

TPF exists to enable and expand mission.

We believe that we can make a difference in people's lives by supporting the mission and ministry of our partners.

A Perfect World

In a perfect world no one would be hungry, no one would be sick, puppies would stay puppies, and the Cowboys would win a Super Bowl—again! For TPF, a perfect investment world would have high returns, no volatility, and market conditions would never change. Unfortunately, puppies continue to grow and market conditions remain volatile. As fiduciaries, our primary responsibilities include acting as good stewards and performing proper due diligence. According to Merriam-Webster, the definition of due diligence is “the care that a reasonable person exercises to avoid harm to other persons or their property.” TPF takes this charge seriously. And our diligence goes beyond the initial hiring of managers and the setting of asset allocations. The TPF Investment Committee continually monitors, reviews, and analyzes TPF Pooled Funds and their underlying managers. For example, in August of this quarter, despite posting positive long-term returns with a lower standard deviation, the Investment Committee completed an extensive analysis of our Large Cap Growth managers. The Committee concluded that TPF has top-quality managers who work well together, and they did not find compelling reason to make a change at that time. It is this type of continued due diligence that TPF provides for our partners on a continual basis.

The TPF portfolios were bolstered by good performance thanks to the equity managers out performing their respective benchmarks.

As for the Third Quarter, there was nowhere to hide in September with almost every asset class posting negative numbers. The TPF Balanced Fund posted the first negative return for a quarter since June of 2012. However, the TPF portfolios were bolstered by good performance thanks to the equity managers out performing their respective benchmarks. After having a tough 2013, the TPF Fixed Income portfolio is having a respectable 2014. It may not be a perfect world, but TPF continues to steward your long-term mission dollars.

TPF FUND PERFORMANCE AS OF 9-30-14

TPF Fund	3 rd Q	YTD	1 Yr	3 Yrs	5 Yrs
Benchmark	3 rd Q	2014	1 Yr	3 Yrs	5 Yrs
TPF Balanced Fund	-1.1%	2.9%	8.4%	13.4%	10.2%
Lipper Balanced Index*	-1.0%	4.5%	9.7%	12.5%	9.2%
TPF Large Cap Equity Fund	1.4%	6.6%	17.9%	24.0%	17.0%
Lipper Large Cap Core Fund Index	0.3%	6.9%	17.1%	21.7%	14.1%
TPF Growth Equity Fund Fund	2.2%	5.4%	16.5%	23.4%	18.2%
Lipper Large Cap Growth Fund Index	1.3%	5.5%	16.9%	21.7%	14.7%
TPF Value Equity Fund	0.7%	7.0%	19.1%	25.0%	16.2%
Lipper Large Cap Value Fund Index	0.0%	7.0%	17.3%	22.7%	13.9%
TPF International Equity Fund	-4.6%	-0.1%	5.9%	17.0%	9.7%
Lipper International Fund Index	-5.5%	-1.5%	4.4%	14.2%	6.9%
TPF Emrg. Markets Equity Fund	-3.8%	2.9%	1.7%	7.5%	4.6%
Lipper Emrg. Market Fund Index	-3.6%	2.7%	4.6%	8.6%	5.2%
TPF Small Cap Equity Fund	-3.3%	-1.9%	6.8%	21.8%	17.9%
Lipper Small Cap Fund Index	-6.1%	-2.9%	5.6%	20.6%	14.4%
TPF Fixed Income Fund	-0.4%	4.5%	4.4%	3.8%	4.5%
Lipper Immediate Inv Grade	0.0%	4.3%	4.5%	4.0%	5.3%
TPF Money Market Fund	.04%	.10%	.14%	.16%	.14%
Lipper Inst. Money Market Fund Avg	0.0%	0.0%	0.0%	.02%	.04%
TPF Real Estate Invst. Fund	-1.2%	3.2%	4.3%	9.7%	3.6%
NCREIF NFI-ODCE (Net)	2.7%	5.0%	11.7%	11.4%	9.0%
TPF Real Assets Fund	-6.4%	0.8%	1.3%	8.9%	N/A
Blended Real Assets Index ++	-7.3%	5.3%	7.9%	8.2%	N/A
TPF Defensive Strategies Fund	0.3%	1.4%	4.9%	12.3%	N/A
Lipper Long Short Equity Index	-0.8%	1.4%	5.7%	8.1%	5.4%
TPF Alt. Strategies Fund**	1.1%	1.9%	4.4%	3.7%	3.8%
HRI Fund of Funds Composite **	0.5%	2.7%	6.4%	5.3%	3.5%

Past performance is not necessarily indicative of future investment results.

