



Diocesan Investment Trust

OF THE DIOCESE OF NEW YORK

70th Annual Report

The DIT Fund

2012

DIOCESAN INVESTMENT TRUST

THE DIT FUND

TRUSTEES

The Rt. Rev. Andrew M. L. Dietsche, Bishop of New York, *ex officio*
Sr. Faith Margaret, CHS, Treasurer of the Diocese, *ex officio*
Jesse D. Adelaar, Peconic Partners, LLC
Christopher K. Cummins, Christ Church, Rye
Judy B. Morrill, Highmount Capital, LLC
Kevin W. Putt, Pickwick Capital Partners, LLC
David L. Rowe, Morgan Stanley Smith Barney, LLC
Craig Willey, PricewaterhouseCoopers LLP

OFFICERS

Chairman, ex officio, The Rt. Rev. Andrew M. L. Dietsche, Bishop of New York
President, Kevin W. Putt
Vice-President, Christopher K. Cummins
Secretary, Craig Willey
Treasurer, Christopher K. Cummins
Assistant Treasurer, Michele Kearney

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Christopher K. Cummins, *Treasurer & Vice President, ex officio*
Sr. Faith Margaret, CHS, *Diocesan Treasurer, ex officio*
Craig Willey, *Secretary, ex officio*

INVESTMENT ADVISOR

Commonfund Strategic Solutions

CUSTODIAN AND DISBURSING AGENT

Fiduciary Trust Company International

AUDITORS

PKF O'Connor Davies

COUNSEL

Hughes Hubbard and Reed, LLP

BUSINESS OFFICE

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THE TRUSTEES OF THE ESTATE AND PROPERTY
OF THE DIOCESAN CONVENTION OF NEW YORK

Diocesan Investment Trust

1047 Amsterdam Avenue
New York, NY 10025

To All DIT Shareholders:

The Diocesan Investment Trust, or DIT, was established in 1943 by the Trustees of the Estate and Property of the Diocesan Convention of New York (“TEP”) to provide investments for the TEP and other entities within the Diocese. In 2005 the DIT established the Parish Endowment Management Service, or “PEMS”, to assist parishes with the management of their long-term assets. The TEP was established by Diocesan Convention in 1877 and acts as trustee to over one-hundred trusts; beneficiaries include individual congregations and related entities throughout the Diocese.

In accord with its mandate the DIT engaged the Strategic Solutions Group at Commonfund in April, 2009, to assist the Trustees in providing prudent, institutional grade investment management and endowment services to the TEP, parishes and other institutions within the Episcopal Diocese of New York. As of December 31st, 2012, the DIT oversaw \$65.2 million on behalf of more than 170 trusts and entities throughout the Diocese.

Of the \$65.2 million, \$28.3 million (43%) represented various trust accounts (TEP), \$26.5 million (41%) voluntary investments by parishes and institutions throughout the Diocese, and \$10.4 million (16%) was invested on behalf parishes in the PEMS program. During the year investors subscribed nearly \$2.7 million for new shares in The DIT Fund and redeemed \$3.4 million to satisfy various operating and other needs, including automated quarterly distributions under the PEMS program of approximately \$441,000.

The DIT Fund finished the year up 11.09%, and the custom blended policy benchmark return was 10.65%. Annualized performance measured from the inception of our relationship with Commonfund (April, 2009) through December 31st, 2012, was 11.12%, nearly in line with the custom blended policy benchmark return of 11.41%. These performance figures are net of all fees paid to Commonfund but do not reflect the deduction of DIT administrative expenses of approximately 0.23% (annualized), which include the cost of processing redemption and subscription requests, custody, an annual audit, and the salary of our executive director.

