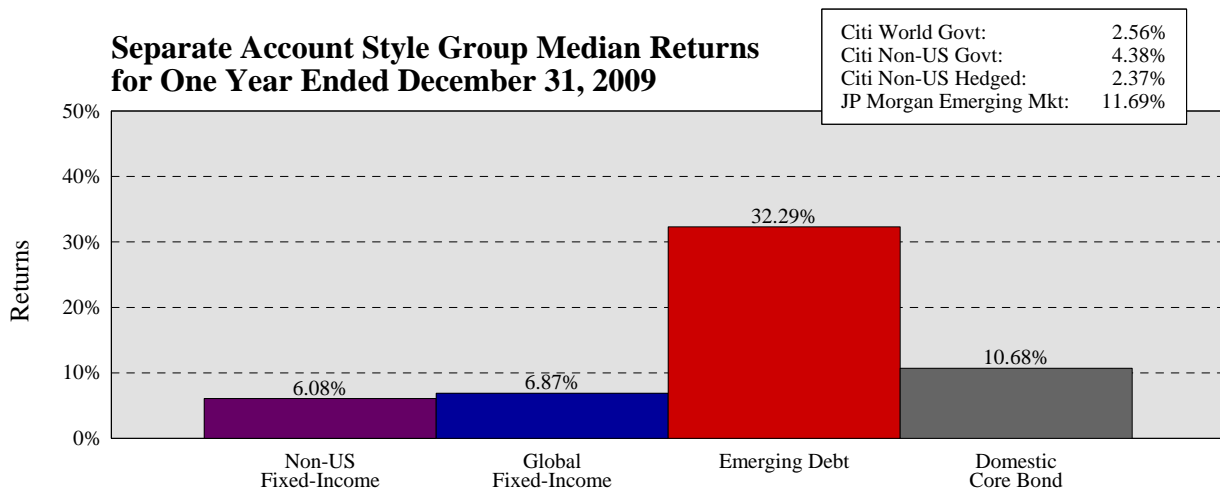
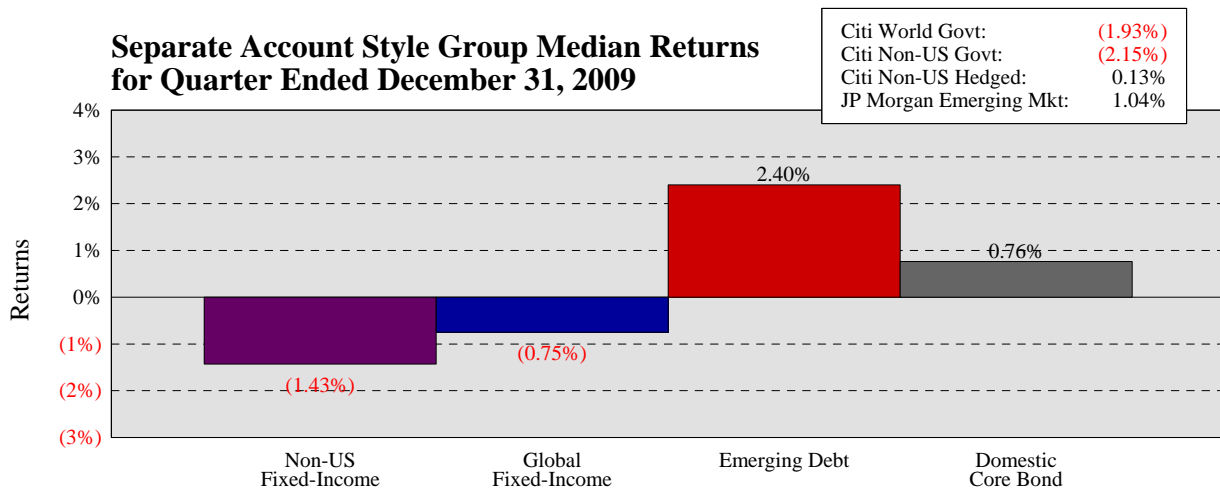
## INTERNATIONAL FIXED-INCOME Active Management Overview

### Active vs. the Index

The Global Fixed Income markets continued improving, given a strong market demand for risk and improving economic fundamentals. Worldwide economic activity continued to show improvement through the fourth quarter with the emerging markets taking the lead in global recovery. As such, the recent financial crisis saw unprecedented coordination between central banks in an effort to restore stability to world markets. Emergence from the recession will inevitably lead to a tightening of monetary and fiscal policies, increasing the risk of holding long duration assets. The export-driven economies of France and Germany responded well to a turn-around in global manufacturing demand, and Japan posted a positive growth story while the United Kingdom's economy continued to lag. In the fourth quarter, the median Non-U.S. Fixed Income manager lost 1.43%, outpacing its index by a margin of 72 basis points. The median Global manager lost 0.75%, beating its index by 118 basis points. For the year ended December 31, 2009, the median Non-U.S. Fixed Income manager beat its index by 170 basis points, while the median Global Fixed-Income manager returned 6.87%, outperforming its index by 431 basis points.

### Emerging Markets

The credit markets witnessed a brief hiccup as Dubai World, a state-owned investment company, sought a standstill agreement on all of its debt until June 2010. The markets calmed after the United Arab Emirates offered support to the region's credit markets. In Asia, the People's Bank of China decided to continue with its relatively easy monetary policy in order to ensure proper money and credit growth so as to avoid dramatic fluctuations in lending. Sovereign debt of countries in Latin America, such as Peru and Brazil, got credit upgrades from rating agencies. The median Emerging Debt manager once again outpaced all other managers with a fourth quarter return of 2.40%, besting the JP Morgan Emerging Market index's return of 1.04%. For the year ended December 31, 2009, the median Emerging Debt manager gained 32.29%, almost triple its index return of 11.69%.



## Market & Economic Highlights

A number of economic, political and psychological factors influence emerging trends in the domestic stock and bond markets. The following chart summarizes our reading of the primary factors that are presently driving expectations for the next six to twelve months.

INFLUENCING FACTOR	PRESENT CONDITION	IMPACT ON BONDS	IMPACT ON STOCKS
<b>Economic Fundamentals</b>			
Inflation/Trend	Low/Stable	Positive	Positive
Fed Policy/Liquidity	<b>Aggressive/Stable</b>	Positive	Positive
Fiscal Environment	Stimulative	Neutral	Positive
Consumer Spending Trend	Improving	Positive	Positive
Capital Spending Trend	Rebounding	Neutral	Positive
GDP Growth Forecast	2% to 4%	Positive	Positive
Current Dollar Trend	Declining	Neutral	Neutral
<b>Interest Rate Conditions</b>			
Short-Term Rates	Extremely Low	Positive	Positive
Long-Term Rates/Trend	Low/Stable	Neutral	Neutral
Yield Curve	Steep	Negative	Neutral
Relative Credit Spreads	Narrowing	Positive	Positive
<b>Stock Market Fundamentals</b>			
Earnings Growth	Increasing	Neutral	Positive
Earnings Expectations	Increasing	Neutral	Positive
Valuation Level	Fair	Neutral	Neutral
<b>Current Issues</b>			
Consumer Confidence	Improving	Neutral	Positive
Employment Trend	<b>Stabilizing</b>	<b>Neutral</b>	<b>Positive</b>

### Summary Observations - **Bold** denotes a change from the preceding Markets Outlook Summary

When the dust settled on one of the most eventful and upended years in memory, investors had generous gains in stocks and certain segments of the bond market to salve the wounds of a disastrous 2008 and first quarter of 2009. Stocks finished the year strongly with about a 6% return in the 4<sup>th</sup> quarter, continuing their powerful run that began in early March. Bonds were mixed for the quarter, with government issues, both Treasuries and Municipals, actually losing value, while higher risk corporate issues continued to deliver equity-type returns. The investor's appetite for risk-taking appears to have returned in full force despite incessant media talk about a variety of economic headwinds. While it is reasonable to expect a cyclical correction in stock prices after the huge run-up since March, our view of market conditions and the primary trend are still mostly positive for stocks and more neutral overall for bonds. However, returns in both asset classes going forward should be far less exciting and quite a bit more uneven.

## Disclosure

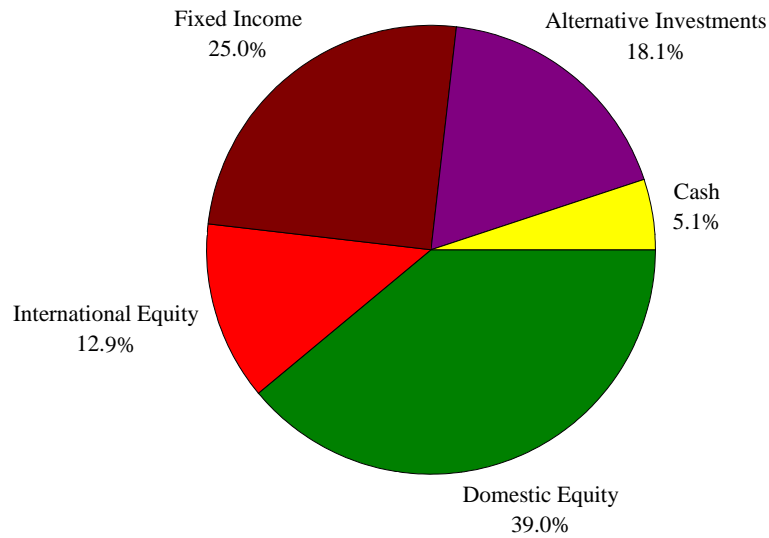
Please remember that past performance may not be indicative of future results. Different types of investments involve varying degrees of risk, and there can be no assurance that the future performance of any specific investment, investment strategy, or product made reference to directly or indirectly in this summary, will be profitable, equal any corresponding indicated historical performance level(s), or be suitable for your portfolio. Due to various factors, including changing market conditions, the content may no longer be reflective of current opinions or positions. Moreover, you should not assume that any discussion or information contained in this summary serves as the receipt of, or as a substitute for, personalized investment advice from Capital Advisory Group. Please remember to contact Capital Advisory Group if there are any changes in your personal/financial situation or investment objectives for the purpose of reviewing/evaluating/revising our previous recommendations and/or services. Please also advise us if you would like to impose, add, or to modify any reasonable restrictions to our investment advisory services. A copy of our current written disclosure statement discussing our advisory services and fees remains available for your review upon request.

# MANAGER PERFORMANCE

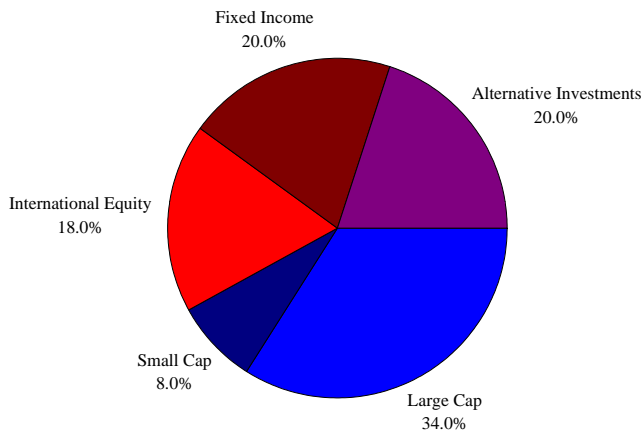
### Actual vs Target Asset Allocation

The first chart below shows the Fund's asset allocation at the beginning of the quarter. The second chart shows the Fund's target asset allocation. The last chart shows the average asset allocation for the Callan Endowment & Foundation Database.

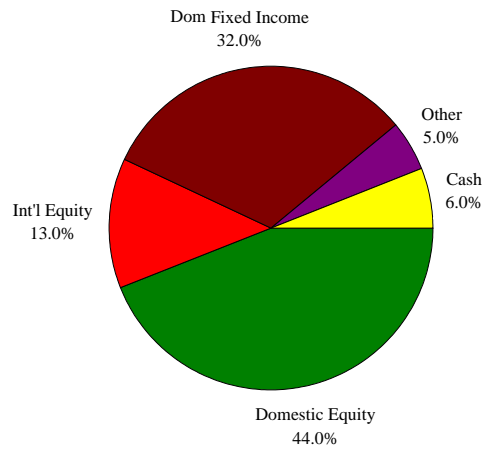
#### Actual Allocation



#### Policy Allocation



#### Callan Small Endowment and Foundation



## Investment Manager Asset Allocation

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Loomis Sayles Global Bond Fund	\$ 449,857	6.4%		\$ 446,967	6.3%
<b>Alternative Investments</b>	\$ 1,574,985	22.4%		\$ 1,275,911	18.1%
Torrey International Fund	\$ -	0.0%		\$ 1,458	0.0%
Torrey Development Fund	\$ 20,675	0.3%		\$ 20,822	0.3%
Private Advisors Stable Value Fund	\$ 936,939	13.3%		\$ 923,036	13.1%
PIMCO Commodity Real Return Fund	\$ 369,079	5.2%		\$ 330,594	4.7%
Alternative Module	\$ 248,293	3.5%	\$ 250,000	\$ -	0.0%
<b>Cash Equivalents</b>	\$ 117,147	1.7%		\$ 357,848	5.1%
RidgeWorth U.S. Treasury Money Market	\$ 117,146.84	1.7%	\$ (110,000)	\$ 357,848	5.1%
<b>Total Fund</b>	\$ 7,148,623	101%	\$ -	\$ 7,044,956	100%



# The Protestant Episcopal Church in the Diocese of Georgia

for Periods Ended December 31, 2009

	<u>Last Quarter</u>	<u>Year to Date</u>	<u>Last Year</u>	<u>Last 2 Years</u>
J Hancock III:Rnr Gr;A	7.02	31.68	31.68	(14.04)
Edgewood Growth;Inst	1.31	30.73	30.73	(10.81)
CAI MF:Lg Cap Growth Style	7.13	34.12	34.12	(9.08)
Russell:1000 Growth	7.94	37.21	37.21	(8.09)
Vanguard 500 Index;Inv	6.03	26.48	26.48	(10.75)
CAI MF:Lg Cap Broad Style	5.68	26.30	26.30	(10.34)
S&P:500	6.04	26.47	26.47	(10.74)
Am Beacon:Lg Cp Val;Inst	5.89	27.52	27.52	(12.09)
CAI MF:Lg Cap Value Style	4.64	21.24	21.24	(11.41)
Russell:1000 Value	4.22	19.69	19.69	(13.06)
Alger:SMidCap Growth;A	4.66	44.03	44.03	(13.97)
CAI MF:SMID Growth Style	5.39	40.12	40.12	(10.99)
Russell:2500 Growth	5.57	41.66	41.66	(8.97)
CRM:Sm/Mid Cap Val;Inst	4.84	27.48	27.48	(6.46)
CAI MF:SMID Value Style	5.15	34.50	34.50	(7.78)
Russell:2500 Value	4.65	27.68	27.68	(6.81)
Harbor:Intl;Inst	5.63	38.56	38.56	(10.87)
Vanguard Dev Mkts;Inv	1.67	28.17	28.17	(13.50)
CAI MF:Intl Core Eq Style	2.87	31.65	31.65	(12.19)
MSCI:EAFE US\$	2.18	31.78	31.78	(13.62)
Eaton Vance TM Em Mk;I	5.33	68.19	68.19	(9.23)
CAI MF:Emerging Mkts Style	8.06	74.54	74.54	(10.03)
MSCI:Emer Markets	8.58	79.02	79.02	(8.45)
Vanguard Tot Bd;Inv	0.07	5.93	5.93	5.49
RidgeWorth:Intm Bd;I	0.00	5.50	5.50	6.90
CAI MF:Core Bond Style	0.98	11.98	11.98	4.64
BC:Aggr Bd	0.20	5.93	5.93	5.58
Loomis Sayles:GB;Inst	0.65	22.74	22.74	5.94
CAI MF:GI Fixed Inc Style	0.20	11.19	11.19	5.32
BC:Gbl Aggr Idx	(0.85)	6.93	6.93	5.85
PIMCO:Comm RR Str;Inst	11.64	39.91	39.91	(10.96)
DJ:UBS Commdty Idx	9.01	18.72	18.72	(13.25)
Pvt Adv Stble Val	1.81	9.60	9.60	(2.71)
CAIHED:Absolute Rtn FoF	1.81	13.24	13.24	(3.60)
HFR:FOF Index	1.18	11.15	11.15	(6.52)
<b>GA Episcopal Diocese-Portfolio Performance</b>	<b>3.46</b>	<b>22.88</b>	<b>22.88</b>	<b>(7.78)</b>
Style Target	3.41	22.99	22.99	(6.72)
Index Target	3.36	23.12	23.12	(5.96)

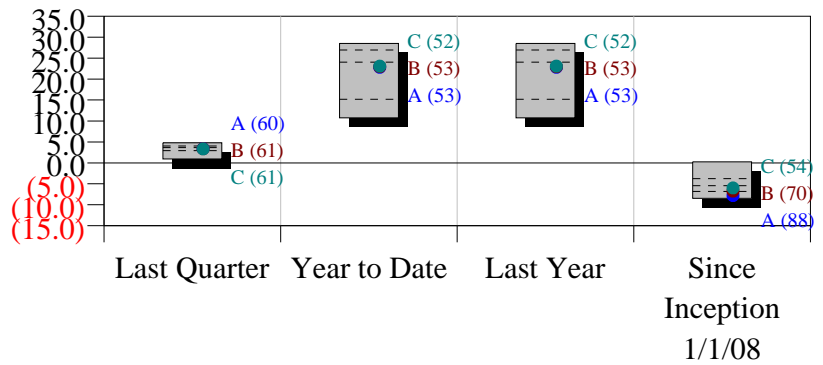
**Style Target:** 42% Callan MF Core Domestic Equity, 18% Callan MF International Equity Non US Style; 13% Callan MF Core Fixed Income Style; 7% Callan MF Global Fixed Income; 20% Callan Core Diversified HFOF

**Index Target:** 42% Russell 3000, 18% MSCI ACWIxUS: 13% Barclays Capital Aggregate Index; 7% Barclays Capital Global Aggregate; 20% HFR Hedge Fund of Funds Index

## Performance Ranking

The chart below shows the ranking of the Fund's performance over various time periods versus the Callan Endowment/Foundation Database. The differences in performance across this universe can, in large part, be attributed to differences in asset allocation. The remainder of the variance (approximately 20% on average) can be explained by the relative performance of the investment managers employed by the funds. The numbers to the right of the bar show the percentile ranking of the Fund and its benchmarks. The tables below the chart detail the rates of return plotted in the graph above.

