

# Morley Stable Value Fund 25

Monthly Portfolio Fact Sheet - Net 0.25%  
as of December 31, 2011

**MORLEY FINANCIAL**  
SERVICES, INC.

## Historical Rates of Return

	Month	3 Mo	YTD	1-YR	3-YR*	5-YR*	10-YR*
Fund - Gross	0.18%	0.53%	2.37%	2.37%	2.56%	3.35%	3.95%
Fund - Net	0.15%	0.46%	2.11%	2.11%	2.30%	3.09%	3.69%
iMoneyNet All Taxable	0.00%	0.01%	0.03%	0.03%	0.09%	1.38%	1.66%
Barclay's 1-3 Year Govt.	0.06%	0.21%	1.56%	1.56%	1.79%	3.80%	3.39%

\* Annualized. Past performance is not an indicator of future results. Performance returns assume the reinvestment of dividends and other earnings. Returns for periods less than one year are not annualized. Fees charged by varying share classes including fees assessed to offset plan expenses may differ. As a result, investors in other share classes may obtain higher or lower net returns if multiple share classes are available.

Market indices have been provided for comparison purposes only. They are unmanaged and do not reflect any fees or expenses. Individuals cannot invest directly in an index. The iMoneyNet All-Taxable Money Market Fund Index measures the equally weighted returns of over 1,600 of the largest taxable money market funds. The Barclay's 1-3 Year Government Bond Index measures the returns of investment grade, fixed-rate dollar denominated bonds publicly issued by the U.S. Government, with a maturity of over 1 year, and less than 3 years. Performance results may vary when compared to externally generated performance due to differences in calculation methodology.

The Fund - Net returns shown above approximates the net return investors would have earned if they had been invested in the fee class for the time periods shown above. The net return actually earned by participating trusts may be different. The fund returns shown above are net of a total of 0.25% per annum in total fund fees paid to the trustee for services including trustee and investment advisory. If applicable the fee may also include compensation paid to other third party service providers as designated by participating trusts. Total returns for periods prior to the inception date of a share class are based on the oldest Stable Value Fund's return, adjusted to reflect the estimated fees for the respective share class.

## Fund Profile

Assets	4,740,597,956	Crediting Rate	2.13%
Contract Issuers	11	Avg. Quality	AA+
Market/Book Ratio	102.50%	Avg. Maturity	2.36 years
		Avg. Duration	2.31 years

Represents weighted average crediting rate.

Average Duration is a fixed income measurement of the interest rate sensitivity of an investment.

Morley Capital Management calculates credit quality statistics via the market value weighted average for the assets it directly manages. In the event of split ratings for any single investment (as provided by S&P, Moody and Fitch), Morley Capital Management shall apply the following methodology: (a) where only two Rating Agencies rate the investment, the lower of the two ratings shall apply or (b) where the three Rating Agencies rate the investment, the median rating shall apply. Ratings are converted to equivalent S&P/Fitch reporting styles. Ratings provided by sub-advisers, which are factored into the average quality statistics of the portfolio, are calculated based upon the sub-advisers internal methodologies.

Please review the disclosures on the following page for additional information regarding portfolio statistics.

## Sector Diversification

ABS	6.22%
CASH	7.16%
CMBS	4.60%
Credits	25.03%
GIC	7.93%
MBS	20.94%
Other	0.19%
U.S. Govt	27.94%

## Fund Description

The Fund consists of a diversified portfolio of high-quality stable value investment contracts issued by life insurance companies, banks and other financial institutions. The principal value of these assets is designed to remain stable regardless of stock and bond market fluctuations. The Fund is typically appropriate for investors who desire low volatility, stable principal value, and consistent returns on a component of their retirement savings. Stable value assets are long-term retirement investments.

## Investment Objective

The objective of the Fund is to provide a low-risk, moderate-yield investment. The Fund is managed to earn a consistent level of return, while providing for, preservation of capital, high credit quality and liquidity to pay plan benefits.

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## Credit Quality

AAA	69.64%
AA+	3.22%
AA	3.03%
AA-	5.77%
A+	6.83%
A	6.01%
A-	2.52%
BBB+	1.36%
BBB	1.03%
BBB-	0.60%

## Top Investment Contract Issuers

1. Prudential Insurance Company of America	21.6%
2. Aviva Life & Annuity Wrap	13.3%
3. Metropolitan Life Insurance Co	11.8%
4. State Street Bank & Trust Wrap	10.2%
5. AIG Financial Products Corp Wrap	9.1%
6. New York Life Insurance Co	8.8%
7. JP Morgan Chase Bank Wrap	6.4%
8. NATIXIS Financial Products Inc. Wrap	5.0%
9. Rabobank Nederland Wrap	3.7%
10. Monumental Life Insurance Co. Wrap	3.2%

Wraps are not general obligations of the issuer; they are collateralized by specific securities. Holdings are subject to change without notice.

## Fund Composition

Sub-Advised	46.2%
Morley Managed	40.1%
Investment Contract	7.9%
Cash Equivalent	5.8%
Total	100.0%

## Duration Distribution

Duration	% of Fund
0-1 Yr	19.5%
1-2 Yrs	29.6%
2-3 Yrs	26.4%
3-4 Yrs	9.8%
4-5 Yrs	7.0%
5+ Yrs	7.6%

The data provided is for informational purposes only, is not intended to be used for auditing purposes and may not represent a complete accounting of all holdings within the portfolio. The underlying data supporting various tables above (Sector Diversification, Credit Quality and Duration Distribution) have been obtained from each investment manager, including Morley Capital Management and various sub-advisers and has been calculated based upon their internal calculation methodologies. The data is current as of the date listed above, and is subject to change without notice. While generally deemed reliable, neither Morley Financial Services nor its affiliates have verified the accuracy of the information or calculation methodologies and cannot guarantee the accuracy of the data.

Based upon the structure of sub-advisory account (e.g. collective investment trusts, insurance company separate account contract, or individually managed account), the client may or may not have direct fractional ownership of the underlying securities.

The Fund described above is not a mutual fund. Only employer sponsored tax-qualified defined contribution retirement plans are eligible to invest in the Fund. The Fund cannot accept investments from individuals or plans that do not meet the required criteria. While the Fund's investment objective includes capital preservation, there is no assurance that the fund objective will be achieved. The Fund is not guaranteed by any government agency and investments in the Fund may involve investment risk, including the possible loss of the principal amount invested. Investment in the Fund is subject to a withdrawal deferral of up to 12 months at the discretion of the Trustee, as defined in the applicable trust agreement. Before investing, carefully consider the Fund's investment objectives, risks, and charges.

Intended for professional use only; Morley Financial Services Inc. and its affiliates are not responsible for its use by other parties. Investment management services are provided by Morley Capital Management Inc., a subsidiary of Morley Financial Services Inc.

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