The returns for 2012 were driven both by the allocated weighting among global equities, global bonds and alternatives and by the performance of these strategies against their individual benchmarks. The 2012 environment proved challenging for active stock managers where most found it difficult to outperform their respective benchmarks. During the first half of the year, opportunistic stock selectors struggled to outperform in a high correlation environment. During the second half of the year, relative performance improved as the importance of company fundamentals returned to the market. Within the equity exposure, the emphasis on emerging markets and de-emphasis on developed international markets added value. In the alternatives allocation, hedged equity strategies struggled in a strong upwardly trending market, and yet outperformed their respective indices. The fixed income part of the allocation had an exceptional year where selected managers strongly outperformed their benchmarks, adding to overall return.

Investment allocation was managed within limits prescribed by the Trustees. At year end, capital entrusted to the DIT was allocated 59.6% to stocks, 20.0% to bonds and 20.4% to liquid alternatives (primarily hedge fund and commodity managers).

THE TRUSTEES OF THE ESTATE AND PROPERTY
OF THE DIOCESAN CONVENTION OF NEW YORK

April 15, 2013

Established September 27, 1877

**Diocesan Investment Trust
of the Diocese of New York**

Financial Statements

December 31, 2012

Independent Auditors' Report

Trustees of the Estate and Property of the Diocesan Convention of New York as Trustees for the Diocesan Investment Trust of the Diocese of New York

We have audited the accompanying financial statements of the Diocesan Investment Trust of the Diocese of New York (the "Trust"), consisting of the Diocesan Investment Trust of the Diocese of New York ("DIT Fund"), which comprise the statement of assets and liabilities, including the schedule of investments, as of December 31, 2012, and the related statements of operations, changes in net assets and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Diocesan Investment Trust of the Diocese of New York as of December 31, 2012, and the results of its operations and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

PKF O'Connor Davies

New York, New York
April 18, 2013

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**Diocesan Investment Trust
of the Diocese of New York**

Statement of Assets and Liabilities
December 31, 2012

ASSETS

Investments, at fair value (cost \$60,737,684)	\$ 65,719,092
Receivable from brokers and custodian	1,843,640
Cash on deposit with custodian	311
Receivable for subscriptions	465,684
Dividends and accrued interest receivable	<u>213</u>
Total Assets	<u>68,028,940</u>

LIABILITES

Payable to brokers and custodian	1,836,649
Accrued liabilities	33,929
Payable for redemptions	244,278
Dividend distributions payable to shareholders	<u>645,826</u>
Total Liabilities	<u>2,760,682</u>

NET ASSETS

\$ 65,268,258

**Diocesan Investment Trust
of the Diocese of New York**

Schedule of Investments
December 31, 2012

Shares	Description/Geography	Percent of Net Assets	Fair Value
Equity Funds			
3,161,811	Commonfund Strategic Solutions Global Equity, LLC (United States)	53%	\$ 34,396,664
226,010	Commonfund Strategic Solutions Equity Fund, LLC (United States)	4%	2,785,383
143,553	Commonfund Institutional Small Cap Fund, LLC (United States)	3%	<u>1,965,259</u>
	Total Equity Funds (cost \$35,520,565)	60%	<u>39,147,306</u>
Fixed Income Funds			
720,858	Commonfund Institutional High Quality Bond Fund, LLC (United States)	12%	7,845,519
161,765	Commonfund Institutional Global Bond Fund, LLC (United States)	3%	1,881,071
33,060	Commonfund Institutional Real Return Bond Fund, Ltd. (Cayman Islands)	1%	<u>412,778</u>
	Total Fixed Income Funds (cost \$9,431,351)	16%	<u>10,139,368</u>
Commodity Investment Funds			
284,095	Commonfund Institutional Multi-Strategy Commodities Fund, Ltd. (Cayman Islands)	4%	<u>2,836,606</u>
	Total Commodity Investment Funds (cost \$2,231,611)	4%	<u>2,836,606</u>
Alternative Investment Funds			
387,858	Commonfund Strategic Solutions Diversifying Company (Cayman Islands)	6%	3,723,791
338,788	Commonfund Strategic Solutions Global Hedged Equity Company (Cayman Islands)	5%	3,491,478
313,797	Commonfund Strategic Solutions Relative Value & Event Driven (Cayman Islands)	5%	<u>3,350,544</u>
	Total Alternative Investment Funds (cost \$10,524,158)	16%	<u>10,565,813</u>
	Total Investments (cost \$57,707,685)	96%	<u>62,689,093</u>
Temporary Investments			
	Fiduciary Trust Company International Short Term Investment Pool U.S. Treasury (cost \$3,029,999)	5%	<u>3,029,999</u>
	Total Investments (cost \$60,737,684)	101%	65,719,092
	Other Assets and Liabilities, Net	-1%	<u>(450,834)</u>
	Net Assets		<u>\$ 65,268,258</u>