Returns  
for Periods Ended December 31, 2009  
Group: CAI Endow-Fdn - Small (<100 MM)



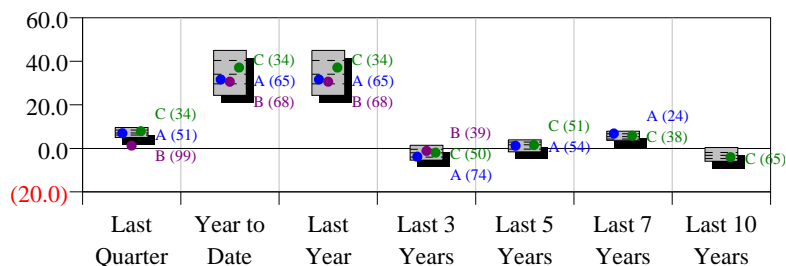
10th Percentile	4.82	28.53	28.53	0.28	
25th Percentile	4.04	26.98	26.98	(3.77)	
Median	3.68	24.04	24.04	(5.44)	
75th Percentile	2.92	15.21	15.21	(6.82)	
90th Percentile	0.95	10.76	10.76	(8.42)	
GA Episcopal Diocese-Portfolio Performance	● A	3.46	22.88	22.88	(7.78)
Style Target	● B	3.41	22.99	22.99	(6.72)
Index Target	● C	3.36	23.12	23.12	(5.96)

## Large Cap Growth

This strategy is characterized by managers who invest mainly in large companies that are expected to have above average prospects for long term growth in earnings and profitability.

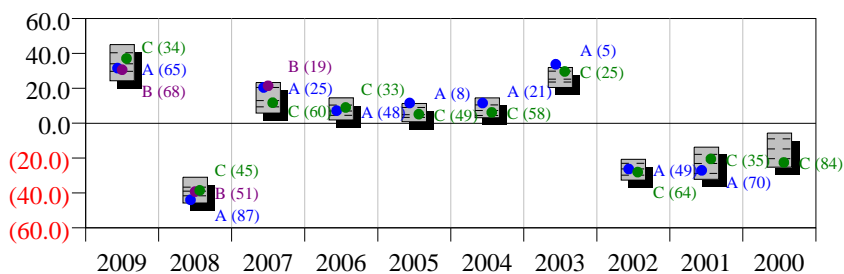
### Current Managers: John Hancock/Rainier Large Cap Growth Edgewood Large Cap Growth

Returns  
for Periods Ended December 31, 2009  
Group: CAI MF - Large Cap Growth Style



	Last Quarter	Year to Date	Last Year	Last 3 Years	Last 5 Years	Last 7 Years	Last 10 Years
10th Percentile	9.58	45.08	45.08	1.48	4.00	7.93	0.44
25th Percentile	8.43	40.44	40.44	(0.40)	2.91	6.80	(1.83)
Median	7.13	34.12	34.12	(2.00)	1.68	5.47	(3.18)
75th Percentile	6.20	29.75	29.75	(3.98)	(0.31)	4.34	(4.64)
90th Percentile	5.07	24.41	24.41	(5.43)	(1.55)	3.74	(5.88)
J Hancock III:Rnr Gr;A	7.02	31.68	31.68	(3.78)	1.29	6.88	--
Edgewood Growth;Inst	1.31	30.73	30.73	(1.12)	--	--	--
Russell:1000 Growth	7.94	37.21	37.21	(1.89)	1.63	5.92	(3.99)

Returns  
for Calendar Years  
10 Years Ended December 31, 2009  
Group: CAI MF - Large Cap Growth Style

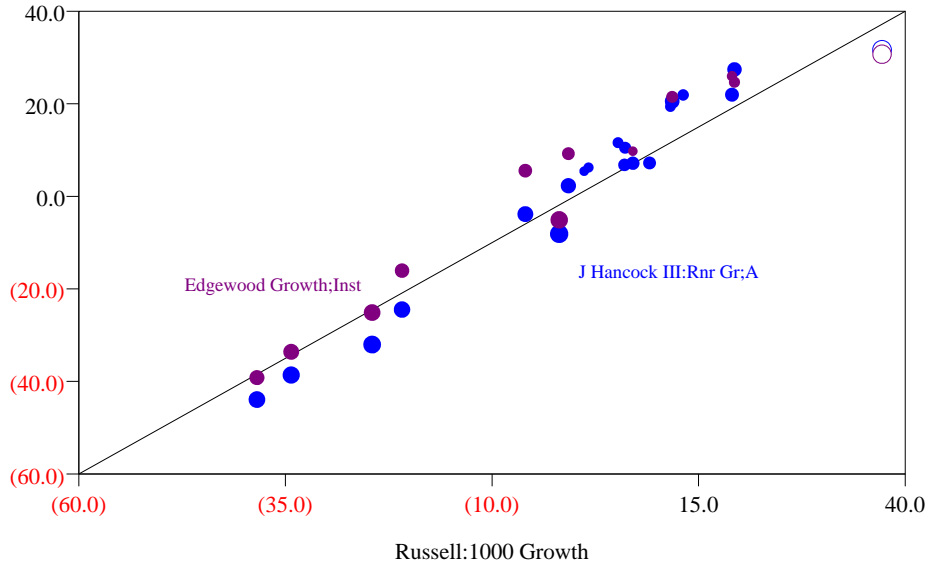


	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
10th Percentile	45.08	(30.90)	23.39	14.51	11.38	14.51	31.97	(20.70)	(13.67)	(5.59)
25th Percentile	40.44	(36.59)	20.52	10.46	9.11	10.46	29.80	(22.94)	(17.83)	(8.89)
Median	34.12	(38.97)	13.06	7.02	4.93	7.35	25.28	(26.16)	(23.01)	(14.70)
75th Percentile	29.75	(41.54)	9.49	4.59	3.30	4.43	23.65	(29.72)	(28.72)	(20.32)
90th Percentile	24.41	(45.65)	5.86	1.91	0.91	3.15	20.50	(32.59)	(32.13)	(25.08)
J Hancock III:Rnr Gr;A	31.68	(43.89)	20.57	7.24	11.61	11.60	33.88	(26.16)	(26.95)	--
Edgewood Growth;Inst	30.73	(39.15)	21.52	--	--	--	--	--	--	--
Russell:1000 Growth	37.21	(38.44)	11.81	9.07	5.26	6.30	29.75	(27.88)	(20.42)	(22.42)

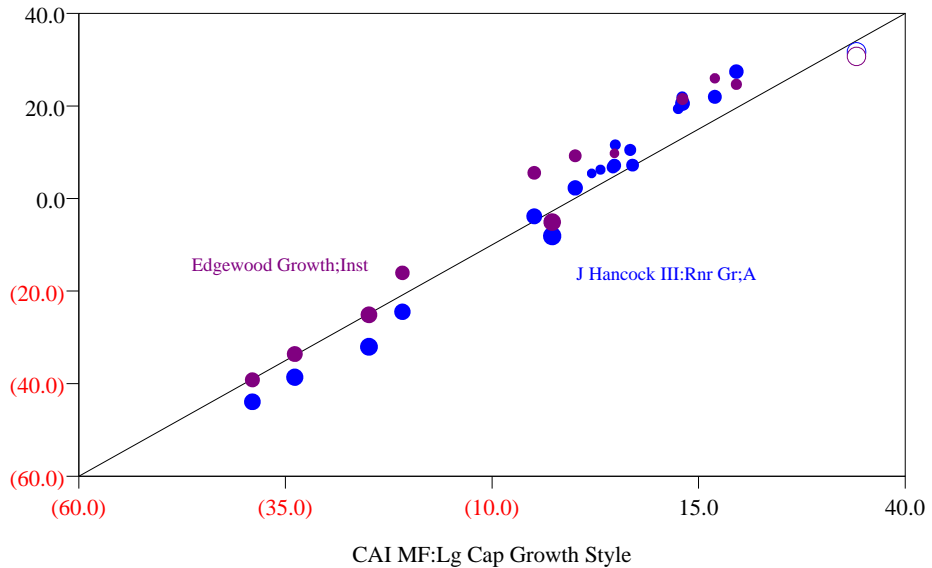
## Return Analysis

The charts below illustrate the rolling four quarter returns for the funds relative to their benchmark and peers.

Rolling 4 Quarter Returns Comparison Chart  
for 5 Years Ended December 31, 2009



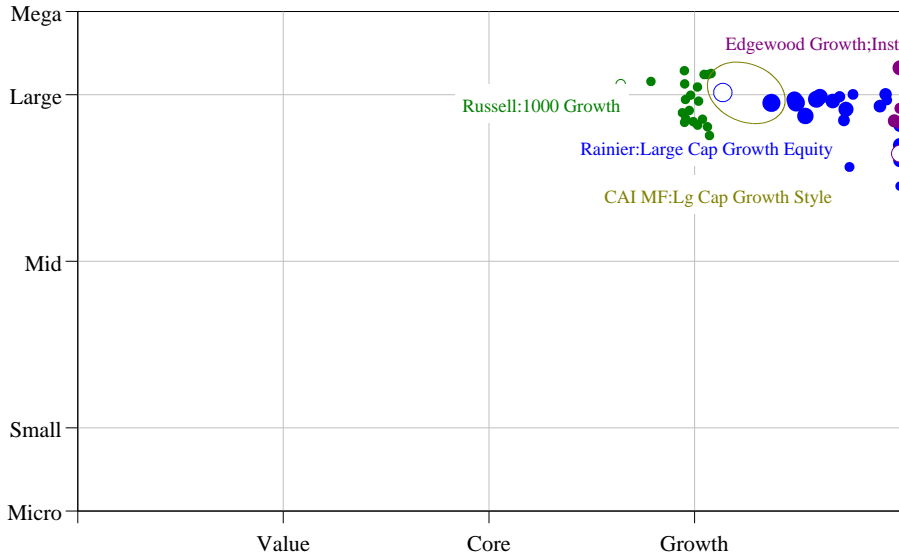
Rolling 4 Quarter Returns Comparison Chart  
for 5 Years Ended December 31, 2009



## Style Analysis

The charts below illustrate the investment styles of the managers. The top graph reflects the holdings based style and the bottom the style sector breakdowns as compared to the appropriate index.

Domestic Equity Style Map  
for 5 Years Ended December 31, 2009



Style Exposure Matrix  
for Quarter Ended December 31, 2009  
Top: Rainier:Large Cap Growth Equity  
Middle: Edgewood Growth;Inst  
Bottom: Russell:1000 Growth

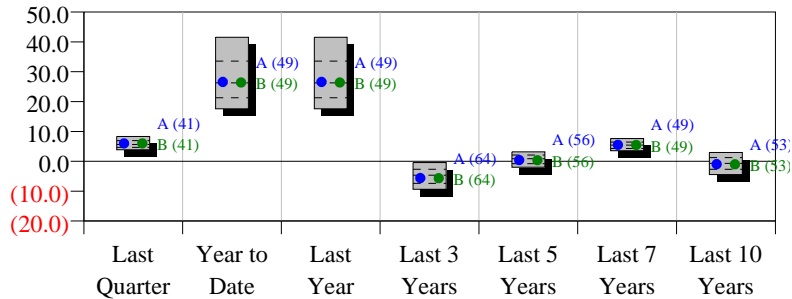
Large	4.2% (3)	36.3% (34)	53.0% (34)	93.6% (71)
	--	21.3% (5)	69.0% (14)	90.3% (19)
Mid	8.0% (28)	39.8% (103)	34.9% (75)	82.8% (206)
	--	2.6% (3)	3.9% (5)	6.4% (8)
Small	1.6% (55)	6.3% (2)	3.4% (1)	9.7% (3)
	--	6.6% (150)	8.1% (150)	16.4% (355)
Micro	0.2% (16)	0.5% (33)	0.2% (11)	0.8% (60)
	--	--	--	--
Total	4.2% (3)	38.8% (37)	56.9% (39)	100.0% (79)
	--	27.6% (7)	72.4% (15)	100.0% (22)
	9.8% (99)	46.9% (286)	43.3% (237)	100.0% (622)
	Value	Core	Growth	Total

## Large Cap Core

This strategy is characterized by managers whose portfolio characteristics are similar to those of the broader market as represented by the S&P 500.

### Current Managers: Vanguard S&P 500 Index Fund

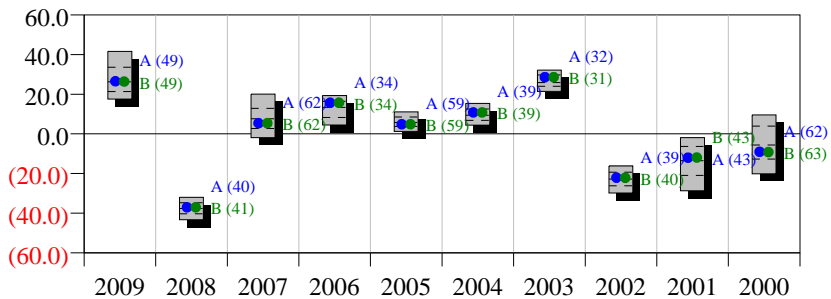
Returns  
for Periods Ended December 31, 2009  
Group: CAI MF - Large Cap Broad Style



	Last Quarter	Year to Date	Last Year	Last 3 Years	Last 5 Years	Last 7 Years	Last 10 Years
10th Percentile	8.37	41.61	41.61	(0.43)	3.23	7.60	2.98
25th Percentile	6.93	33.62	33.62	(2.65)	2.14	6.46	1.26
Median	5.68	26.30	26.30	(4.63)	0.89	5.46	(0.64)
75th Percentile	4.66	21.31	21.31	(7.40)	(0.74)	4.35	(2.66)
90th Percentile	3.91	17.61	17.61	(9.33)	(1.93)	3.56	(4.37)

Vanguard Instl Indx;Inst	● A	6.06	26.63	26.63	(5.57)	0.45	5.55	(0.91)
S&P:500	● B	6.04	26.47	26.47	(5.63)	0.42	5.52	(0.95)

Returns  
for Calendar Years  
10 Years Ended December 31, 2009  
Group: CAI MF - Large Cap Broad Style



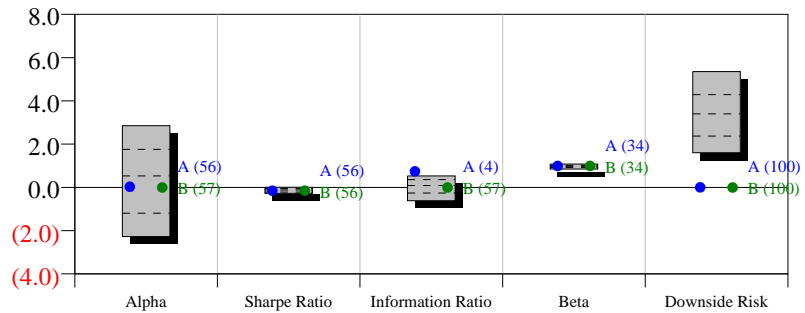
	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
10th Percentile	41.61	(32.03)	20.14	19.34	11.12	15.39	32.17	(16.14)	(1.90)	9.60
25th Percentile	33.62	(34.73)	12.84	16.42	8.52	12.58	29.80	(19.38)	(6.29)	3.96
Median	26.30	(37.70)	7.64	13.38	5.75	9.41	25.91	(22.77)	(13.50)	(5.64)
75th Percentile	21.31	(40.28)	2.69	8.27	3.79	6.85	24.03	(26.17)	(20.94)	(12.72)
90th Percentile	17.61	(43.30)	(1.87)	4.44	1.27	4.38	21.48	(29.84)	(28.67)	(20.15)

Vanguard Instl Indx;Inst	● A	26.63	(36.96)	5.49	15.78	4.91	10.86	28.66	(22.03)	(11.93)	(8.95)
S&P:500	● B	26.47	(37.00)	5.49	15.79	4.91	10.88	28.68	(22.10)	(11.89)	(9.11)

## Return Analysis

The charts below show the risk adjusted returns and various risk measures for the funds.