The above 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 0.55% annually, including fees of outside investment managers.

*Lipper Balanced Index is the most aggressive Mixed Asset Target Allocation of the Lipper MATA indices.

**Valuations of TPF Alternative Strategies Fund and its benchmark lag one month.

++The Blended Real Assets Index is comprised of 1/3 Dow Jones UBS Commodity Index, 1/3 S&P Natural Resource, and 1/3 UBS 50/50 Infrastructure and Utilities.

Helping Others

Small Organizations Can Make a Big Difference

Pathway lighting for a camp, tuition support for a badly-burned firefighter's family, much needed furniture for a border preparatory mission school, and donations to disaster recovery agencies are all ways in which a small organization's Donor Advised Fund and Employee Giving Circle can impact the lives of others.

So how exactly does this work? A story about one of our partners will help explain. Not so long ago, the President of a small organization made the decision to fund a Donor Advised Fund through Texas Presbyterian Foundation with an initial donation. At this point, he asked employees to donate each month and committed the organization to match each and every employee dollar added to the fund. The employees could elect to participate through salary deduction or make other contributions as they wished. The results have been outstanding. Each month this staff meets to decide where the money will be allocated. Everyone has a voice, as any employee can suggest a non-profit 501(c)(3) organization to receive a gift, and the whole organization votes on who will receive the gift that month.

Everyone can make a difference with an Employee Giving Circle and Donor Advised Fund.



This type of DAF and Employee Giving Circle not only impacts those in the local community, but it also has a positive effect on the participants. One of the employees in the example mentioned above stated,

"It's great to know that the people I work with and the company I work for care about helping others. And it's so refreshing and energizing to be a part of this group."

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A Win-Win Gift Strategy

Gifting Appreciated Securities

As we enter the last quarter of 2014, TPF would like to remind you that we specialize in the low-cost administration of numerous types of charitable gifts, including the gifting of appreciated securities. As an individual, you may directly transfer appreciated securities to TPF in order for us to process them as a charitable gift to your church/institution. TPF can complete this transfer incurring less expense to you than a direct transfer, as well as possibly eliminate the payment of capital gains tax incurred at the time of the sale.

What better way to make a year-end gift to support mission? Please contact your TPF Administrator for more details.

Time for Change:

TPF Begins Implementation of a New Document Management Solution

TPF is pleased to announce that in October, 2014, we will officially begin our partnership with Toshiba Business



Solutions to implement DocuWare, our new Document Management System (DMS). TPF will use this system to transform the way we do business. Our new DMS will allow us to streamline our business processes and workflows through electronic document collaboration and management. This means that over the course of the next several months, we will be electronically converting all partner documents, correspondence, and process documentation, as we strive to maximize efficiencies and continually better our efforts to enable and expand mission.

We are eager to embrace the impact this new system will have on our organization. For TPF, this new DMS will cut costs, help our staff provide even better service to you thanks to increased productivity, and reduce our carbon footprint by eliminating 99% of the paper currently consumed by TPF.

TPF Balanced Fund Spend Rate

Update for 2015 Factor

The TPF Balanced Fund employs a spend policy distributing a periodic dividend set annually by the TPF Investment Committee to be a pre-specified percentage (currently 4.00%) of a 36 month moving average of market values of the Fund.

Utilizing the calculation of 4.00% of the average of the Fund's values for the trailing 36 months, the calculation results in a monthly factor of 0.0407601 per share for 2015. This will represent a 6.35% increase from the 2014 factor.

Please contact your TPF Administrator should you have any questions.