**Diocesan Investment Trust
of the Diocese of New York**

Statement of Operations
Year Ended December 31, 2012

INVESTMENT INCOME

Interest and dividends 907,167

EXPENSES

Administrative fees 120,108

Advisory fees 113,723

Professional fees 24,260

Custodian fees 7,725

Total Expenses 265,816

Net Investment Income 641,351

**NET REALIZED AND
UNREALIZED GAINS (LOSS) ON INVESTMENTS**

Net realized gains from security transactions

Proceeds from sales 47,972,506

Cost of securities sold (42,059,733)

Net Realized Gain on Investments 5,912,773

Net increase in unrealized appreciation
on investments

5,984

Net Realized and Unrealized Gain
on Investments

5,918,757

Net increase in Net Assets

Resulting from Operations \$ 6,560,108

**Diocesan Investment Trust
of the Diocese of New York**

Statement of Changes in Net Assets
Year Ended December 31, 2012

FROM OPERATIONS AND DIVIDEND DISTRIBUTIONS

Net investment income	\$ 641,351
Net realized gain on investments	5,912,773
Net increase in unrealized appreciation on investments	<u>5,984</u>
Net increase in Net Assets Resulting from Operations	6,560,108
Dividend distributions to shareholders	<u>(2,560,898)</u>
Net Change in Net Assets Derived from Operations and Dividend Distributions to Shareholders	<u>3,999,210</u>

**FROM TRANSACTIONS IN
SHARES OF BENEFICIAL INTEREST**

Proceeds received from subscriptions to shares of beneficial interest	2,650,048
Amounts paid on redemption of shares of beneficial interest	<u>(3,397,656)</u>
Change in Net Assets Derived From Transactions in Shares of Beneficial Interest	<u>(747,608)</u>
Net Change in Net Assets	3,251,602

NET ASSETS

Beginning of year	<u>62,016,656</u>
End of year	<u>\$ 65,268,258</u>

**Diocesan Investment Trust
of the Diocese of New York**

Statement of Cash Flows
Year Ended December 31, 2012

CASH FLOWS FROM OPERATING ACTIVITIES

Net increase in net assets resulting from operations	<u>\$ 6,560,108</u>
Adjustments to reconcile net increase in net assets resulting from operations to net cash from operating activities	
Purchase of investments	(45,206,790)
Sale of investments	47,972,506
Net increase in unrealized appreciation on investments	(5,984)
Net realized gain on investments	(5,912,773)
Change in Operating Assets and Liabilities	
Receivable from brokers and custodian	(949,937)
Receivable for subscriptions	(82,235)
Payable to brokers and custodian	947,462
Accrued liabilities	636
Payable for redemptions	(32,927)
Dividends and accrued interest receivable	1,935
Dividend distributions payable to shareholders	<u>15,875</u>
Net Cash from Operating Activities	<u>3,307,876</u>

CASH FLOWS FROM FINANCING ACTIVITIES

Proceeds received from subscriptions to shares of beneficial interest	2,650,048
Amounts paid on redemption of shares of beneficial interest	(3,397,656)
Dividend distributions to shareholders	<u>(2,560,898)</u>
Net Cash from Financing Activities	<u>(3,308,506)</u>
Net Change in Cash and Cash Equivalents	(630)

CASH AND CASH EQUIVALENTS

Beginning of year	<u>941</u>
End of year	<u>\$ 311</u>

**Diocesan Investment Trust
of the Diocese of New York**

Notes to Financial Statements
December 31, 2012

1. Organization

The Trustees of the Estate and Property of the Diocesan Convention of New York, (the "TEP") is a tax-exempt corporation established in 1877 by distinguished Episcopal laymen, at the direction of the Diocesan Convention, to receive and hold property for churches, institutions, and endowments of the Diocese. The TEP established the Diocesan Investment Trust of the Diocese of New York (the "Trust").

