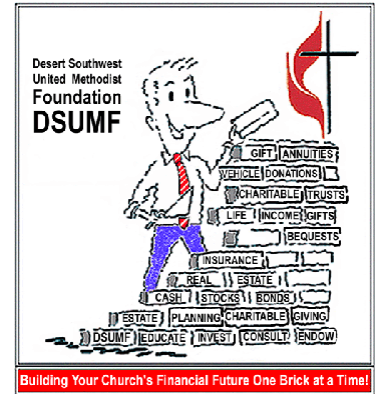


TO: Agency Depositors
FROM: Rick Brown, Ed.D., CFRE; Executive Director,
Desert Southwest United Methodist Foundation
RE: Monthly Statement Cover Memo for January '06
DATE: March 9, 2006



The Rate of Return (Net of Fees) for January was: 1.722%
The Rate of Return (Net of Fees) for the Y-T-D is: 1.722%

A comparison of the Foundation's Portfolio performance vs. the major indices is shown below. The Indices below do not contain bonds or expenses; The DSUMF portfolio contains up to 35% in bonds.

<u>Index</u>	January ROR % (Gross of Fees)	Y-T-D ROR % (Gross of Fees)
S & P 500	2.483	2.483
DOW Jones Industrial	1.356	1.356
NASDAQ	4.359	4.359
DSUMF	1.873	1.873

Our 2005 annual audit has been completed. It was presented to the Board of Directors and unanimously accepted. Romek, Sanders & Co., P.C. issued an "unqualified" audit, meaning that our accounting practices, supporting documentation, and overall financial statement presentation are in conformity with generally accepted accounting principles. As a matter of fact, our procedures have been so clean this past year that only two minor adjustments were made by the auditors. Neither of the adjustments resulted in changes in your previously distributed December statements. Therefore, **PLEASE CONSIDER YOUR PREVIOUSLY DISTRIBUTED DECEMBER STATEMENTS AS FINAL AND AUDITED.**

In the last monthly cover memo, we said that ***all future Monthly Statement Cover Memos will be posted on our web site*** under the Rates of Return section at the following address: www.dsumf.org/investments.htm. Therefore, the January and February monthly statement cover memos are posted on our web site. Since we are mailing the statements and your copy of our annual audit, we thought we would include the cover memo too. A cover memo will not be distributed with your March Statement. The March and all subsequent cover memos will only be available on the website.

Jan MO	Jan YTD	Feb MO	Feb YTD
2.483%	2.483%	0.05%	2.53%
1.356%	1.356%	1.17%	2.51%
4.359%	4.359%	-1.07%	3.33%

1.87%

1.72%