

## OICF Mid-to-Long Term Fund (MLF): Select Asset Class Returns as of December 31, 2016<sup>1</sup>

### Orcas Island Community Foundation

#### OICF Mid- to Long-Term Fund (MLF) Time-Weighted Return and Asset Allocation Summary Period Ending December 31, 2016

Name	Ending Market Value <sup>5</sup>	% of Fund	Interim Target <sup>7</sup> %	Long-term Target <sup>8</sup> %	QTD % Return	Latest 1 Year % Return	Ann.* ITD % Return	2015 % Return	2014 % Return	2013 % Return
<b>OICF Mid- to Long-Term Fund (Gross of Fee)<sup>1</sup></b>	<b>12,022,615</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>0.32</b>	<b>6.32</b>	<b>4.37</b>	<b>(2.56)</b>	<b>3.22</b>	<b>9.85</b>
<b>OICF Mid- to Long-Term Fund (Net of Fee)<sup>1</sup></b>					<b>0.21</b>	<b>5.82</b>	<b>3.78</b>	<b>(3.06)</b>	<b>2.56</b>	<b>9.09</b>
<i>60-40 (MSCI ACWI - Barclays US Agg Bond)</i>					<i>(0.48)</i>	<i>5.92</i>	<i>5.67</i>	<i>(0.98)</i>	<i>4.96</i>	<i>12.32</i>
<i>* Inception date for performance reporting: 11/30/12</i>										
<b>Asset Class<sup>1</sup> (# of Underlying Managers)</b>										
<i>Selected Performance Benchmark<sup>6</sup></i>										
Description										
<b>Strategic Cash &amp; Cash Equivalents (2)</b>	<b>14,876</b>	<b>0.1%</b>	<b>0.1%</b>	<b>0.0%</b>	<b>-</b>	<b>0.02</b>	<b>0.03</b>	<b>0.37</b>	<b>0.52</b>	<b>0.70</b>
<i>Barclays US Treasury Bill 1-3 month<sup>2</sup></i>					<i>0.07</i>	<i>0.26</i>	<i>0.09</i>	<i>0.03</i>	<i>0.03</i>	<i>0.05</i>
<i>Money market funds, CDs, and other short-term cash instruments</i>										
<b>Taxable Fixed Income<sup>3</sup> (4)</b>	<b>3,463,097</b>	<b>28.8%</b>	<b>28.6%</b>	<b>25.0%</b>	<b>(0.58)</b>	<b>2.45</b>	<b>1.22</b>	<b>(0.96)</b>	<b>2.46</b>	<b>0.24</b>
<i>Barclays US Agg Bond</i>					<i>(2.98)</i>	<i>2.65</i>	<i>1.67</i>	<i>0.55</i>	<i>5.97</i>	<i>(2.03)</i>
<i>Citi World Global Bond</i>					<i>(8.53)</i>	<i>1.60</i>	<i>(1.83)</i>	<i>(3.57)</i>	<i>(0.48)</i>	<i>(4.00)</i>
<i>Barclays US Aggregate 1-3 Yr TR USD</i>							<i>0.99</i>	<i>0.93</i>	<i>1.23</i>	<i>0.61</i>
<i>50% intermediate term and 50% short term bonds until 2/9/15</i>										
<i>100% intermediate term post 2/9/15</i>										
<b>Income Opportunities (4)</b>	<b>825,963</b>	<b>6.9%</b>	<b>6.9%</b>	<b>6.0%</b>	<b>0.72</b>	<b>17.12</b>	<b>3.83</b>	<b>(15.05)</b>	<b>2.48</b>	<b>13.29</b>
<i>IO Equal-Weighted Policy Index<sup>4</sup></i>					<i>(0.29)</i>	<i>13.25</i>	<i>3.48</i>	<i>(12.98)</i>	<i>2.41</i>	<i>13.09</i>
<i>Convertible bonds, emerging market bonds, global high-yield bonds, income-oriented Master Limited Partnerships</i>										