On April 30, 2009, the investment guidelines for the Diversified Equity Fund were revised to reflect the broader investment allocation opportunities of The Commonfund for Nonprofit Organizations and its Affiliated Subsidiaries. The Diversified Equity Fund was renamed the Diocesan Investment Trust of the Diocese of New York ("DIT Fund").

2. Summary of Significant Accounting Policies

Basis of Accounting

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America ("US GAAP").

Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Fair Value Measurements

The Trust follows Financial Accounting Standards Board (FASB) guidance on *Fair Value Measurements* which defines fair value and establishes a fair value hierarchy organized into three levels based upon the input assumptions used in pricing assets. Level 1 inputs have the highest reliability and are related to assets with unadjusted quoted prices in active markets. Level 2 inputs relate to assets with other than quoted prices in active markets which may include quoted prices for similar assets or liabilities or other inputs which can be corroborated by observable market data. Level 3 inputs are unobservable inputs and are used to the extent that observable inputs do not exist.

**Diocesan Investment Trust
of the Diocese of New York**

Notes to Financial Statements
December 31, 2012

2. Summary of Significant Accounting Policies (*continued*)

Investments Valuation

Investments are carried at fair value. The fair value of equity, fixed income, commodity investment and alternative investment funds have been estimated using the Net Asset Value (“NAV”) as reported by the management of the respective funds. FASB guidance provides for the use of NAV as a “*Practical Expedient*” for estimating fair value of funds. NAV reported by each fund is used as a practical expedient to estimate the fair value of the Trust’s interest therein and their classification within Level 2 or 3 is based on the Trust’s ability to redeem its interest in the near term.

Investment Income Recognition

Purchases and sales of securities are recorded on a trade-date basis. Interest income is recorded on the accrual basis and dividends are recorded on the ex-dividend date. Realized and unrealized gains and losses are included in the determination of the change in net assets.

Cash and Cash Equivalents

The Trust considers all highly liquid financial instruments with a maturity of three months or less at the time of purchase to be cash equivalents.

Distributions to Shareholders

Shareholders receive quarterly distributions of earnings. Distributions are declared for Shareholders of record on the 10th day of the last month of a quarter and are calculated based on 1% of the average market value of the DIT Fund’s previous twelve quarters.

Accounting for Uncertainty in Income Taxes

The Trust recognizes the effect of income tax positions only if those positions are more likely than not of being sustained. Management has determined that the Trust had no uncertain tax positions that would require financial statement recognition. The Trust is subject to U.S. federal, state or local income tax audits.

Subsequent Events Evaluation by Management

Management has evaluated subsequent events for disclosure and/or recognition in the financial statements through the date that the financial statements were available to be issued, which date is April 18, 2013.

**Diocesan Investment Trust
of the Diocese of New York**

Notes to Financial Statements
December 31, 2012

3. Investment Activity

Purchases and sales of individual investments by the DIT Fund, other than short-term investments and gross unrealized gains and losses for the year ended December 31, 2012 consists of the following:

Purchases	\$ 45,206,790
Sales	47,972,506
Unrealized Gains	4,096,153
Unrealized Losses	(4,090,169)

4. Investment Risks and Uncertainties

Alternative Investment Funds consist of non-traditional, not readily marketable investments, some of which may be structured as offshore limited partnerships, venture capital funds, hedge funds, private equity funds and common trust funds. The underlying investments of such funds, whether invested in stocks or other securities, are generally not currently traded in a public market and typically are subject to restrictions on resale. Values determined by investment managers and general partners of underlying securities that are thinly traded or not traded in an active market may be based on historical cost, appraisals, a review of the investees' financial results, financial condition and prospects, together with comparisons to similar companies for which quoted market prices are available or other estimates that require varying degrees of judgment.