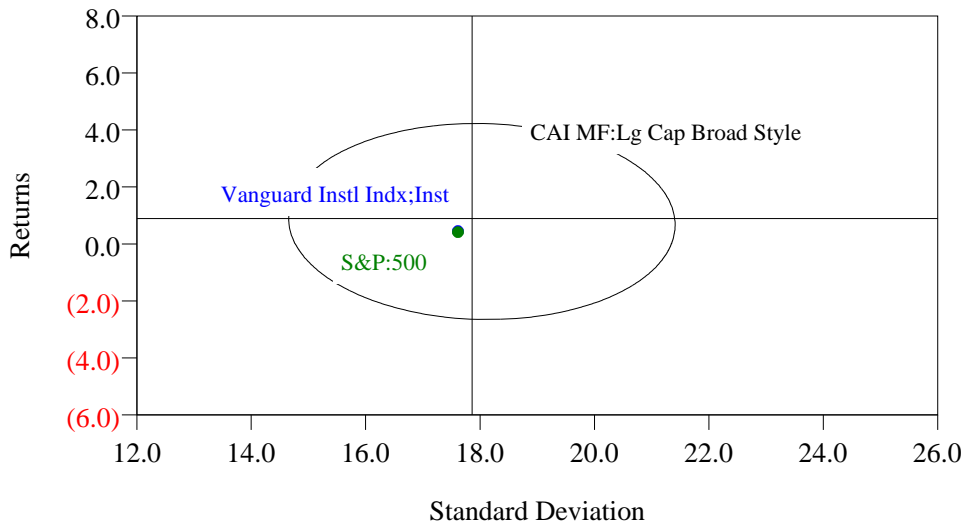
Statistics relative to S&P:500  
for 5 Years Ended December 31, 2009  
Group: CAI MF - Large Cap Broad Style



10th Percentile	2.85	0.01	0.53	1.08	5.36
25th Percentile	1.76	(0.05)	0.36	1.02	4.29
Median	0.53	(0.12)	0.09	0.98	3.41
75th Percentile	(1.19)	(0.22)	(0.26)	0.93	2.38
90th Percentile	(2.27)	(0.27)	(0.62)	0.85	1.61

Vanguard Instl Indx;Inst	● A	0.03	(0.15)	0.75	1.00	0.01
S&P:500	● B	0.00	(0.15)	0.00	1.00	0.00

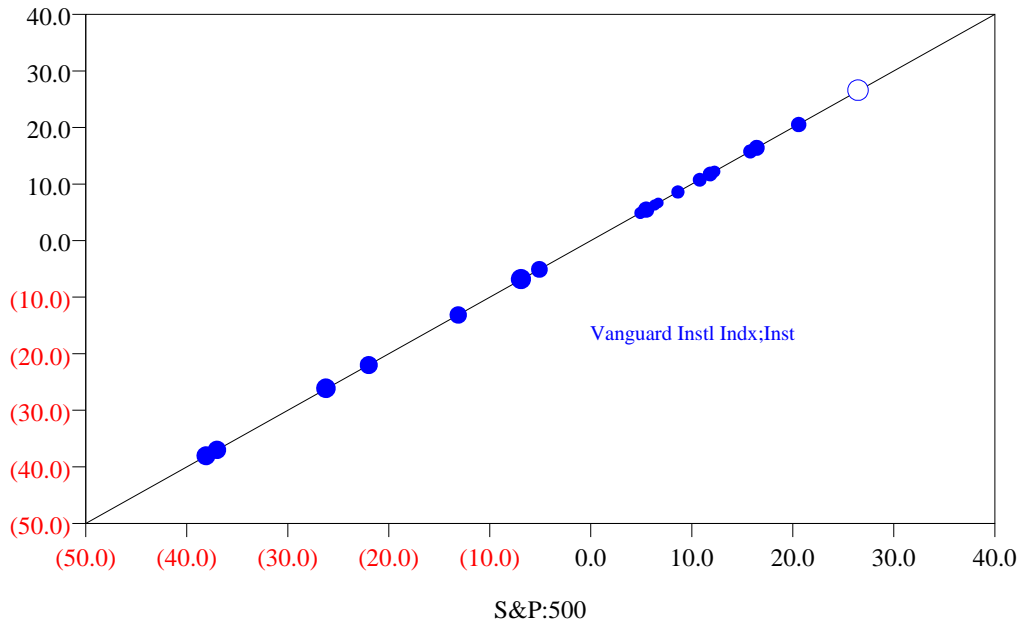
Scatter Chart  
for 5 Years Ended December 31, 2009



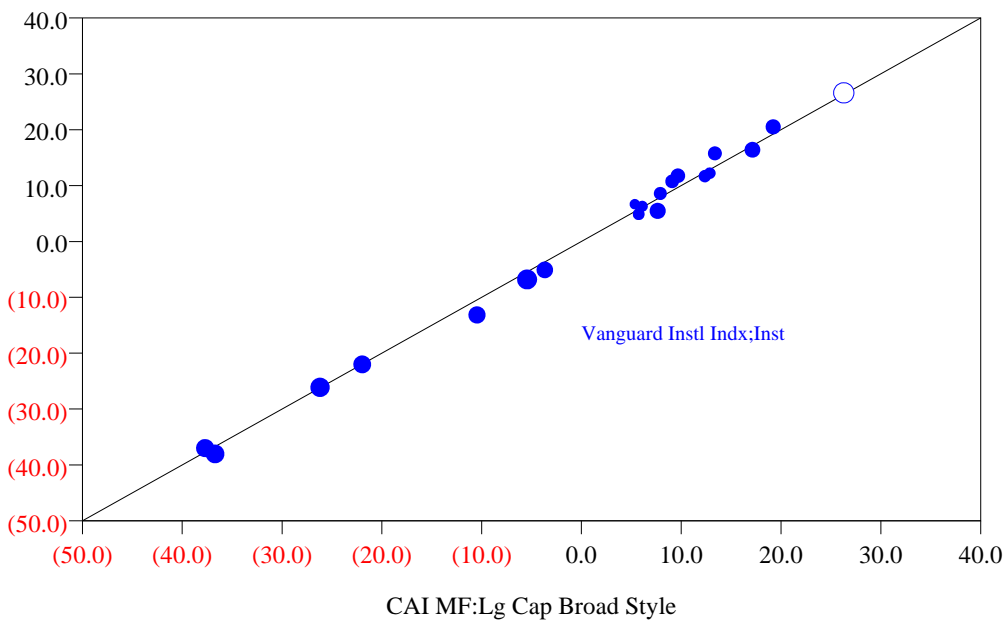
## Return Analysis

The charts below illustrate the rolling four quarter returns for the funds relative to their benchmark and peers.

Rolling 4 Quarter Returns Comparison Chart  
for 5 Years Ended December 31, 2009



Rolling 4 Quarter Returns Comparison Chart  
for 5 Years Ended December 31, 2009

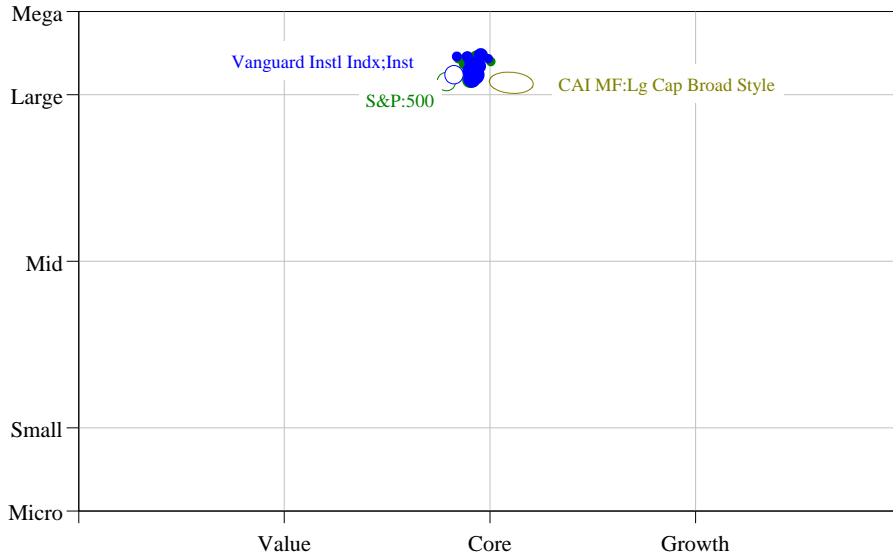




## Style Analysis

The charts below illustrate the investment styles of the managers. The top graph reflects the holdings based style and the bottom the style sector breakdowns as compared to the appropriate index.

Domestic Equity Style Map  
for 5 Years Ended December 31, 2009



Style Exposure Matrix  
for Quarter Ended December 31, 2009  
Top: Vanguard Instl Indx;Inst  
Middle: S&P:500

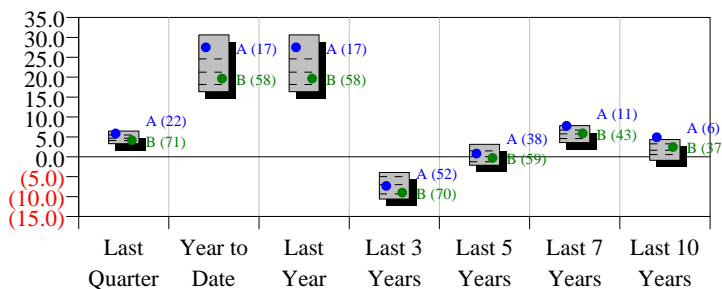
Large	29.7% (80)	39.4% (134)	21.0% (66)	90.1% (280)
Mid	3.3% (71)	4.6% (99)	1.7% (34)	9.7% (204)
Small	0.0% (3)	0.1% (7)	0.1% (5)	0.2% (15)
Micro	--	--	--	--
Total	33.1% (154)	44.2% (240)	22.8% (105)	100.0% (499)
	Value	Core	Growth	Total

## Large Cap Value

This strategy is characterized by managers who invest mainly in large companies believed to be currently undervalued in the general market.

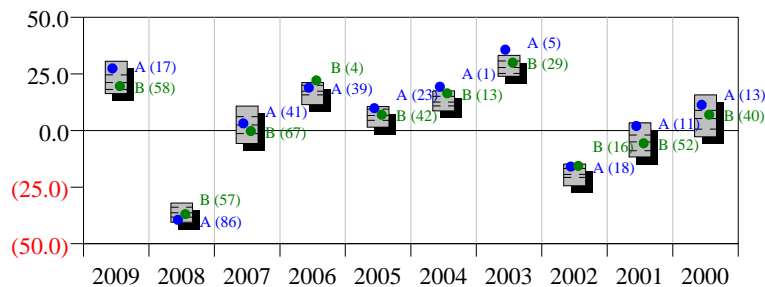
### Current Manager: American Beacon Large Cap Value

Returns  
for Periods Ended December 31, 2009  
Group: CAI MF - Large Cap Value Style



Am Beacon:Lg Cp Val;Inst	● A	5.89	27.52	27.52	(7.27)	0.85	7.80	4.93
Russell:1000 Value	● B	4.22	19.69	19.69	(8.96)	(0.25)	5.92	2.47

Returns  
for Calendar Years  
10 Years Ended December 31, 2009  
Group: CAI MF - Large Cap Value Style

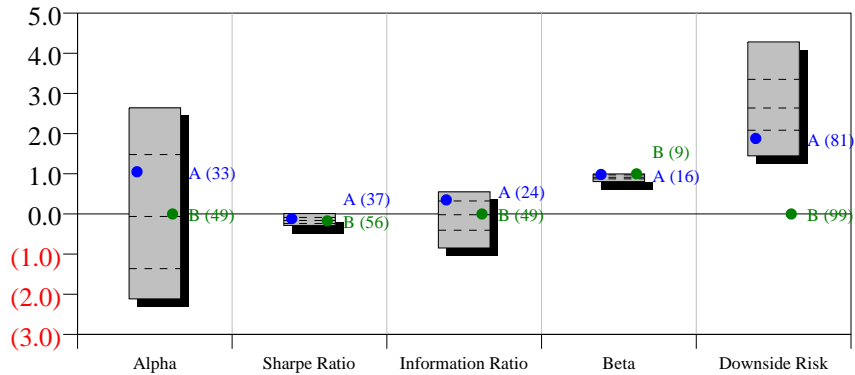


Am Beacon:Lg Cp Val;Inst	● A	27.52 (39.40)	3.18	19.01	9.93	19.43	35.76 (15.89)	2.10	11.44
Russell:1000 Value	● B	19.69 (36.85)	(0.17)	22.25	7.05	16.49	30.03 (15.52)	(5.59)	7.01

## Return Analysis

The charts below show the risk adjusted returns and various risk measures for the funds.

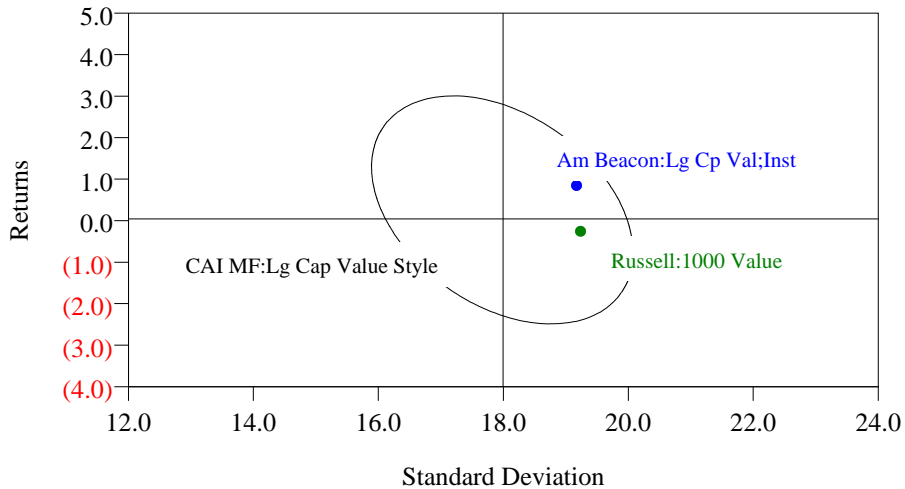
Statistics relative to Russell:1000 Value  
for 5 Years Ended December 31, 2009  
Group: CAI MF - Large Cap Value Style



10th Percentile	2.65	0.01	0.55	1.00	4.28
25th Percentile	1.48	(0.08)	0.33	0.97	3.35
Median	(0.06)	(0.16)	(0.02)	0.91	2.64
75th Percentile	(1.36)	(0.24)	(0.40)	0.87	2.09
90th Percentile	(2.11)	(0.28)	(0.85)	0.81	1.45

Am Beacon:Lg Cp Val;Inst	● A	1.06	(0.11)	0.35	0.99	1.88
Russell:1000 Value	● B	0.00	(0.17)	0.00	1.00	0.00

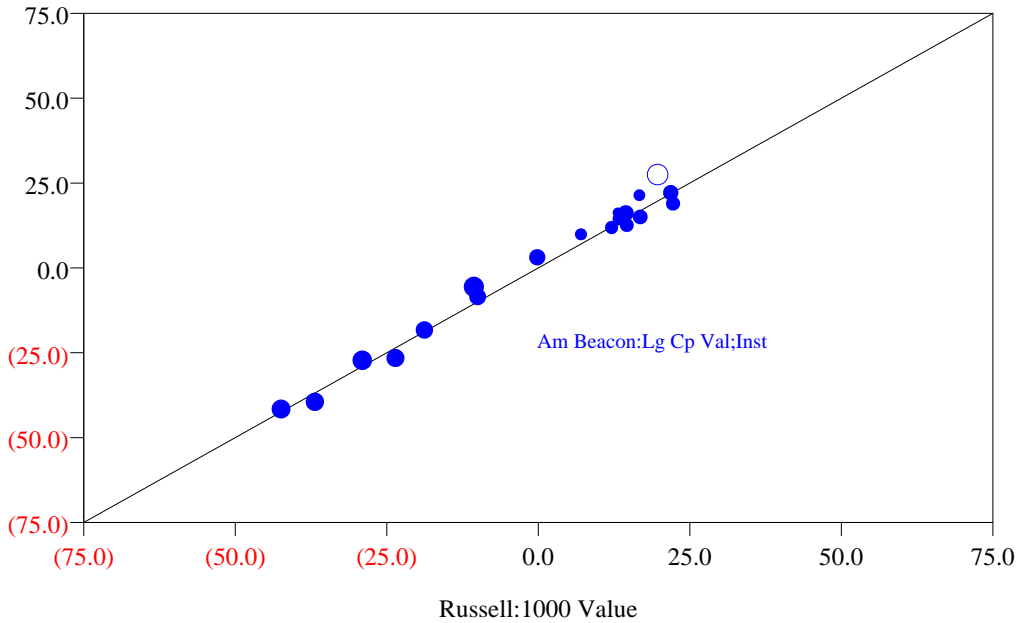
Scatter Chart  
for 5 Years Ended December 31, 2009



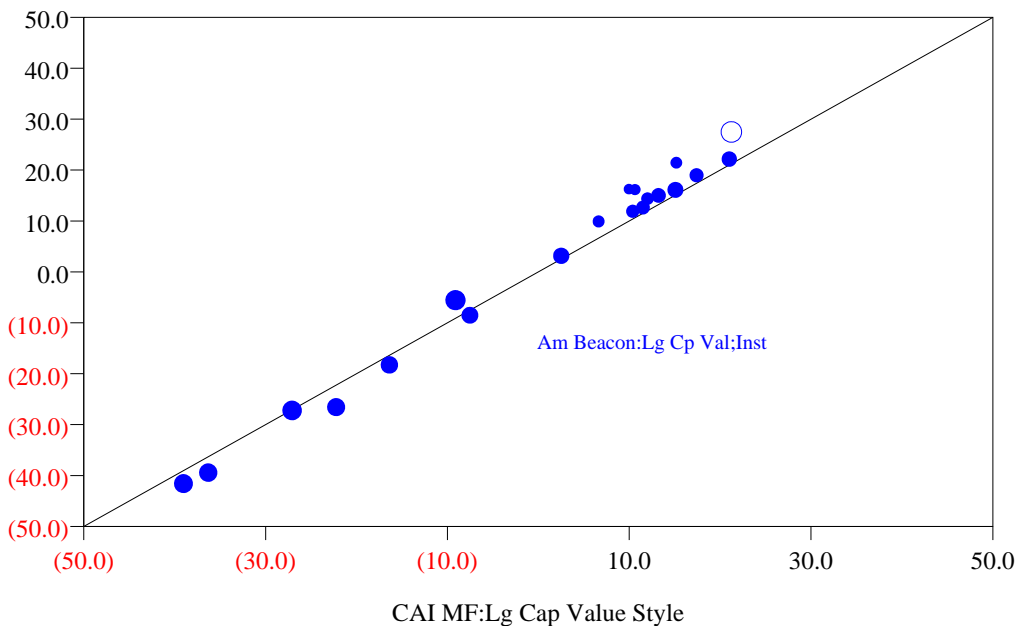
## Return Analysis

The charts below illustrate the rolling four quarter returns for the funds relative to their benchmark and peers.

Rolling 4 Quarter Returns Comparison Chart  
for 5 Years Ended December 31, 2009



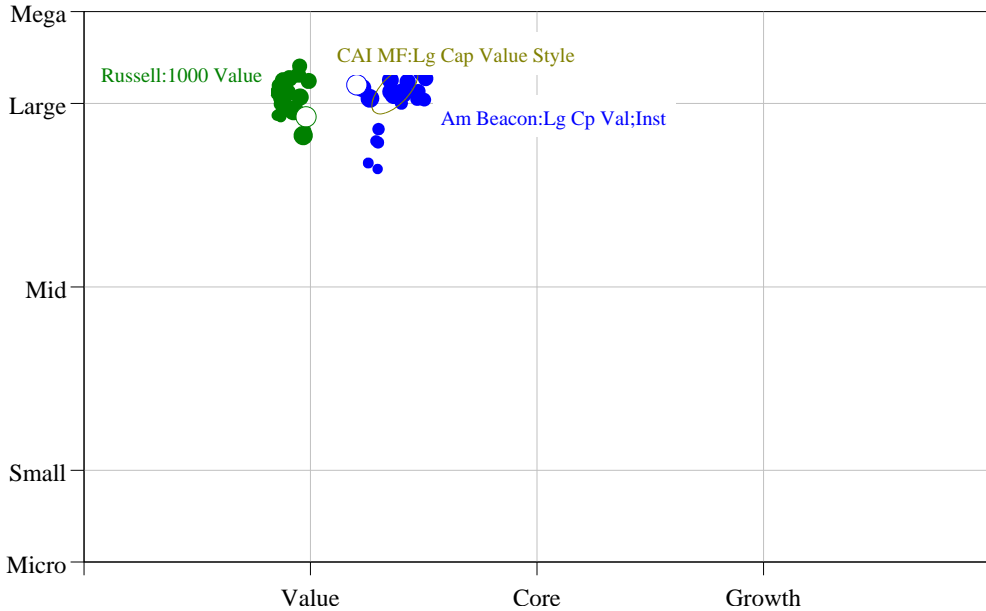
Rolling 4 Quarter Returns Comparison Chart  
for 5 Years Ended December 31, 2009



## Style Analysis

The charts below illustrate the investment styles of the managers. The top graph reflects the holdings based style and the bottom the style sector breakdowns as compared to the appropriate index.

