



Ministry Funds Management Investment Options

This information sheet contains descriptions of the various investment options that are currently available through the Ministry Funds Management program of WatersEdge Advisors. The investment options include Church Building Loan (CBL) Term Investments, Market Investments, and Cash Funds. Investment options may be selected by completing the Ministry Funds Management Investment Allocation Form.

CHURCH BUILDING LOAN TERM INVESTMENTS

One Month CBL Term Investment

The One Month CBL Term Investment will receive a fixed rate for one (1) month.

Three Month CBL Term Investment

The Three Month CBL Term Investment will receive a fixed rate for three (3) months.

Six Month CBL Term Investment

The Six Month CBL Term Investment will receive a fixed rate for six (6) months.

Nine Month CBL Term Investment

The Nine Month CBL Term Investment will receive a fixed rate for nine (9) months.

One Year CBL Term Investment

The One Year CBL Term Investment will receive a fixed rate for one (1) year.

Two Year CBL Term Investment

The Two Year CBL Term Investment will receive a fixed rate for two (2) years.

Three Year CBL Term Investment

The Three Year CBL Term Investment will receive a fixed rate for three (3) years.

Five Year CBL Term Investment

The Five Year CBL Term Investment will receive a fixed rate for five (5) years.

- CBL Term Investments are designed for clients seeking income.
- CBL Term Investments invest predominantly in the debt of Southern Baptist churches.
- Investments may also include the debt of other Southern Baptist entities, as well as cash.
- All CBL Term Investment interest rates are quoted as an annualized rate.
- Interest for CBL Term Investments will be paid at maturity.
- Automatic renewal of CBL Term Investments at the prevailing rate is assumed unless prior written notice is received.
- For a term investment that is 12 months or less, the penalty is three (3) months of interest. For a term investment that is longer than 12 months, the penalty is six (6) months of interest. The penalties shall be limited to accrued interest and shall not invade principal.

MARKET INVESTMENTS

General Investment Pool. The General Investment Pool is designed for medium to long term investors seeking investment growth with income. This investment pool invests predominantly in stocks and bonds but may also have a nominal investment in cash. The target asset allocation is diversified as follows: 45% U.S. stocks, 20% international stocks and 35% high quality U.S. corporate and government bonds. This investment pool offers higher potential for investment growth (loss) relative to other investment options which have no investments in stocks. This investment pool seeks to outperform the MSCI All Country World Index for stock investments and the Barclay's Aggregate Bond Index for bond investments.

Total Equity Pool. The Total Equity Pool is designed for long term investors seeking investment growth. This investment pool invests predominantly in stocks but may also have a nominal investment in cash. The target asset allocation is diversified as follows: 70% U.S. stocks and 30% international stocks. This investment pool offers a higher potential for investment growth (loss) with limited income generated from dividends. This investment pool seeks to outperform the MSCI All Country World Index.

Fixed Income Pool. The Fixed Income Pool is designed for long term investors seeking investment income. This investment pool invests predominantly in bonds and may also have a nominal investment in cash. The target asset allocation is 100% U.S. corporate and government bonds. This investment pool seeks to provide a greater level of income relative to other market investment options with potential for investment growth (loss). This investment pool seeks to outperform the Barclay's Aggregate Bond Index.

CASH FUNDS

Enhanced Cash Fund. The Enhanced Cash Fund is designed for short term investors seeking liquidity. This investment fund shall invest in the debt of Southern Baptist churches. Investments may include the debt of other Southern Baptist entities, as well as cash equivalents.

Money Market Mutual Fund. The Money Market Mutual Fund is designed for short term investors seeking investment income. This investment fund shall invest in an institutional cash money market fund.

All funds, with the exception of the CBL Term Investments, are managed by registered investment advisors.



Ministry Funds Management Investment Allocation Form*

_____ (Client) requests that its Ministry Funds Management account as identified below be invested in accordance with this Investment Allocation Form. **Asset selections made and authorized signers named within this Investment Allocation Form are applicable to this account only.** (New accounts will be assigned an account number upon inception of Ministry Funds Management account.)

Account Name: _____

Account Number: _____

WatersEdge Advisors is available to work with you to personalize an investment portfolio that will meet your institution's investment objectives and goals.

\$ _____ CBL Term Investments

Please indicate CBL Term Investments by dollar amount and term below (*total must equal amount listed above*). Multiple CBL Term Investments may be selected. A description of investments may be found in the Ministry Funds Management Investment Options. Each of the term investments will receive a fixed interest rate for the term of the deposit. All interest rates are quoted as an annualized rate. Interest will be paid at maturity. For a term investment that is 12 months or less, the penalty for early termination is three (3) months of interest. For a term investment that is longer than 12 months, the penalty for early termination is six (6) months of interest. The penalties shall be limited to accrued interest and shall not invade principal.

- \$ _____ One Month Term Investment
- \$ _____ Three Month Term Investment
- \$ _____ Six Month Term Investment
- \$ _____ Nine Month Term Investment
- \$ _____ One Year Term Investment
- \$ _____ Two Year Term Investment
- \$ _____ Three Year Term Investment
- \$ _____ Five Year Term Investment

\$ _____ Market Investments

Please indicate Market Investment allocation by percentages (*total must equal 100% of the allocation to Market Investments*). A description of investments may be found in the Ministry Funds Management Investment Options.

- _____ % General Investment Pool
- _____ % Total Equity Pool
- _____ % Fixed Income Pool

100 % TOTAL

\$ _____ Cash Funds

Please indicate Cash Funds investments by dollar amount below. *(total must equal amount listed above)*

\$ _____
\$ _____

Enhanced Cash Fund
Money Market Mutual Fund

DEFAULT SELECTION:

If an allocation for investment is not made, the default allocation will be 100% to the Enhanced Cash Fund.

Executed and effective this _____ day of _____, 20____

CLIENT:

BY: _____

Signature

Print Name and Title

*For New Clients