Investments are carried at fair value. Because of the inherent uncertainty of valuations, the estimated fair values may differ significantly from the values that would have been used had a ready market for such investments existed or had such investments been liquidated, and those differences could be material.

At December 31, 2012, two individual investments represented approximately 53% and 12% of net assets.

**Diocesan Investment Trust
of the Diocese of New York**

Notes to Financial Statements
December 31, 2012

5. Fair Value of Investments

The following are the classes of investments at December 31, 2012 grouped by the fair value hierarchy for those investments measured at fair value on a recurring basis:

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Other Unobservable Inputs (Level 3)	Total
Mutual Funds				
Equity Funds	\$ -	\$ 39,147,306	\$ -	\$ 39,147,306
Fixed Income Funds	-	10,139,368	-	10,139,368
Commodity Investment Funds	-	2,836,606	-	2,836,606
Alternative Investment Funds	-	-	10,565,813	10,565,813
Temporary Investments				
U.S. Treasury	<u>3,029,999</u>	<u>-</u>	<u>-</u>	<u>3,029,999</u>
	<u>\$ 3,029,999</u>	<u>\$ 52,123,280</u>	<u>\$ 10,565,813</u>	<u>\$ 65,719,092</u>

There were no transfers into and out of any level of the fair value hierarchy for assets measured at fair value for the year ended December 31, 2012.

The following is a reconciliation of the beginning and ending balances for Level 3 investments during the year ended December 31, 2012:

	<u>Mutual Funds Alternative Investment Funds</u>
Beginning balance	\$ 8,745,754
Unrealized gains/(losses)	577,759
Total realized gains/(losses)	(7,700)
Purchases	2,000,000
Settlements	<u>(750,000)</u>
Ending balance	<u>\$ 10,565,813</u>

**Diocesan Investment Trust
of the Diocese of New York**

Notes to Financial Statements
December 31, 2012

5. Fair Value of Investments (continued)

Information regarding investments, including alternatives, valued at NAV using the practical expedient at December 31, 2012 is as follows:

	Fair Value	Unfunded Commitments	Redemption Frequency	Redemption Notice Period
Equity Funds (a)	\$ 39,147,306	\$ -	Weekly, Monthly	5 - 30 days
Fixed Income Funds (b)	10,139,368	-	Weekly, Monthly	5 days
Commodity Investment Fund (c)	2,836,606	-	Monthly	5 - 30 days
Alternative Investment Funds (d)	10,565,813	-	Quarterly, Annually	95 days
Total	<u>\$ 62,689,093</u>	<u>\$ -</u>		

a. This category includes investments in funds that invest both long and short primarily in U.S. common stocks, partnerships and other Commonfund managed funds.

b. This category includes investments in funds that invest primarily in dollar-denominated investment grade bonds, inflation-indexed securities, sovereign bonds and other fixed income securities.

c. This category includes investments that pursue a multi-strategy approach to investing in the commodities markets, which include futures, options on futures and forward contracts on exchange traded agriculture goods, metals, minerals, energy products and foreign currencies.

d. This category includes investments in funds that invest both long and short primarily in global markets including but not limited to equity, currencies and fixed income. The fair values of the investments in this category have been estimated using level 3 inputs that are unobservable inputs and are used to the extent that observable inputs do not exist, such as the net asset value per share of the investments.

6. Advisory Fees

The Commonfund for Nonprofit Organizations and its Affiliated Subsidiaries (the "Commonfund") provide investment management and advisory services for the Trust using their Strategic Solutions program. The Commonfund charges administrative and management advisory fees to individual mutual funds held by the Trust at the fund level and include these costs in the computation of net asset value. Certain other Commonfund funds charge management advisory fees to the Trust directly by redeeming shares or interests in the respective Commonfund fund for the applicable month or quarter-end period. These direct charges are recorded as advisory fees and exclude administrative and management advisory fees computed as part of the net asset value of Commonfund mutual funds.