Domestic Equity Style Map  
for 5 Years Ended December 31, 2009



Style Exposure Matrix  
for Quarter Ended December 31, 2009  
Top: Am Beacon:Lg Cp Val;Inst  
Middle: Russell:1000 Value

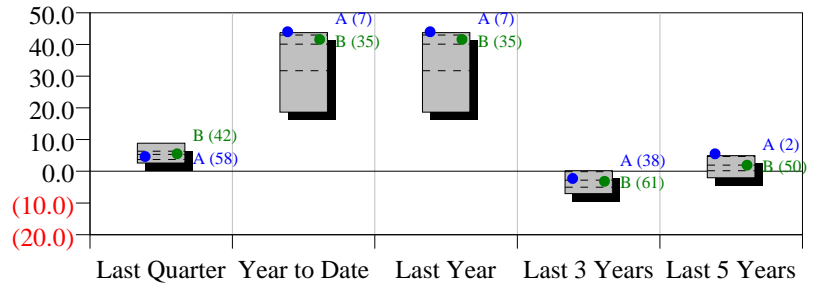
Large	38.2% (47) 45.5% (77)	38.9% (58) 29.9% (95)	14.2% (15) 4.1% (20)	91.3% (120) 79.4% (192)
Mid	2.8% (10) 9.2% (164)	3.8% (10) 7.8% (173)	0.6% (1) 1.9% (57)	7.2% (21) 18.9% (394)
Small	0.5% (1) 0.8% (39)	0.8% (2) 0.5% (34)	0.2% (1) 0.2% (16)	1.5% (4) 1.6% (89)
Micro	-- 0.0% (1)	-- --	-- 0.0% (1)	-- 0.0% (2)
Total	41.5% (58) 55.5% (281)	43.5% (70) 38.2% (302)	15.0% (17) 6.2% (94)	100.0% (145) 100.0% (677)
	Value	Core	Growth	Total

## Small/Mid Cap Growth

This style is characterized by managers who invest mainly in small to mid sized companies that are expected to have above average prospects for growth in earnings and profitability.

### Current Manager: Alger Small/Mid Cap Growth

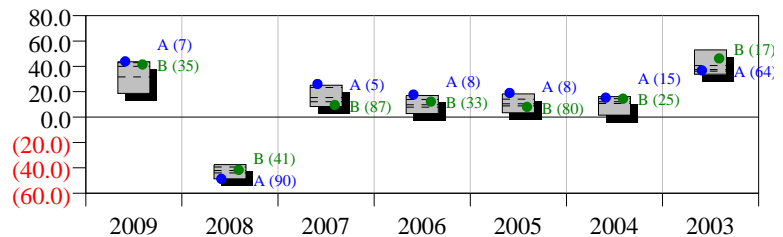
Returns  
for Periods Ended December 31, 2009  
Group: CAI MF Small-Mid Cap Growth Style



10th Percentile	8.89	43.75	43.75	0.23	4.94
25th Percentile	6.36	43.02	43.02	(0.12)	4.67
Median	5.39	40.12	40.12	(2.78)	1.99
75th Percentile	3.77	31.75	31.75	(4.96)	0.21
90th Percentile	2.64	18.65	18.65	(7.04)	(2.02)

Alger:SMidCap Growth;A	● A	4.66	44.03	44.03	(2.24)	5.57
Russell:2500 Growth	● B	5.57	41.66	41.66	(3.13)	2.00

Returns  
for Calendar Years  
Since Inception Ended December 31, 2009  
Group: CAI MF Small-Mid Cap Growth Style



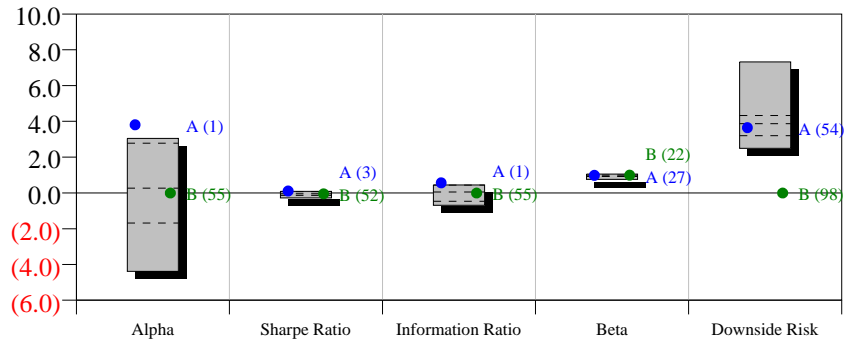
10th Percentile	43.75	(37.35)	25.19	17.04	18.37	16.22	53.11
25th Percentile	43.02	(39.28)	23.44	13.93	14.22	14.59	40.72
Median	40.12	(42.09)	15.44	9.82	10.55	12.16	37.54
75th Percentile	31.75	(43.93)	12.17	7.97	8.82	10.83	36.24
90th Percentile	18.65	(48.63)	8.37	2.80	3.47	1.57	33.80

Alger:SMidCap Growth;A	● A	44.03	(48.61)	26.24	17.85	19.10	15.47	36.93
Russell:2500 Growth	● B	41.66	(41.50)	9.69	12.26	8.17	14.59	46.31

## Return Analysis

The charts below show the risk adjusted returns and various risk measures for the funds.

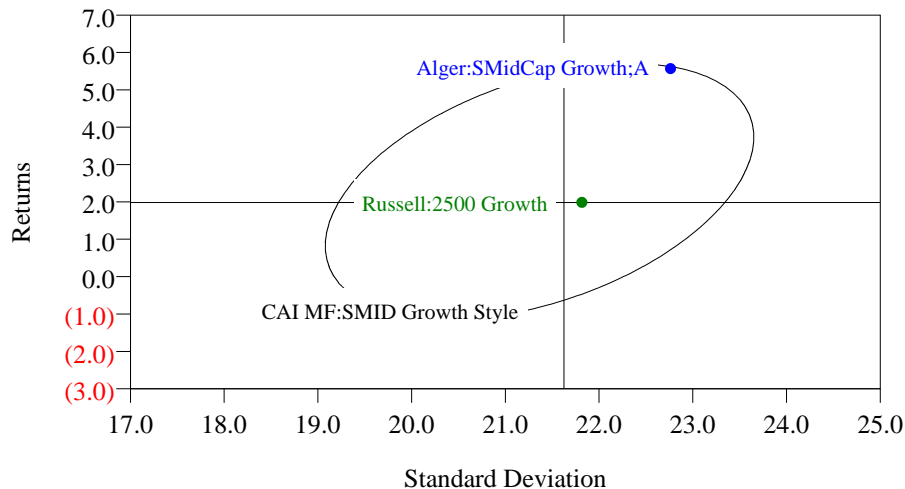
Statistics relative to Russell:2500 Growth  
for 5 Years Ended December 31, 2009  
Group: CAI MF Small-Mid Cap Growth Style



10th Percentile	3.05	0.09	0.45	1.05	7.33
25th Percentile	2.78	0.07	0.44	1.00	4.33
Median	0.27	(0.04)	0.05	0.94	3.87
75th Percentile	(1.69)	(0.13)	(0.47)	0.92	3.20
90th Percentile	(4.38)	(0.28)	(0.69)	0.76	2.50

Alger:SMidCap Growth;A	● A	3.82	0.11	0.57	0.99	3.65
Russell:2500 Growth	● B	0.00	(0.05)	0.00	1.00	0.00

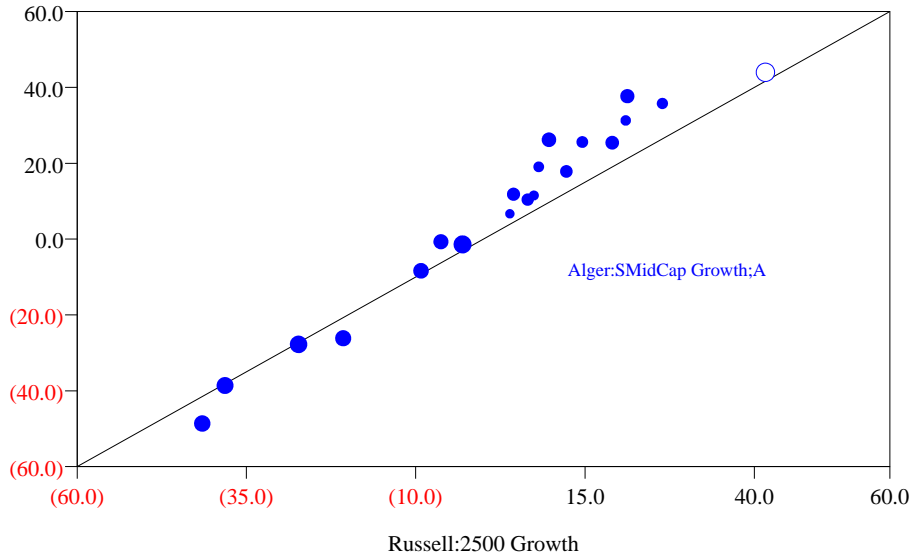
Scatter Chart  
for 5 Years Ended December 31, 2009



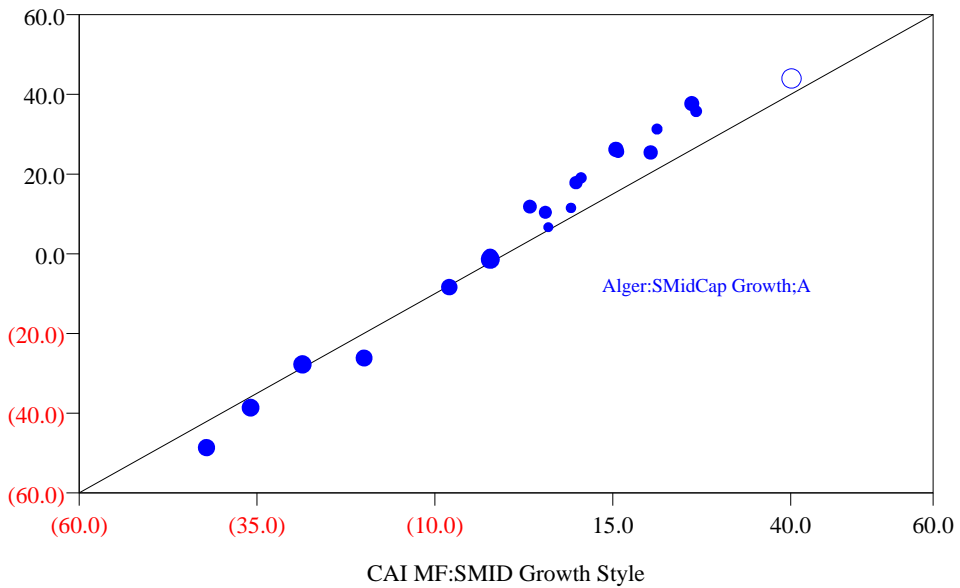
## Return Analysis

The charts below illustrate the rolling four quarter returns for the funds relative to their benchmark and peers

Rolling 4 Quarter Returns Comparison Chart  
for 5 Years Ended December 31, 2009



Rolling 4 Quarter Returns Comparison Chart  
for 5 Years Ended December 31, 2009

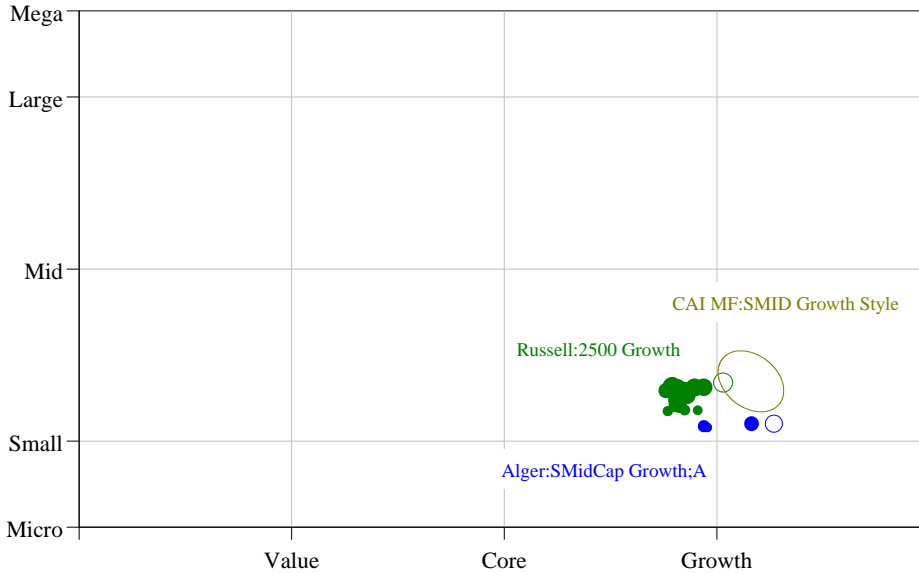




## Style Analysis

The charts below illustrate the investment styles of the managers. The top graph reflects the holdings based style and the bottom the style sector breakdowns as compared to the appropriate index.

Domestic Equity Style Map  
for 5 Years Ended December 31, 2009



Style Exposure Matrix  
for Quarter Ended December 31, 2009  
Top: Alger:SMidCap Growth;A  
Middle: Russell:2500 Growth

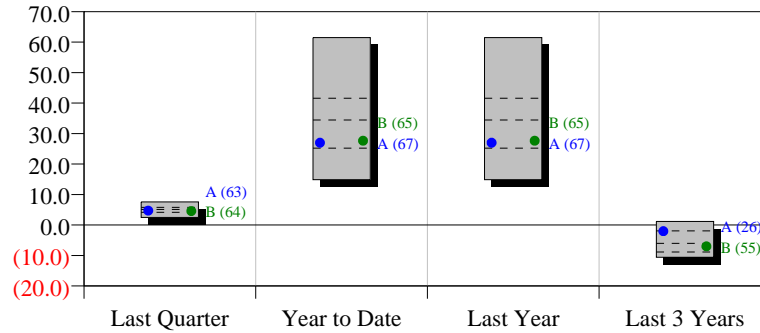
Large	--	1.0% (1)	--	1.0% (1)
Mid	5.7% (8) 3.8% (35)	19.8% (25) 19.0% (108)	39.7% (43) 33.1% (135)	65.2% (76) 55.9% (278)
Small	1.6% (3) 3.6% (124)	11.0% (19) 13.7% (282)	21.1% (25) 21.2% (372)	33.7% (47) 38.5% (778)
Micro	-- 0.6% (107)	0.0% (1) 2.2% (199)	-- 2.7% (216)	0.0% (1) 5.5% (522)
Total	7.3% (11) 8.1% (266)	31.9% (46) 34.9% (589)	60.8% (68) 57.1% (723)	100.0% (125) 100.0% (1578)
	Value	Core	Growth	Total

## Small/Mid Cap Value

This style is characterized by managers who invest in small and mid capitalization companies that are believed to be currently undervalued in the general market.

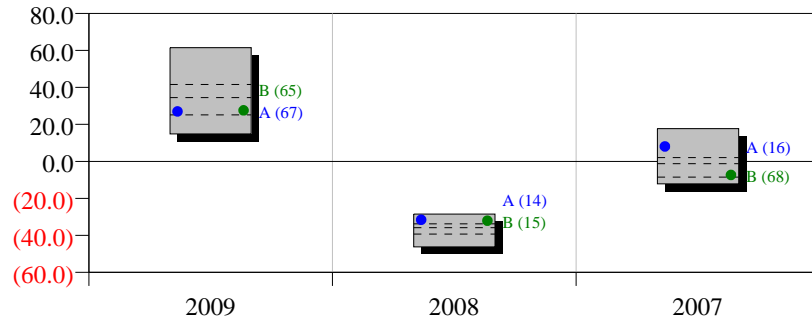
### Current Manager: CRM Small/Mid Value

Returns  
for Periods Ended December 31, 2009  
Group: CAI MF Small-Mid Cap Value Style



10th Percentile	7.58	61.49	61.49	1.20	
25th Percentile	5.85	41.61	41.61	(1.88)	
Median	5.15	34.50	34.50	(5.97)	
75th Percentile	4.19	25.25	25.25	(8.82)	
90th Percentile	2.50	14.92	14.92	(10.58)	
CRM:Sm/Mid Cap Val;Inv	● A	4.76	27.07	27.07	(1.98)
Russell:2500 Value	● B	4.65	27.68	27.68	(6.97)

Returns  
for Calendar Years  
3 3/4 Years Ended December 31, 2009  
Group: CAI MF Small-Mid Cap Value Style

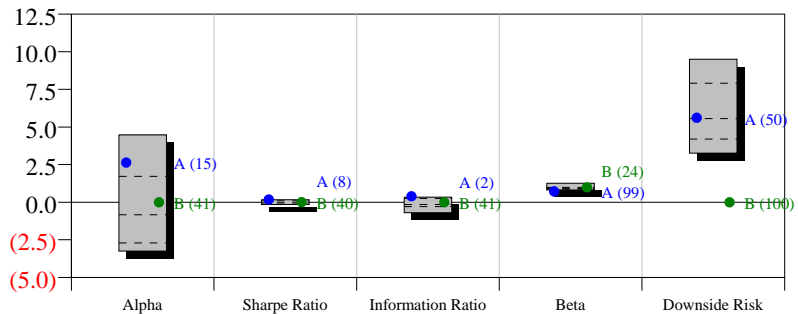


10th Percentile	61.49	(28.51)	17.80	
25th Percentile	41.61	(33.76)	2.16	
Median	34.50	(35.78)	(1.25)	
75th Percentile	25.25	(39.21)	(8.49)	
90th Percentile	14.92	(46.14)	(12.05)	
CRM:Sm/Mid Cap Val;Inv	● A	27.07	(31.46)	8.16
Russell:2500 Value	● B	27.68	(31.99)	(7.27)

## Return Analysis

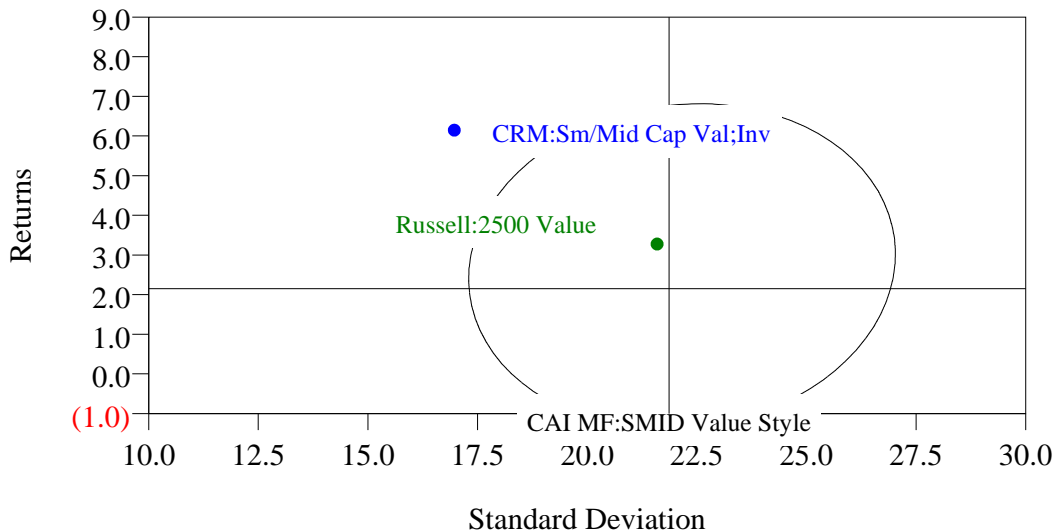
The charts below show the risk adjusted returns and various risk measures for the funds.

