

QUAKER INDEX FUND



ADDING VALUES TO STRONG PERFORMANCE.

FUND INFORMATION

Fund Type..... Quantitative/Index Fund
 Inception Date..... April 30, 2013

Tiered fee schedule from 0.30% to 0.20% based on account size. Minimums apply.

Withdrawals are processed upon request within three business days.

FUND OVERVIEW

The Quaker Index Fund (QIF) is a Quaker-screened fund designed to track the S&P 500 Index with low annual turnover and low tracking error. It is managed in a manner that is consistent with Friends Fiduciary's socially responsible investment guidelines, and like the S&P 500, it is diversified across all economic sectors.

QIF is intended for larger organizations, including Friends colleges and universities, churches and meetings, schools, retirement communities and foundations with an investment horizon of five years or longer.

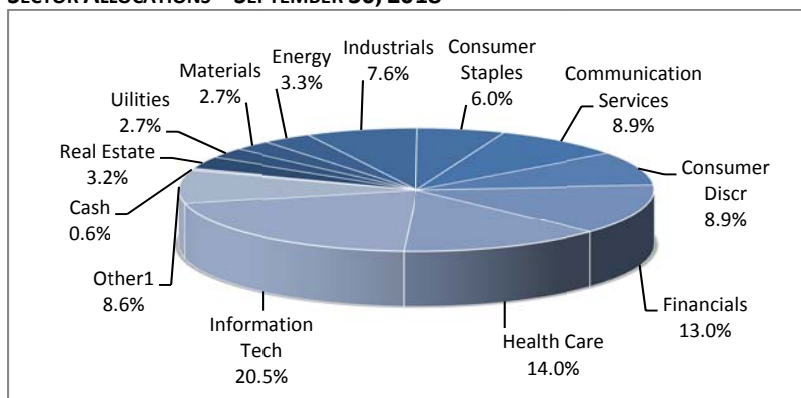
INVESTMENT PHILOSOPHY & GUIDELINES

Friends Fiduciary embraces a broadly held desire that investments be made in businesses that are beneficial to society. A unifying and consistent belief of Friends over the years is the importance and value of the peace testimony. Consequently, we avoid investing in manufacturers of weapons or weapons components. In addition, we exclude companies that are engaged in the production of alcohol, tobacco, firearms, or coal and those that operate gambling

Total Net Assets, September 30, 2018*	\$95.19 MM	
Unit Value, September 30, 2018	\$42.32	
Dividends Are Reinvested		
Estimated 12 Mo. Tracking Error to S&P 500	±0.86%	
<u>Sector Exposure - Top Five (9/30/18)</u>	<u>QIF</u>	<u>S&P 500</u>
Information Technology	22.6%	21.0%
Health Care	15.4%	15.1%
Financials	14.3%	13.3%
Communications Services	9.8%	10.3%
Consumer Discretionary	9.8%	10.0%
Number of Holdings	390	500
*includes total assets in co-mingled fund and separately managed accounts.		

casinos, lotteries, or for-profit prisons. We give additional in-depth consideration to corporate track records on environmental, social, and governance issues (ESG) issues. For electric utilities, we exclude companies that rely on coal or nuclear for a significant proportion of their fuel mix. For companies in environmentally high impact industries like oil and gas and chemicals, we choose companies that perform well against their industry and peers on objective criteria. On social issues, we evaluate companies across multiple dimensions including human rights, labor relations, and supply chain management.

SECTOR ALLOCATIONS – SEPTEMBER 30, 2018



¹Other includes Materials, Utilities, and REITS.

INVESTMENT RETURNS	3Q18	1 Year	3 Year	5 Year	Since Inception*
Quaker Index Fund	7.13%	18.52%	16.78%	14.07%	14.24%
S&P 500 Index	7.71%	17.91%	17.31%	13.95%	14.08%

Returns greater than one year are annualized.

*Inception Date: April 30, 2013

INVESTMENT PHILOSOPHY & GUIDELINES

Friends Fiduciary embraces the widely held desire that investments should be made in businesses that serve a beneficial purpose to society. A unifying and consistent belief of Friends over the years is the importance and value of the peace testimony. Consequently, we avoid investing in manufacturers of weapons or weapons components. We also exclude companies that are engaged in the production of alcohol, tobacco, firearms, or coal and those that operate gambling casinos, lotteries or for-profit prisons.

We give additional in-depth consideration to corporate social track records on labor, environmental, social and governance issues. For companies engaged in electricity production, we exclude those that rely on coal and/or nuclear for a significant proportion of their fuel mix. For companies engaged in the exploration, production, refining and/or transportation of oil and gas products, we select companies that perform well against their industry and peers when evaluated on objective criteria. On social issues, we evaluate companies across multiple dimensions including human rights, labor relations and supply chain management.

SOCIALLY RESPONSIBLE INVESTING

Quaker testimonies and values guide Friends Fiduciary's investment activities in three primary ways:

- We actively screen out companies that do not meet our SRI restrictions.
- We vote shareholder proxies to communicate our Quaker values on environmental, financial, social and governance issues.
- We join other institutional and faith-based investors in shareholder resolutions and company dialogues to encourage reforms.

ABOUT FRIENDS FIDUCIARY

Friends Fiduciary Corporation is a Quaker non-profit organization providing cost effective, professional, socially responsible investment management services exclusively to Quaker meetings, churches, schools and organizations.

FFC manages over \$475 million for more than 390 constituents across the country. We are a manager of managers, selecting best in class investment managers to implement our Quaker socially responsible investment criteria.

WHY FRIENDS FIDUCIARY?

We deliver...

- Excellent investment returns
- Institutional investment management
- A disciplined Quaker SRI approach
- Excellent customer service

...at cost

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