**Diocesan Investment Trust
of the Diocese of New York**

Notes to Financial Statements
December 31, 2012

7. Dividend Distributions Payable to Shareholders

The Trust declared as of December 10, 2012 a dividend per share of \$1.265. The dividends were paid on January 15, 2013, to shareholders of record on December 10, 2012.

8. Capital Share Transactions and Undistributed Net Beneficial Interest

Each investor owns a beneficial interest in the DIT Fund as represented by shares of equal interest in the DIT Fund, each representing an undivided proportionate interest in all of the assets and liabilities of the DIT Fund. Transactions in shares of beneficial interest were as follows for the Trust:

Shares of beneficial interest, Beginning January 1, 2012	518,640.904
Shares subscribed	21,041.417
Shares redeemed	<u>(27,410.376)</u>
Shares of beneficial interest, Ending December 31, 2012	<u>512,271.946</u>

9. Related Party Transactions

The TEP invests directly in the DIT Fund, and through the Parish Endowment Management Service (PEMS) program. PEMS allows the TEP to retain, invest, reinvest and disburse the endowment funds for each church under investment management contracts. Each PEMS unit issued to a parish represents a percentage beneficial ownership interest in the DIT Fund. Other parishes also invest directly in the funds of the Trust.

	<u>Shares Owned</u>	<u>Cost of Shares</u>	<u>Market Value of Shares</u>
TEP	222,104.510	\$ 17,770,434	\$ 28,298,201
PEMS	81,868.920	10,205,999	10,430,869
Other Parishes	<u>208,298.517</u>	<u>23,767,965</u>	<u>26,539,188</u>
Total	<u>512,271.946</u>	<u>\$ 51,744,398</u>	<u>\$ 65,268,258</u>

**Diocesan Investment Trust
of the Diocese of New York**

Notes to the Financial Statements
December 31, 2012

10. Financial Highlights

Financial highlights for the year ended December 31, 2012 are as follows:

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>*2009</u>
Per Share Operating Performance:				
Net asset value, Beginning of year	\$ 119.574	\$ 130.176	\$ 120.920	\$ 101.244
Income from investment operations:				
Net investment income	1.251	1.583	1.677	1.744
Net realized and unrealized gain (loss) on investments	<u>11.594</u>	<u>(7.291)</u>	<u>12.314</u>	<u>21.292</u>
Total from Investment Operations	132.419	124.468	134.911	124.280
Less distributions to shareholders	<u>(5.009)</u>	<u>(4.894)</u>	<u>(4.735)</u>	<u>(3.360)</u>
Net Asset Value, End of year	<u>\$ 127.410</u>	<u>\$ 119.574</u>	<u>\$ 130.176</u>	<u>\$ 120.920</u>
 Total Return	 <u>10.86%</u>	 <u>-4.48%</u>	 <u>11.87%</u>	 <u>22.97%</u>
Ratios and Supplemental Data:				
Net assets, End of year, rounded (\$ thousands)	<u>\$ 65,268</u>	<u>\$ 62,017</u>	<u>\$ 67,401</u>	<u>\$ 61,979</u>
Ratio of expenses to average net assets:				
Investment advisory fees	0.177%	0.175%	0.183%	0.175%
Other administrative costs	<u>0.237%</u>	<u>0.219%</u>	<u>0.227%</u>	<u>0.236%</u>
 Total Expense Ratio	 <u>0.414%</u>	 <u>0.394%</u>	 <u>0.410%</u>	 <u>0.411%</u>
Ratio of net investment income to average net assets	<u>1.001%</u>	<u>1.237%</u>	<u>1.376%</u>	<u>2.057%</u>
Number of shares outstanding at End of year, rounded (000's omitted)	<u>512</u>	<u>519</u>	<u>518</u>	<u>513</u>

Financial highlights are calculated for the share class as a whole. An individual shareholder's return and ratios may vary based on the timing of share transactions.

*Financial highlights for the period from May 1, 2009 to December 31, 2009 are annualized.