Statistics relative to Russell:2500 Value  
 Since Inception of CRM:Sm/Mid Cap Val;Inv  
 Ended December 31, 2009  
 Group: CAI MF Small-Mid Cap Value Style



10th Percentile	4.47	0.17	0.33	1.26	9.50	
25th Percentile	1.73	0.10	0.26	0.99	7.91	
Median	(0.83)	(0.03)	(0.14)	0.91	5.56	
75th Percentile	(2.69)	(0.13)	(0.29)	0.89	4.20	
90th Percentile	(3.24)	(0.15)	(0.69)	0.82	3.27	
CRM:Sm/Mid Cap Val;Inv	● A	2.65	0.19	0.40	0.72	5.62
Russell:2500 Value	● B	0.00	0.01	0.00	1.00	0.00

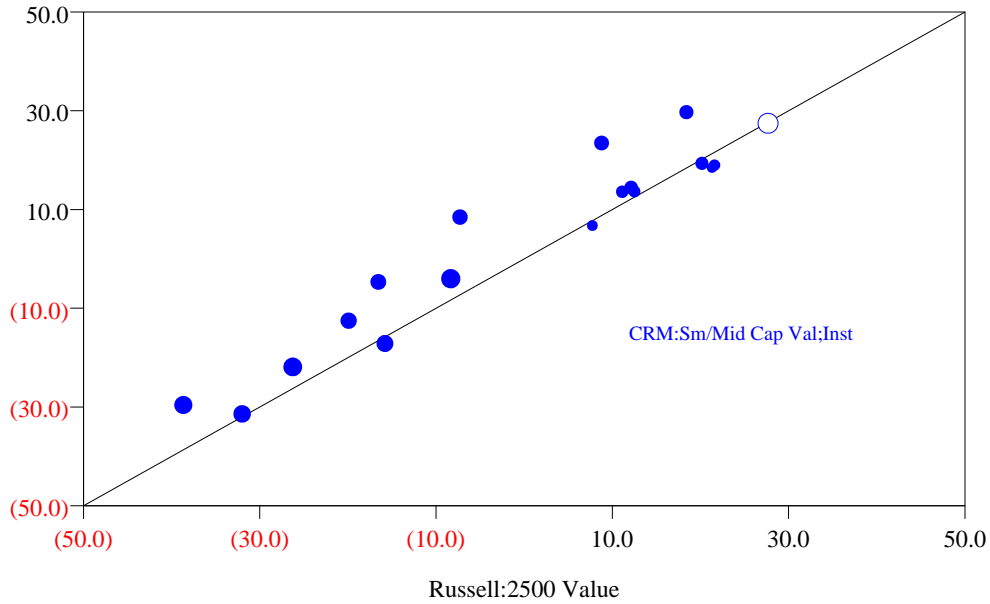
Scatter Chart  
 Since Inception of CRM:Sm/Mid Cap Val;Inv  
 Ended December 31, 2009



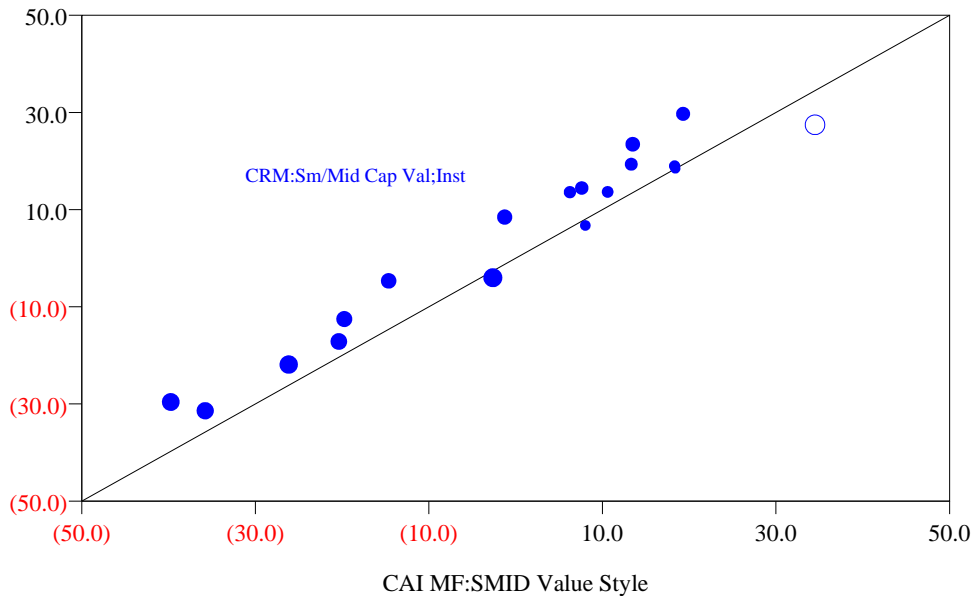
## Return Analysis

The charts below illustrate the rolling four quarter returns for the funds relative to their benchmark and peers.

Rolling 4 Quarter Returns Comparison Chart  
for 5 Years Ended December 31, 2009



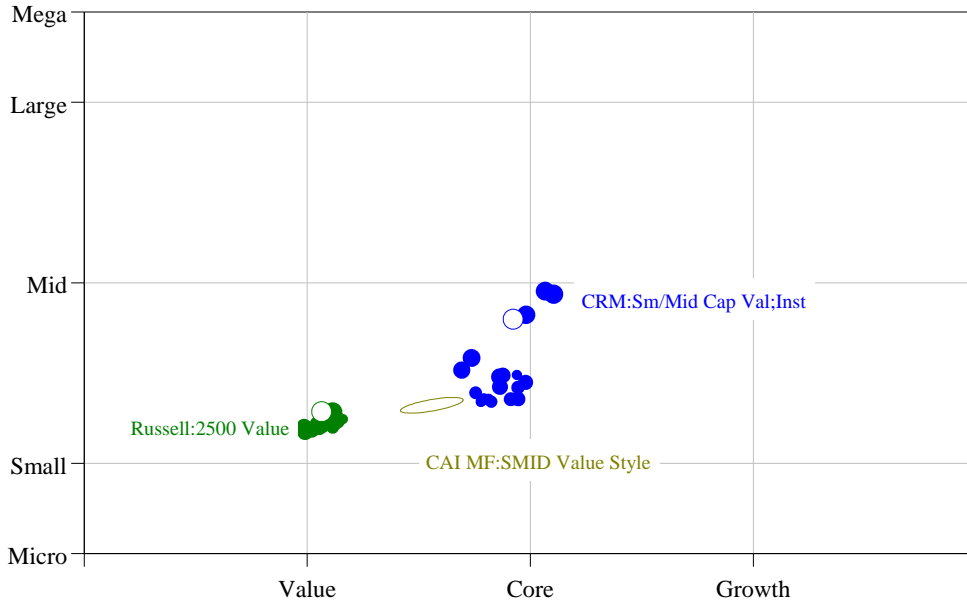
Rolling 4 Quarter Returns Comparison Chart  
for 5 Years Ended December 31, 2009



## Style Analysis

The charts below illustrate the investment styles of the managers. The top graph reflects the holdings based style and the bottom the style sector breakdowns as compared to the appropriate index.

Domestic Equity Style Map  
for 5 Years Ended December 31, 2009



Style Exposure Matrix  
for Quarter Ended December 31, 2009  
Top: CRM:Sm/Mid Cap Val;Inst  
Middle: Russell:2500 Value

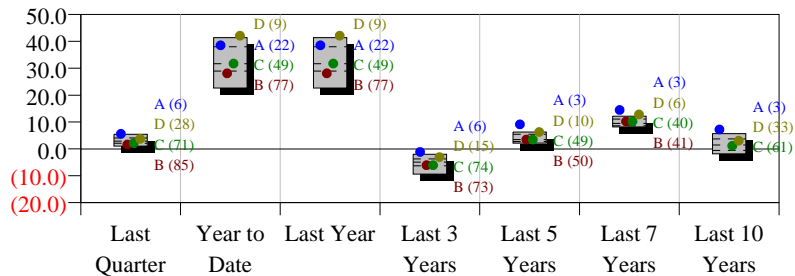
Large	2.2% (1) 0.9% (1)	4.0% (2) --	6.1% (3) --	12.4% (6) 0.9% (1)
Mid	23.9% (14) 24.3% (113)	27.0% (17) 21.5% (129)	20.5% (14) 6.0% (48)	71.4% (45) 51.8% (290)
Small	3.5% (2) 19.7% (343)	9.0% (5) 15.9% (309)	3.7% (3) 5.0% (145)	16.3% (10) 40.5% (797)
Micro	-- 3.8% (320)	-- 1.9% (208)	-- 1.1% (140)	-- 6.8% (668)
Total	29.6% (17) 48.7% (777)	40.0% (24) 39.2% (646)	30.3% (20) 12.1% (333)	100.0% (61) 100.0% (1756)
	Value	Core	Growth	Total

## Core/Core Plus International

This style is populated by managers who invest in non US equities. This style is further categorized by managers who emphasize equity investments in developed markets (Core) and those who have moderate exposure to emerging markets.

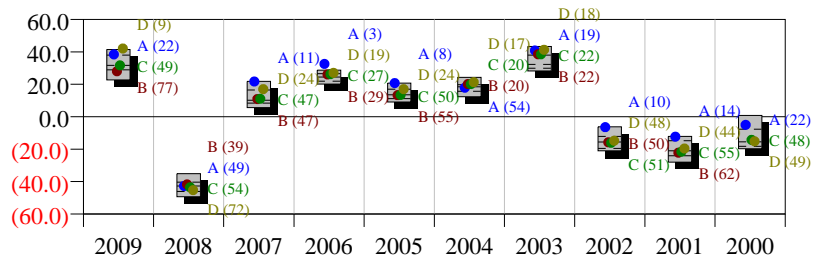
### Current Managers: Harbor International Vanguard Developed Markets

Returns  
for Periods Ended December 31, 2009  
Group: CAI MF - Intl Core Equity Style



Harbor:Intl;Inst	● A	5.63	38.56	38.56	(1.09)	9.18	14.50	7.25
Vanguard Dev Mkts;Inv	● B	1.67	28.17	28.17	(6.01)	3.50	10.25	--
MSCI:EAFE US\$	● C	2.18	31.78	31.78	(6.04)	3.54	10.27	1.17
MSCI:ACWI ex US	● D	3.79	42.14	42.14	(3.04)	6.31	12.84	3.12

Returns  
for Calendar Years  
10 Years Ended December 31, 2009  
Group: CAI MF - Intl Core Equity Style

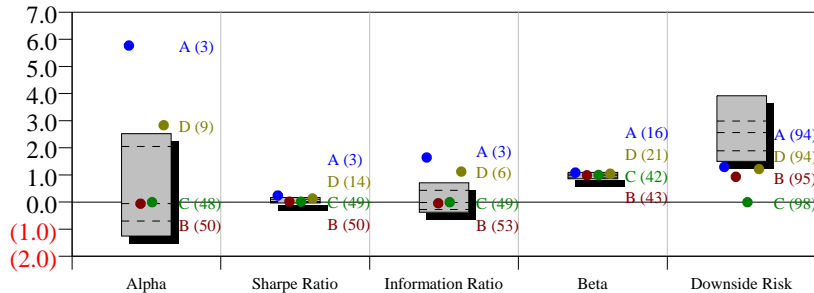


Harbor:Intl;Inst	● A	38.56	(42.66)	21.81	32.69	20.84	17.97	40.95	(6.38)	(12.25)	(4.97)
Vanguard Dev Mkts;Inv	● B	28.17	(41.62)	10.99	26.18	13.34	20.25	38.61	(15.70)	(22.04)	--
MSCI:EAFE US\$	● C	31.78	(43.38)	11.17	26.34	13.54	20.25	38.59	(15.94)	(21.44)	(14.17)
MSCI:ACWI ex US	● D	42.14	(45.24)	17.12	27.16	17.11	21.36	41.41	(14.67)	(19.50)	(15.08)

## Return Analysis

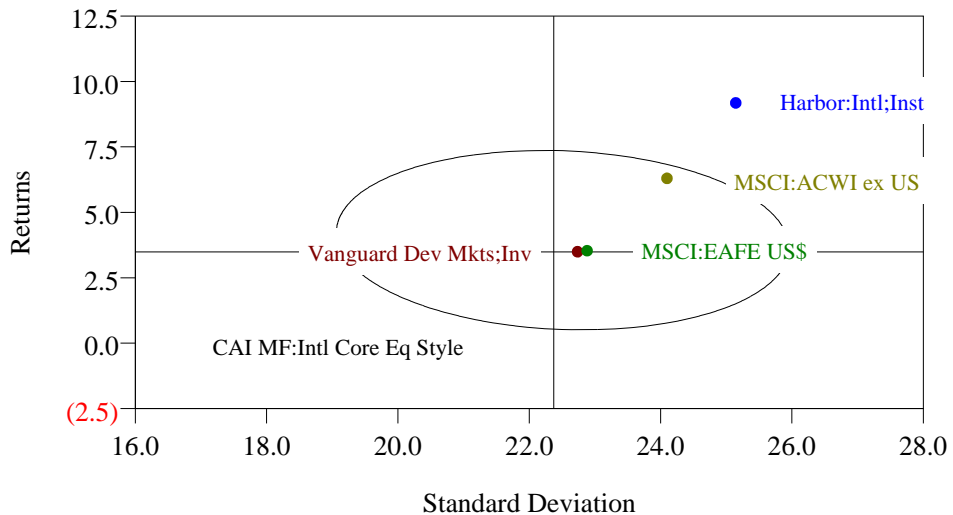
The charts below show the risk adjusted returns and various risk measures for the funds.