<b>Global Public Equity (17)</b>	<b>3,826,561</b>	<b>31.8%</b>	<b>32.0%</b>	<b>28.0%</b>	<b>0.77</b>	<b>7.81</b>	<b>9.24</b>	<b>(1.11)</b>	<b>4.52</b>	<b>25.06</b>
<i>MSCI All Country World Index</i>					<i>1.19</i>	<i>7.86</i>	<i>8.16</i>	<i>(2.36)</i>	<i>4.16</i>	<i>22.80</i>
<i>S&amp;P 500</i>					<i>3.82</i>	<i>11.96</i>	<i>14.26</i>	<i>1.38</i>	<i>13.69</i>	<i>32.39</i>
<i>Diversified publicly-traded global stocks</i>										
<b>Real Assets (4)</b>	<b>826,655</b>	<b>6.9%</b>	<b>6.9%</b>	<b>6.0%</b>	<b>1.25</b>	<b>14.38</b>	<b>(2.95)</b>	<b>(19.77)</b>	<b>(2.56)</b>	<b>(0.16)</b>
<i>RA Equal-Weighted Policy Index<sup>5</sup></i>					<i>0.81</i>	<i>11.59</i>	<i>(3.07)</i>	<i>(19.57)</i>	<i>(2.86)</i>	<i>3.15</i>
<i>Diversified commodities, energy infrastructure Master Limited Partnerships, treasury inflation-protected securities (TIPS)</i>										
<b>Public Alternatives (11)</b>	<b>2,055,063</b>	<b>17.1%</b>	<b>17.2%</b>	<b>15.0%</b>	<b>0.23</b>	<b>0.55</b>	<b>3.16</b>	<b>3.00</b>	<b>5.38</b>	<b>3.19</b>
<i>60-40 (HFRX Absolute Return - HFRX Macro CTA)</i>					<i>(0.92)</i>	<i>(0.99)</i>	<i>1.10</i>	<i>0.93</i>	<i>2.57</i>	<i>1.43</i>
<i>Diversifying liquid strategies including arbitrage and global macro</i>										
<b>Private Real Estate (10)</b>	<b>786,688</b>	<b>6.5%</b>	<b>6.5%</b>	<b>10.0%</b>	<b>1.30</b>	<b>10.33</b>	<b>5.78</b>	<b>15.70</b>	<b>0.93</b>	
<b>Private Equity (9)</b>	<b>223,712</b>	<b>1.9%</b>	<b>1.9%</b>	<b>10.0%</b>	<b>(0.99)</b>	<b>5.35</b>				

<sup>1</sup> All returns net of underlying manager fees. Cornerstone advisory fee is deducted at the total portfolio level

<sup>2</sup> Strategic Cash and Cash Equivalents: Long-term target policy index (assumes no 10% reserve for strategic cash)

<sup>3</sup> Global Fixed Income allocation was consolidated in the Cornerstone Advisors Core Plus Bond Fund (CATCX) on 8/31/2016. Current allocation is ~75% domestic and 25% global sovereign bonds

<sup>4</sup> Income Opportunities: Equal-Weighted blend of JPM Alerian MLP Index ETN, BofAML Global High Yield Bond Index, BofAML Convertible Bond Index, JPM GBI Emerging Markets Bond Index

<sup>5</sup> Real Assets: Equal-Weighted blend of Barclays US Treasury TIPS index, DJ UBS Commodity Index, Alerian MLP Index

<sup>6</sup> See index definitions for commentary regarding asset specific benchmarks

<sup>7</sup> Interim allocation to diversified traditional portfolio ratably over-weighted while Private Real Estate and Private Equity allocations are built out over time

<sup>8</sup> Long-term allocation reflects 60/40 stock/bond equivalent with 10% allocation to each Private Real Estate and Private Equity