Statistics relative to MSCI:EAFE US\$  
for 5 Years Ended December 31, 2009  
Group: CAI MF - Intl Core Equity Style



10th Percentile	2.53	0.17	0.71	1.09	3.92	
25th Percentile	2.05	0.10	0.43	1.03	2.99	
Median	(0.06)	0.02	(0.01)	0.98	2.56	
75th Percentile	(0.70)	(0.01)	(0.27)	0.90	1.89	
90th Percentile	(1.25)	(0.03)	(0.37)	0.86	1.50	
Harbor:Intl;Inst	● A	5.77	0.25	1.65	1.09	1.30
Vanguard Dev Mkts;Inv	● B	(0.06)	0.02	(0.04)	0.99	0.94
MSCI:EAFE US\$	● C	0.00	0.02	0.00	1.00	0.00
MSCI:ACWI ex US	● D	2.84	0.14	1.13	1.05	1.22

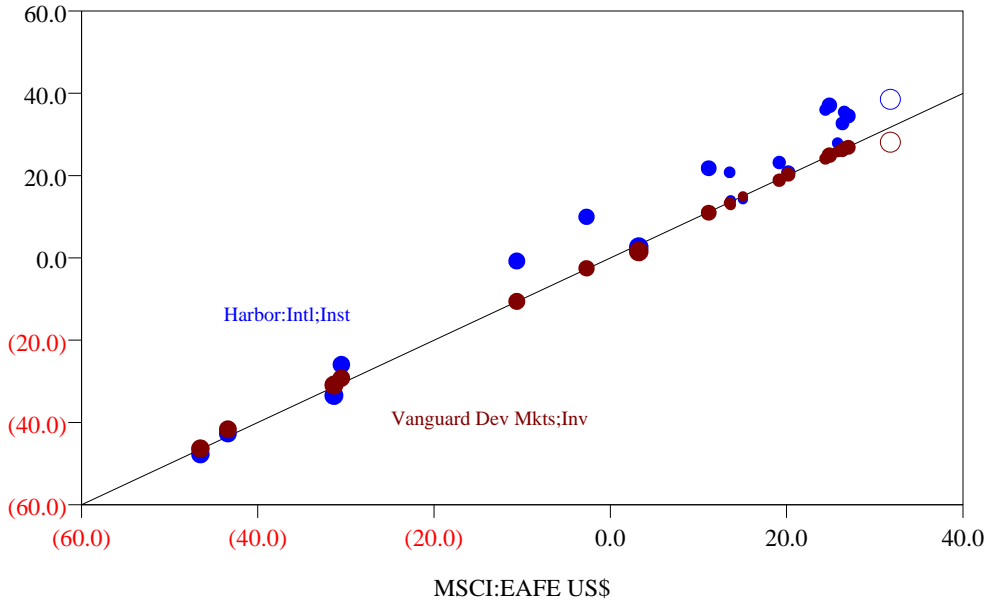
Scatter Chart  
for 5 Years Ended December 31, 2009



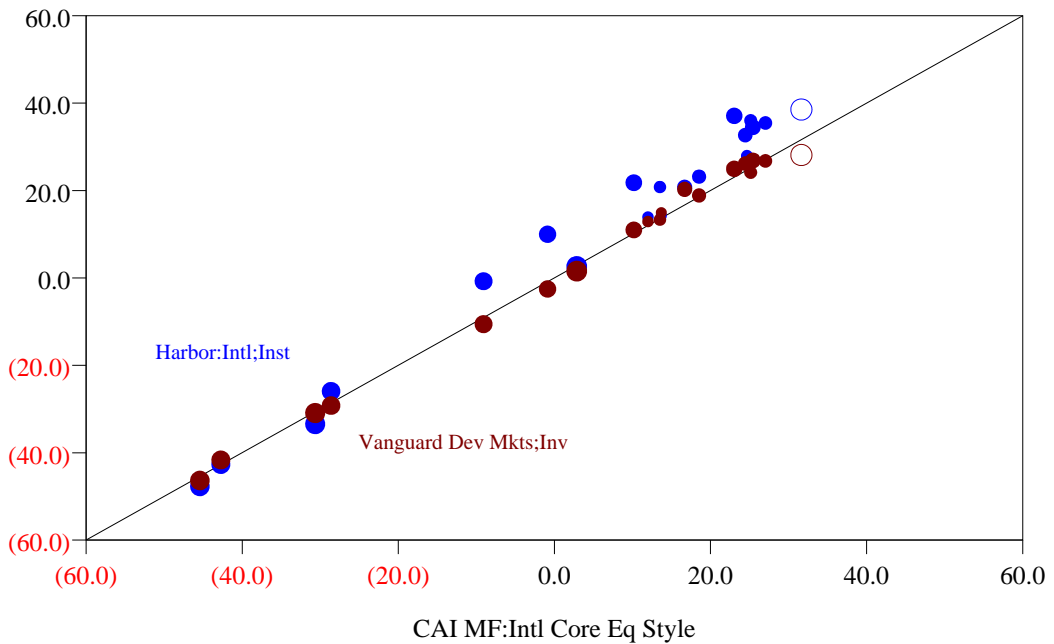
## Return Analysis

The charts below illustrate the rolling four quarter returns for the funds relative to their benchmark and peers.

Rolling 4 Quarter Returns Comparison Chart  
for 5 Years Ended December 31, 2009



Rolling 4 Quarter Returns Comparison Chart  
for 5 Years Ended December 31, 2009

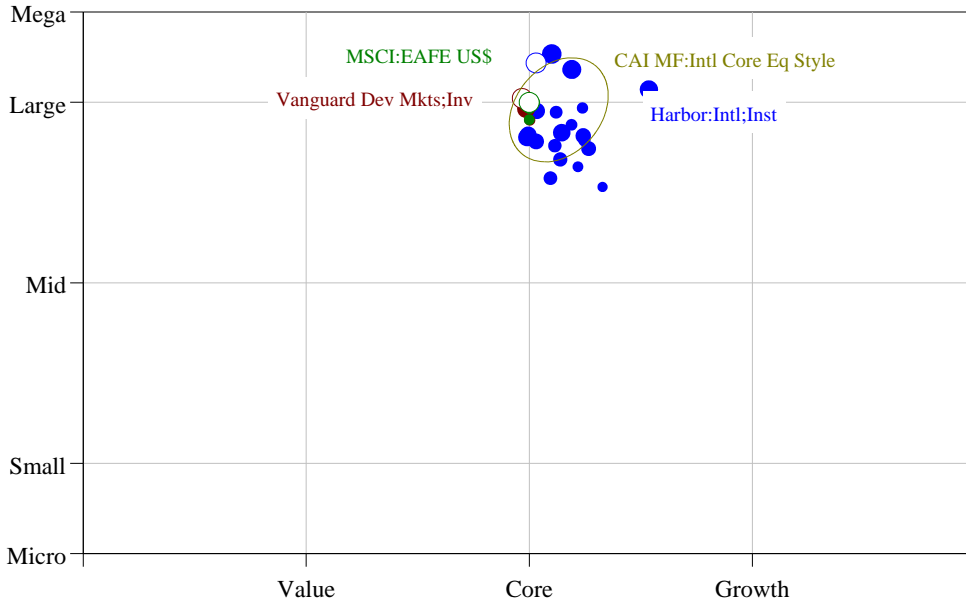




## Style Analysis

The charts below illustrate the investment styles of the managers. The top graph reflects the holdings based style and the bottom the style sector breakdowns as compared to the appropriate index.

International Equity Style Map  
for 5 Years Ended December 31, 2009



Style Exposure Matrix  
for Quarter Ended December 31, 2009

Top: Harbor:Intl;Inst  
Middle: Vanguard Dev Mkts;Inv  
Bottom: MSCI:EAFE US\$

Large	21.4% (13)	13.4% (8)	20.8% (12)	55.6% (33)
	19.5% (31)	17.8% (28)	13.9% (25)	51.2% (84)
	19.8% (37)	16.7% (27)	15.1% (31)	51.5% (95)
Mid	11.4% (8)	17.0% (12)	11.2% (8)	39.5% (28)
	6.3% (40)	9.3% (57)	10.1% (67)	25.6% (164)
	6.7% (51)	8.4% (61)	9.9% (79)	25.0% (191)
Small	1.5% (1)	1.4% (2)	2.0% (2)	4.9% (5)
	5.4% (89)	7.1% (130)	5.3% (101)	17.8% (320)
	5.6% (109)	6.8% (143)	5.5% (131)	17.9% (383)
Micro	--	0.0% (1)	--	0.0% (1)
	2.2% (102)	1.8% (84)	1.5% (65)	5.4% (251)
	2.4% (122)	1.7% (88)	1.5% (77)	5.6% (287)
Total	34.2% (22)	31.8% (23)	34.0% (22)	100.0% (67)
	33.4% (262)	35.9% (299)	30.7% (258)	100.0% (819)
	34.4% (319)	33.6% (319)	31.9% (318)	100.0% (956)
	Value	Core	Growth	Total

### Region/Style Exposure

The chart below provides the region and style exposure for the core international managers as compared to the MSCI EAFE index.

Style Exposure Matrix  
for Quarter Ended December 31, 2009  
Top: Harbor:Intl;Inst  
Middle: Vanguard Dev Mkts;Inv  
Bottom: MSCI:EAFE US\$

Europe	22.5% (15)	17.2% (12)	27.6% (17)	67.3% (44)
	24.1% (121)	23.4% (138)	17.0% (123)	64.4% (382)
	24.3% (152)	22.1% (147)	18.5% (161)	64.9% (460)
N. America	--	--	1.5% (1)	1.5% (1)
	0.1% (1)	0.1% (1)	--	0.1% (2)
	--	--	--	--
Pacific	1.9% (1)	5.9% (4)	3.3% (2)	11.2% (7)
	9.2% (140)	12.5% (160)	13.5% (133)	35.2% (433)
	10.1% (167)	11.6% (172)	13.3% (156)	35.0% (495)
Emerging	9.8% (6)	8.7% (7)	1.6% (2)	20.0% (15)
	--	--	0.2% (2)	0.2% (2)
	--	--	0.1% (1)	0.1% (1)
Total	34.2% (22)	31.8% (23)	34.0% (22)	100.0% (67)
	33.4% (262)	35.9% (299)	30.7% (258)	100.0% (819)
	34.4% (319)	33.6% (319)	31.9% (318)	100.0% (956)
	Value	Core	Growth	Total

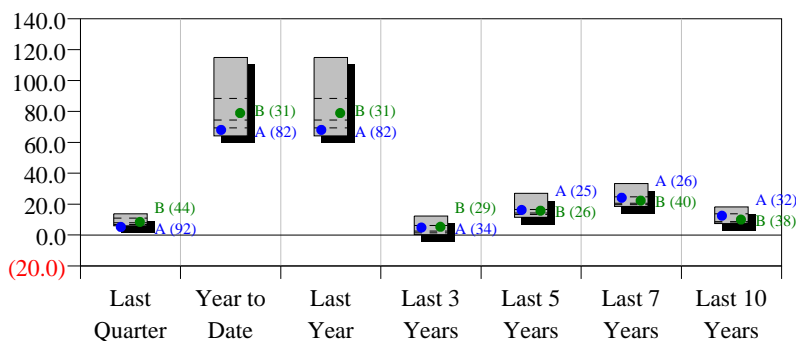
## Emerging Markets Equity

This style is populated by managers who invest in Emerging Markets Equities. In general, emerging markets economies have GDP growth that is greater than that of developed markets, but will have significantly lower GDP per capita.

**Current Manager: Eaton Vance Tax Managed Emerging Markets**

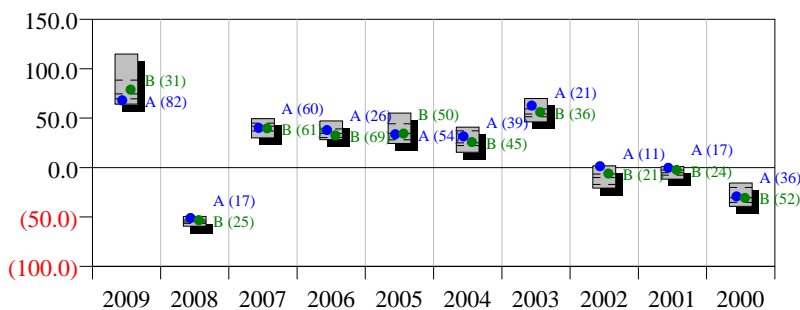
### Returns

for Periods Ended December 31, 2009  
Group: CAI MF - Emerging Markets Style



### Returns

for Calendar Years  
10 Years Ended December 31, 2009  
Group: CAI MF - Emerging Markets Style

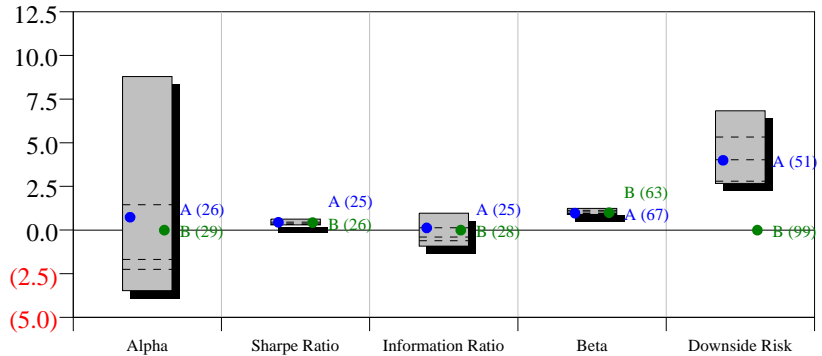


10th Percentile	114.94	(49.57)	49.57	47.28	55.17	40.91	69.98	1.73	0.97	(15.61)
25th Percentile	88.45	(53.05)	45.07	39.05	44.31	37.23	59.45	(6.50)	(2.50)	(20.12)
Median	74.54	(54.86)	41.77	34.56	34.54	25.06	54.18	(9.97)	(5.30)	(30.41)
75th Percentile	69.49	(56.43)	36.99	30.34	28.19	22.24	51.46	(16.97)	(7.64)	(35.18)
90th Percentile	64.24	(59.21)	29.97	28.25	24.27	15.46	46.18	(20.87)	(11.59)	(39.20)
Eaton Vance TM Em Mk;I (A)	68.19	(51.01)	40.18	37.99	33.83	31.59	62.74	1.44	(0.11)	(29.14)
MSCI:Emer Markets (B)	79.02	(53.18)	39.78	32.59	34.54	25.95	56.28	(6.00)	(2.37)	(30.61)

## Return Analysis

The charts below show the risk adjusted returns and various risk measures for the funds.

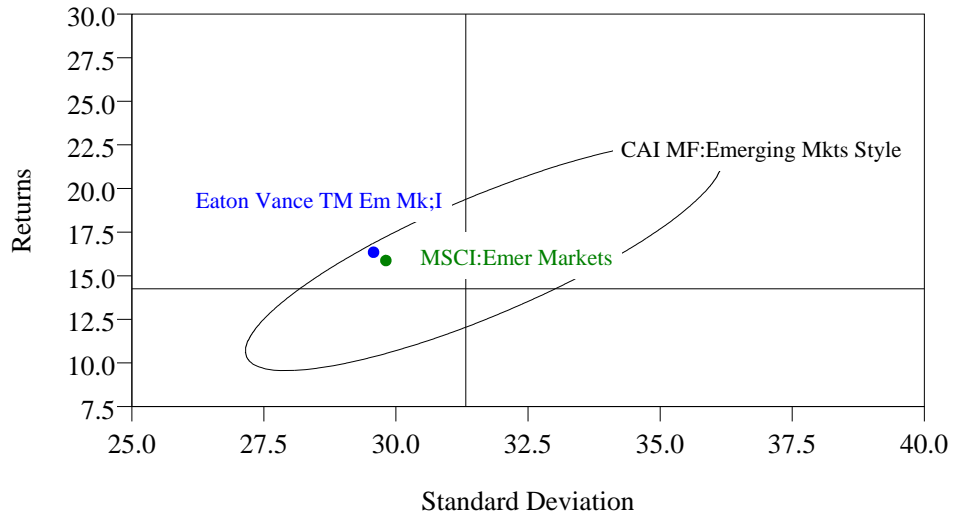
Statistics relative to MSCI:Emer Markets  
for 5 Years Ended December 31, 2009  
Group: CAI MF - Emerging Markets Style



10th Percentile	8.79	0.63	0.97	1.24	6.83
25th Percentile	1.45	0.45	0.14	1.13	5.32
Median	(1.68)	0.36	(0.39)	1.04	4.03
75th Percentile	(2.25)	0.33	(0.61)	0.95	2.79
90th Percentile	(3.47)	0.29	(0.92)	0.90	2.67

Eaton Vance TM Em Mk;I	● A	0.74	0.45	0.13	0.97	4.00
MSCI:Emer Markets	● B	0.00	0.43	0.00	1.00	0.00

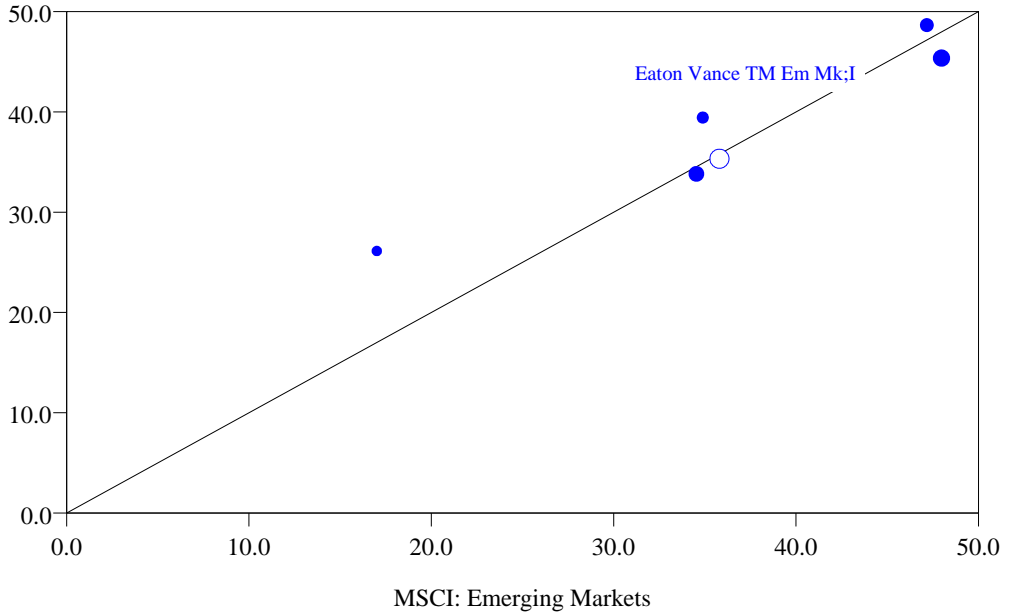
Scatter Chart  
for 5 Years Ended December 31, 2009



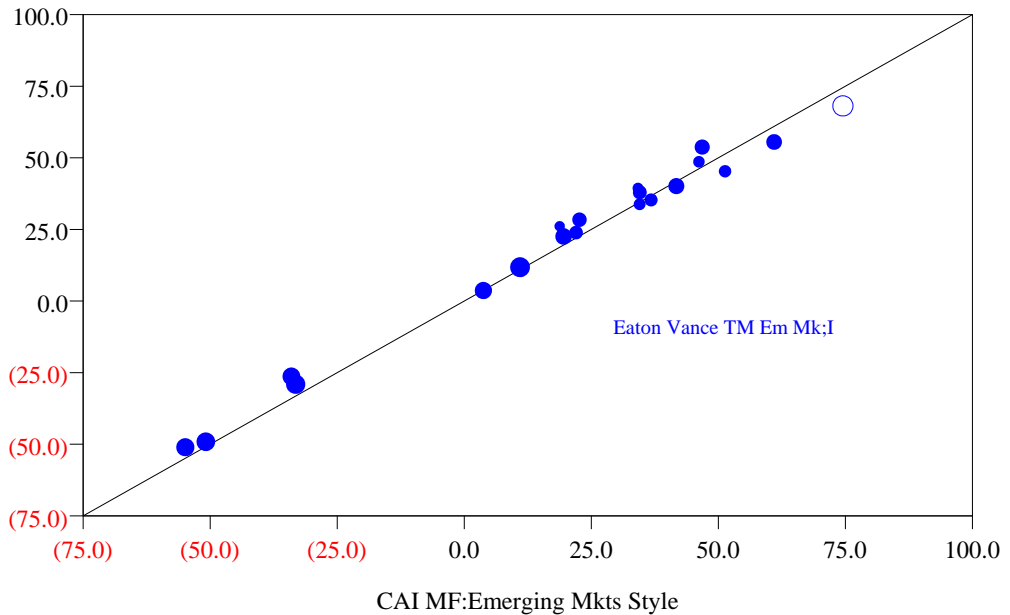
## Return Analysis

The charts below illustrate the rolling four quarter returns for the funds relative to their benchmark and peers.

Rolling 4 Quarter Returns Comparison Chart  
for 5 Years Ended December 31, 2009



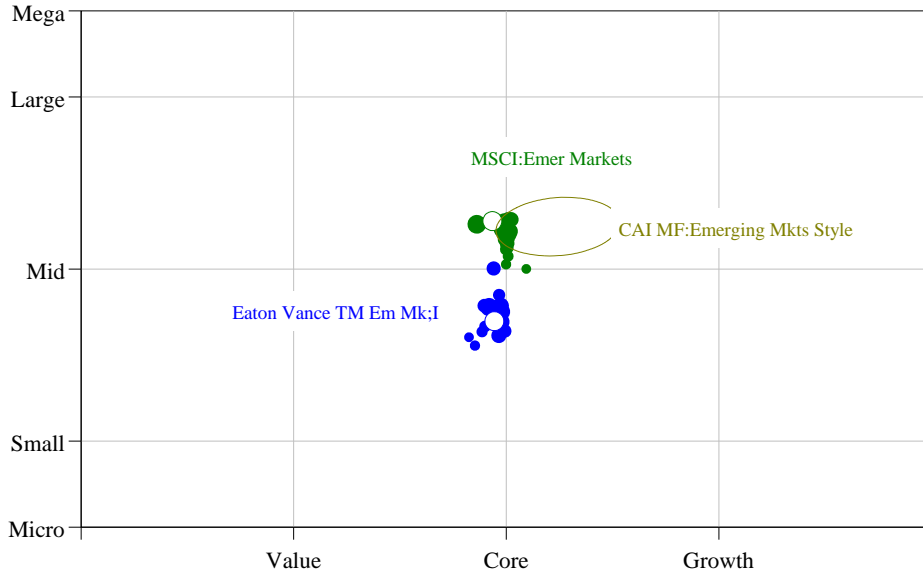
Rolling 4 Quarter Returns Comparison Chart  
for 5 Years Ended December 31, 2009



## Style Analysis

The charts below illustrate the investment styles of the managers. The top graph reflects the holdings based style and the bottom the style sector breakdowns as compared to the appropriate index.

International Equity Style Map  
for 5 Years Ended December 31, 2009



Style Exposure Matrix  
for Quarter Ended December 31, 2009  
Top: Eaton Vance TM Em Mk;I  
Middle: MSCI:Emer Markets

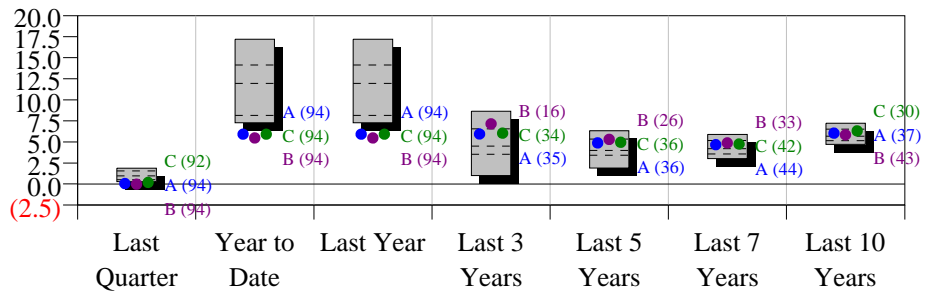
Large	3.5% (9)	5.4% (12)	2.7% (6)	11.6% (27)
	13.1% (13)	12.2% (9)	5.1% (6)	30.3% (28)
Mid	3.4% (25)	8.3% (43)	5.4% (30)	17.0% (98)
	8.4% (33)	10.7% (35)	8.9% (40)	27.9% (108)
Small	7.4% (80)	27.7% (88)	7.5% (74)	42.6% (242)
	9.3% (85)	7.3% (69)	9.2% (92)	25.8% (246)
Micro	9.0% (287)	13.0% (366)	6.7% (195)	28.7% (848)
	7.0% (165)	4.1% (105)	4.9% (115)	16.0% (385)
Total	23.3% (401)	54.3% (509)	22.3% (305)	100.0% (1215)
	37.8% (296)	34.2% (218)	28.0% (253)	100.0% (767)
	Value	Core	Growth	Total

## Core Fixed Income

This style is characterized by managers who construct portfolios to approximate the investment results of the Lehman Brothers Aggregate Bond Index with a modest amount of variability in duration around the index.

### Current Managers: Vanguard Total Bond Index RidgeWorth Intermediate Bond Fund

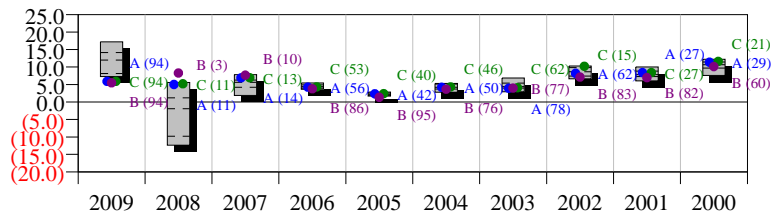
Returns  
for Periods Ended December 31, 2009  
Group: CAI MF - Core Bond Style



	Last Quarter	Year to Date	Last Year	Last 3 Years	Last 5 Years	Last 7 Years	Last 10 Years
10th Percentile	1.89	17.21	17.21	8.65	6.33	5.90	7.22
25th Percentile	1.55	14.15	14.15	6.57	5.33	5.18	6.54
Median	0.98	11.98	11.98	4.51	3.99	4.20	5.68
75th Percentile	0.52	8.16	8.16	3.55	3.43	3.59	5.17
90th Percentile	0.28	7.29	7.29	1.01	1.90	3.03	4.72
Member Count	24	24	24	24	24	24	23

	Vanguard Tot Bd;Inv	RidgeWorth:Intm Bd;I	BC:Aggr Bd
● A	0.07	5.93	5.93
● B	0.00	5.50	5.50
● C	0.20	5.93	5.93

Returns  
for Calendar Years  
10 Years Ended December 31, 2009  
Group: CAI MF - Core Bond Style



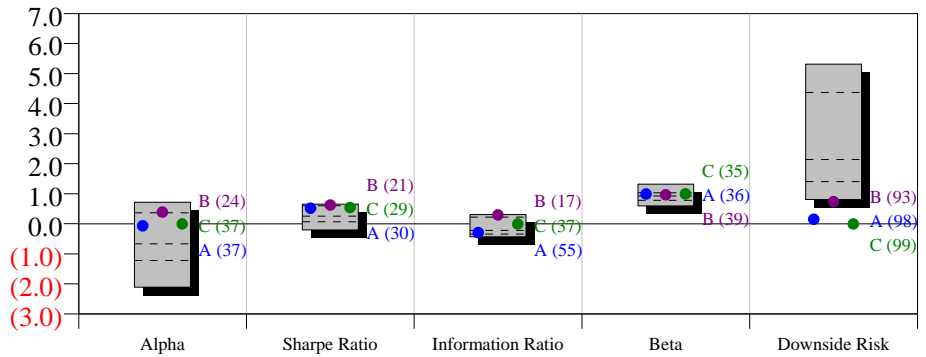
	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
10th Percentile	17.21	5.59	7.86	5.45	2.85	5.30	6.90	10.31	10.00	12.26
25th Percentile	14.15	1.21	6.27	4.87	2.57	5.11	5.44	9.87	8.88	11.43
Median	11.98	(1.88)	5.63	4.38	2.24	4.22	4.41	8.69	7.86	10.68
75th Percentile	8.16	(9.80)	4.25	3.99	1.93	3.75	4.02	7.44	7.29	9.72
90th Percentile	7.29	(12.35)	1.90	3.67	1.70	2.81	2.94	6.68	6.07	7.58
Member Count	24	26	24	27	27	30	33	30	32	31

	Vanguard Tot Bd;Inv	RidgeWorth:Intm Bd;I	BC:Aggr Bd
● A	5.93	5.05	6.92
● B	5.50	8.32	7.71
● C	5.93	5.24	6.97

## Return Analysis

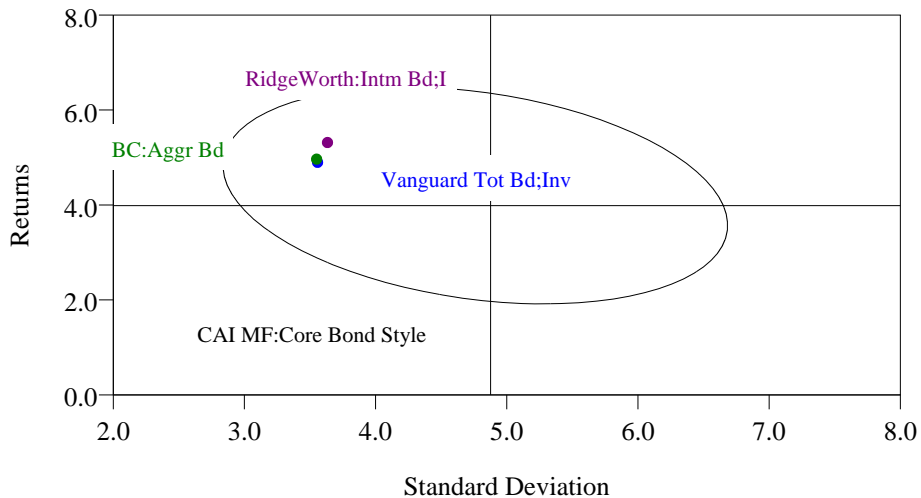
The charts below show the risk adjusted returns and various risk measures for the funds.

Statistics relative to BC:Aggr Bd  
for 5 Years Ended December 31, 2009  
Group: CAI MF - Core Bond Style



10th Percentile	0.72	0.66	0.31	1.32	5.31	
25th Percentile	0.37	0.60	0.22	1.03	4.37	
Median	(0.66)	0.26	(0.21)	0.93	2.14	
75th Percentile	(1.22)	0.07	(0.34)	0.78	1.41	
90th Percentile	(2.11)	(0.20)	(0.43)	0.60	0.81	
Vanguard Tot Bd;Inv	● A	(0.06)	0.53	(0.29)	1.00	0.16
RidgeWorth:Intm Bd;I	● B	0.40	0.63	0.30	0.97	0.75
BC:Aggr Bd	● C	0.00	0.55	0.00	1.00	0.00

Scatter Chart  
for 5 Years Ended December 31, 2009

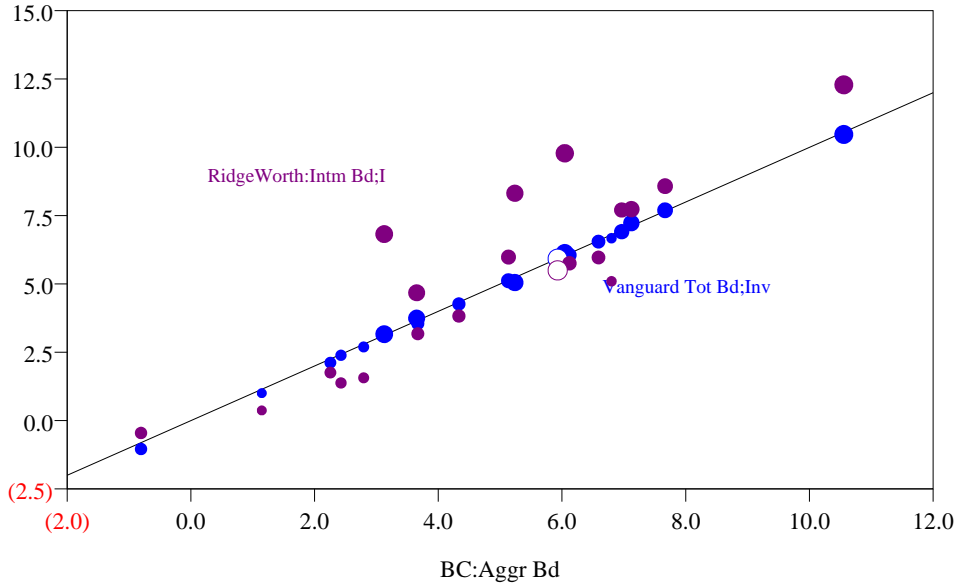




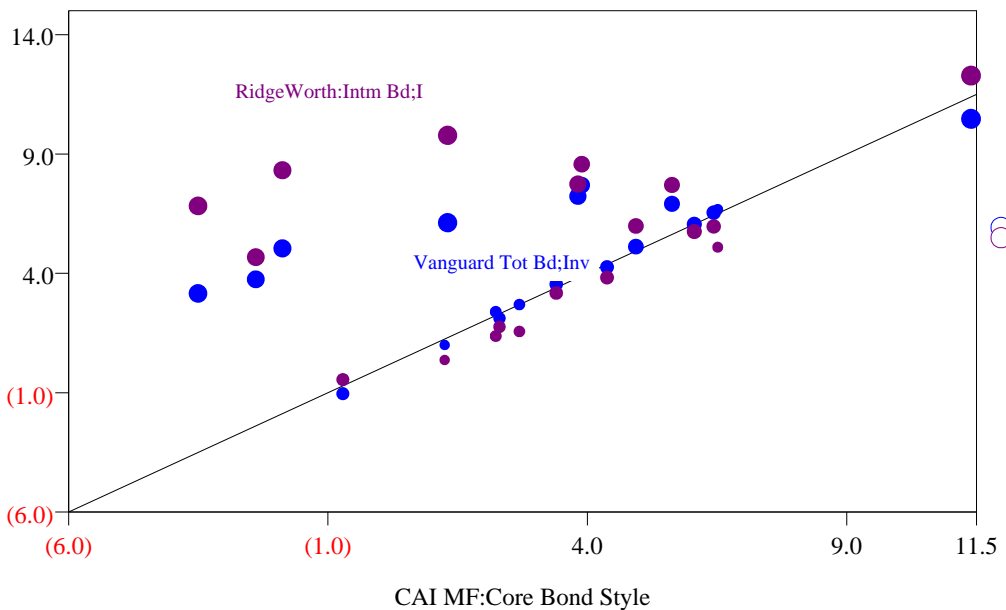
## Return Analysis

The charts below illustrate the rolling four quarter returns for the funds relative to their benchmark and peers.

Rolling 4 Quarter Returns Comparison Chart  
for 5 Years Ended December 31, 2009



Rolling 4 Quarter Returns Comparison Chart  
for 5 Years Ended December 31, 2009

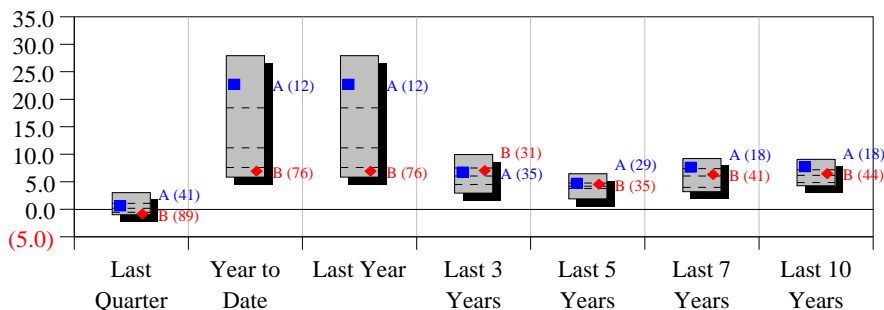


## Global Fixed Income

This style is characterized by managers who have the leeway to invest in fixed income securities any where in the world. These securities may include non investment grade and emerging markets bonds.

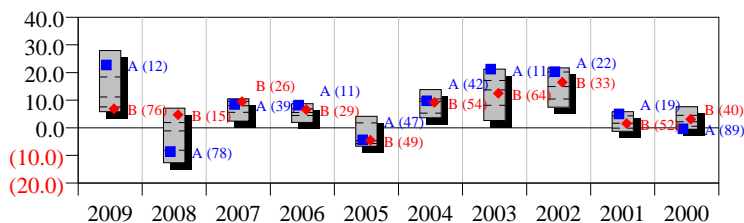
### Current Manager: Loomis Sayles Global Bond

Returns  
for Periods Ended December 31, 2009  
Group: CAI MF - Global Fixed Income Style



Loomis Sayles:GB:Inst	■ A	0.65	22.74	22.74	6.77	4.74	7.67	7.78
BC:Gbl Aggr Idx	◆ B	(0.85)	6.93	6.93	7.05	4.56	6.32	6.49

Returns  
for Calendar Years  
10 Years Ended December 31, 2009  
Group: CAI MF - Global Fixed Income Style

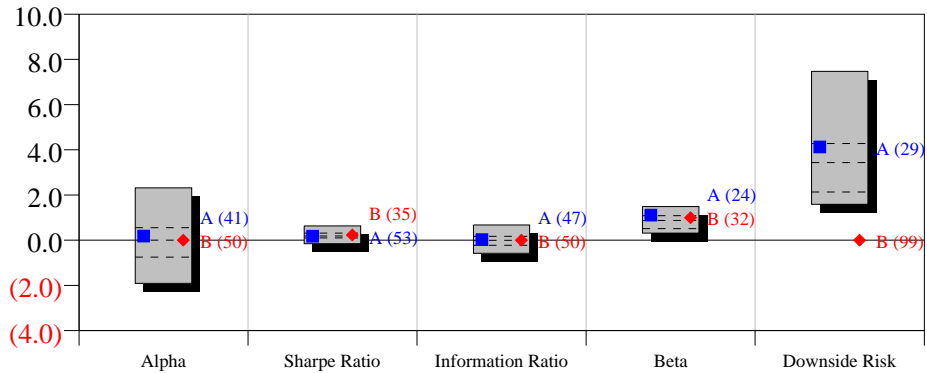


Loomis Sayles:GB:Inst	■ A	22.74	(8.56)	8.44	8.24	(4.34)	9.80	21.25	20.39	5.11	(0.34)
BC:Gbl Aggr Idx	◆ B	6.93	4.79	9.48	6.64	(4.49)	9.27	12.51	16.53	1.57	3.18

## Return Analysis

The charts below show the risk adjusted returns and various risk measures for the funds.

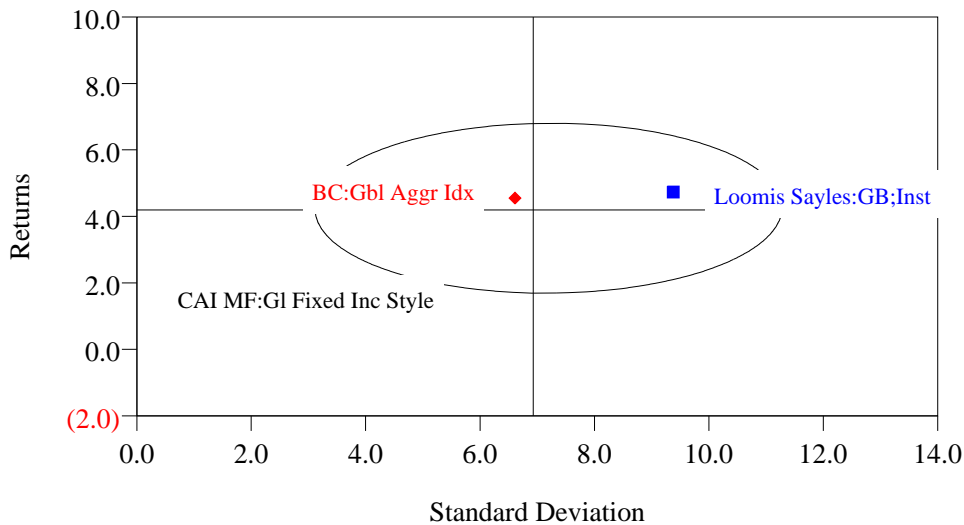
Statistics relative to BC:Gbl Aggr Idx  
for 5 Years Ended December 31, 2009  
Group: CAI MF - Global Fixed Income Style



	Alpha	Sharpe Ratio	Information Ratio	Beta	Downside Risk
10th Percentile	2.32	0.64	0.67	1.50	7.47
25th Percentile	0.55	0.31	0.17	1.09	4.28
Median	0.00	0.19	0.00	0.88	3.43
75th Percentile	(0.74)	0.11	(0.22)	0.52	2.14
90th Percentile	(1.90)	(0.15)	(0.57)	0.31	1.59

Loomis Sayles:GB;Inst	■ A	0.19	0.18	0.03	1.11	4.13
BC:Gbl Aggr Idx	◆ B	0.00	0.23	0.00	1.00	0.00

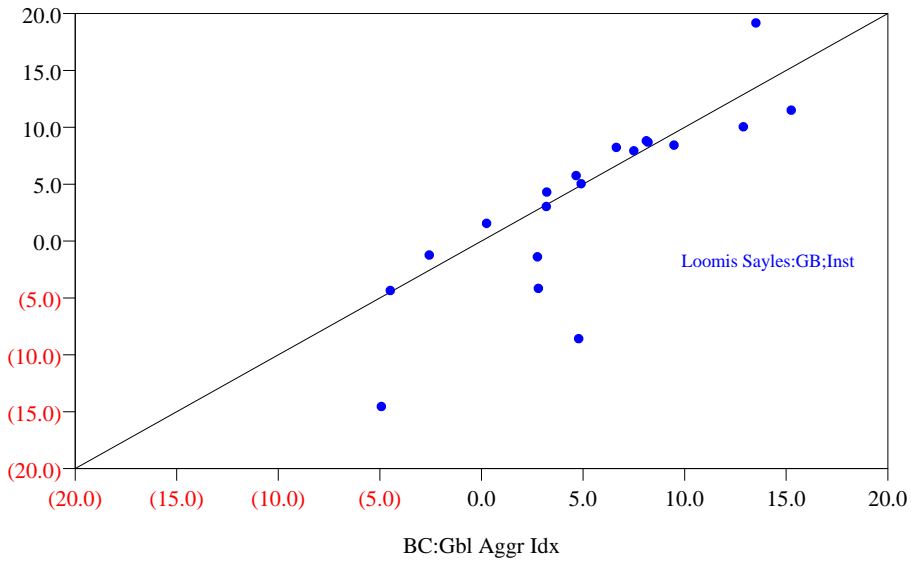
Scatter Chart  
for 5 Years Ended December 31, 2009



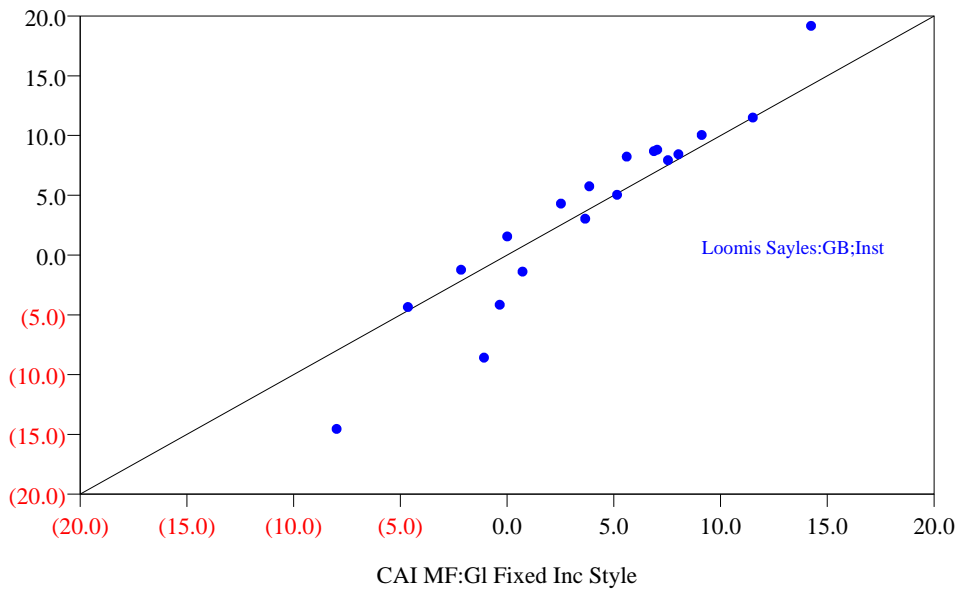
## Return Analysis

The charts below illustrate the rolling four quarter returns for the funds relative to their benchmark and peers

Rolling 4 Quarter Returns Comparison Chart  
for 5 Years Ended December 31, 2009



Rolling 4 Quarter Returns Comparison Chart  
for 5 Years Ended December 31, 2009



### Commodity/Real Return Fund

This fund invests in a combination of commodity linked derivative contracts and inflation indexed bonds.

**Current Manager: PIMCO Commodity Real Return**

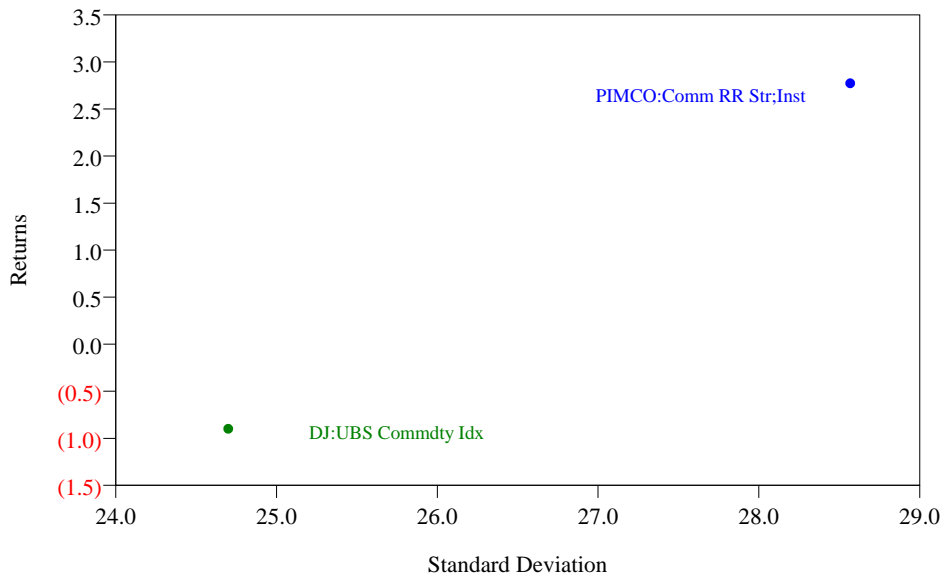
#### Returns for Periods Ended December 31, 2009

	Last Quarter	Last Year	Last 2 Years	Last 3 Years	Last 4 Years	Last 5 Years
PIMCO:Comm RR Str;Inst	11.64	39.91	(10.96)	(0.62)	(1.23)	2.77
DJ:UBS Commdty Idx	9.01	18.72	(13.25)	(5.80)	(5.04)	(0.90)

#### Returns for Calendar Years 5 1/2 Years Ended December 31, 2009

	2009	2008	2007	2006	2005
PIMCO:Comm RR Str;Inst	39.91	(43.34)	23.80	(3.04)	20.50
DJ:UBS Commdty Idx	18.72	(36.61)	11.08	(2.71)	17.54

Scatter Chart  
for 5 Years Ended December 31, 2009

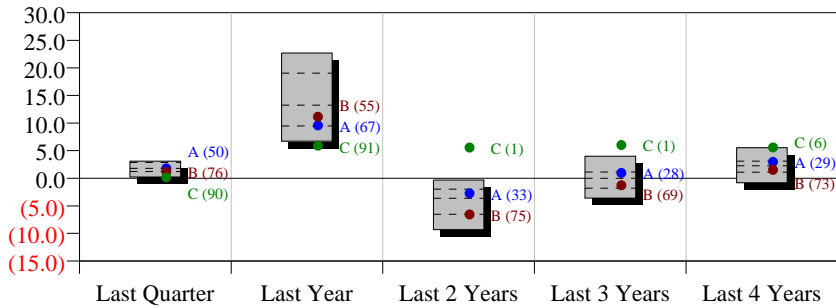


## Absolute Return Hedge Fund of Funds

This style is characterized by managers who seek return from strategies that are non-directional. These strategies include but are not limited to arbitrage, direct lending and market neutral managers.

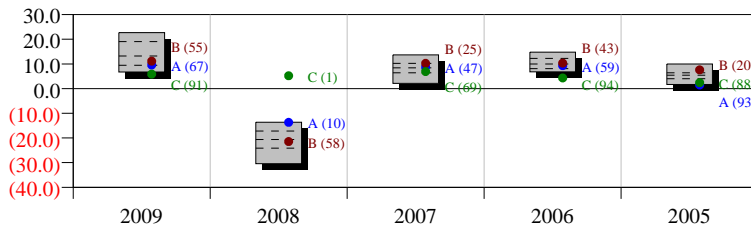
### Current Manager: Private Advisors Stable Value Fund

Returns  
for Periods Ended December 31, 2009  
Group: Absolute Return Hedge FoF Style



10th Percentile	3.10	22.72	(0.33)	4.00	5.53	
25th Percentile	2.87	19.05	(1.96)	1.14	3.09	
Median	1.81	13.24	(3.60)	0.01	2.27	
75th Percentile	1.21	9.49	(6.52)	(1.78)	1.13	
90th Percentile	0.25	6.75	(9.29)	(3.58)	(0.82)	
Pvt Adv Stble Val	● A	1.81	9.60	(2.71)	0.98	3.00
HFR:FOF Index	● B	1.18	11.15	(6.52)	(1.23)	1.55
BC:Aggr Bd	● C	0.20	5.93	5.58	6.04	5.61

Returns  
for Calendar Years  
5 Years Ended December 31, 2009  
Group: Absolute Return Hedge FoF Style

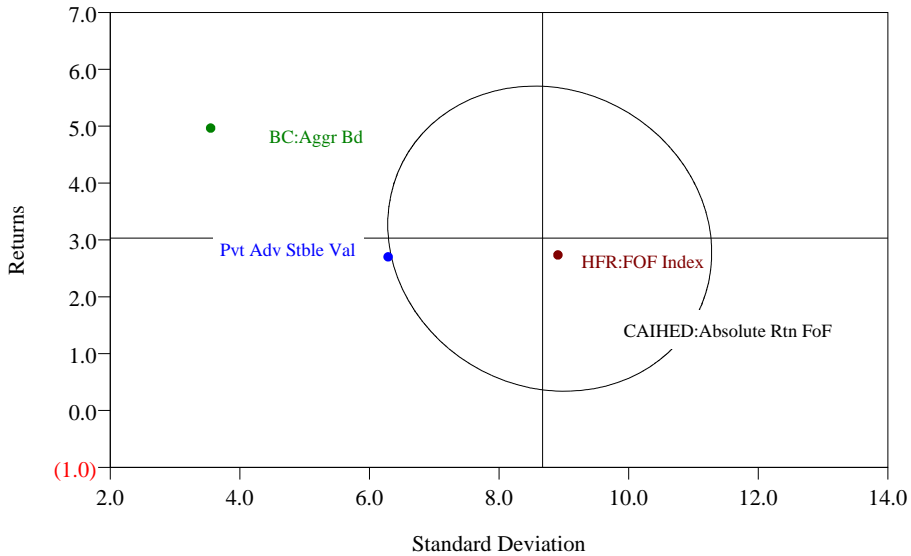


10th Percentile	22.72	(13.60)	13.68	14.78	9.95	
25th Percentile	19.05	(17.15)	10.27	12.24	6.44	
Median	13.24	(20.66)	8.42	10.00	5.46	
75th Percentile	9.49	(24.11)	6.43	8.10	4.03	
90th Percentile	6.75	(30.39)	2.11	6.79	1.73	
Pvt Adv Stble Val	● A	9.60	(13.63)	8.77	9.32	1.52
HFR:FOF Index	● B	11.15	(21.39)	10.26	10.39	7.62
BC:Aggr Bd	● C	5.93	5.24	6.97	4.33	2.43

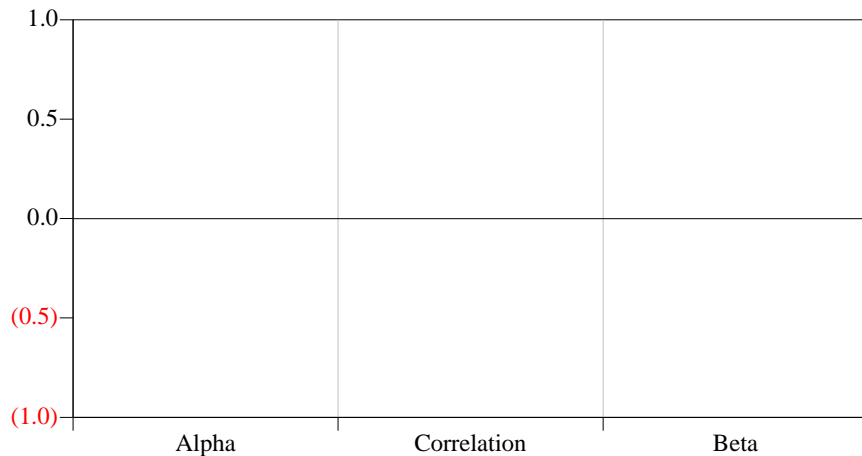
## Return Analysis

The charts below show the risk adjusted returns and various risk measures for the funds.

Scatter Chart  
for 5 Years Ended December 31, 2009



Statistics relative to BC:Aggr Bd  
for 5 Years Ended December 31, 2009  
Group: Absolute Return Hedge FoF Style



10th Percentile  
25th Percentile  
Median  
75th Percentile  
90th Percentile

Pvt Adv Stble Val ● A

## Manager Changes

### Fund Purchases

Fund Name	Ticker Symbol	Purchase Amount	Date
Edgewood Large Cap Growth Fund	EGFIX	\$ 230,000	4Q09
American Beacon Large Cap Value	AADEX	\$ 230,000	4Q09
Alternatives Module	NA	\$ 250,000	4Q09
RidgeWorth Intermediate Bond Fund	SAMIX	\$ 600,000	1Q09
Rainier Large Cap Growth	RGROX	\$ 650,000	2Q08
Edgewood Large Cap Growth	EGFIX	\$ 550,000	2Q08
Vanguard S&P Large Cap Index	VINIX	\$ 285,000	2Q08
American Beacon Large Cap Value	AADEX	\$ 1,200,000	2Q08
Alger Small/Mid Cap Growth	ALMAX	\$ 380,000	2Q08
CRM Small/Mid Cap Value	CRIAX	\$ 380,000	2Q08
Vanguard International EAFE Index	VDMIX	\$ 765,000	2Q08
Harbor International	HAINX	\$ 765,000	2Q08
Eaton Vance Int'l Emerging Markets	EITEX	\$ 435,000	2Q08

### Fund Redemptions

Fund Name	Ticker Symbol	Amount	Redemption Date
Vanguard Institutional Index	VINIX	\$ 550,000	4Q09
Developed Market Index Index	VDMIX	\$ 50,000	4Q09
Vanguard Institutional Index	VINIX	\$ 150,000	3Q09
Vanguard Interational Index	VDMIX	\$ 60,000	3Q09

#### **Other Items:**

Redeemed Private Advisors Stable Value Fund in 4Q09. Funds received 1Q10.

On September 26, 2009, 109,012.60 of a Thomas County Federal CD matured



### **Important Disclosure Information**

Past performance may not be indicative of future results. The above individual account performance information reflects the reinvestment of dividends, and is net of applicable transaction fees, and any other related account expenses. Account information has been compiled solely by Capital Advisory Group, has not been independently verified, and does not reflect the impact of taxes on non-qualified accounts. In preparing this report, Capital Advisory Group has relied upon information provided by the account custodian. Please remember to contact Capital Advisory Group if there are any changes in your personal/financial situation or investment objectives for the purpose of reviewing/evaluating/revising our previous recommendations and/or services. Please also advise us if you would like to impose, add, or to modify any reasonable restrictions to our investment advisory services. A copy of our current written disclosure statement discussing our advisory services and fees continues to remain available for your review upon request. **Please Note:** the performance does not reflect Capital Advisory Group's investment management fee, the deduction of which would decrease indicated account performance.

Historical performance results for investment indices and/or categories have been provided for general comparison purposes only, and generally do not reflect the deduction of transaction and/or custodial charges, the deduction of an investment management fee, nor the impact of taxes, the incurrence of which would have the effect of decreasing historical performance results. It should not be assumed that your account holdings correspond directly to any comparative indices.

Data Source: Callan Associates, Inc., Performance Evaluation Program