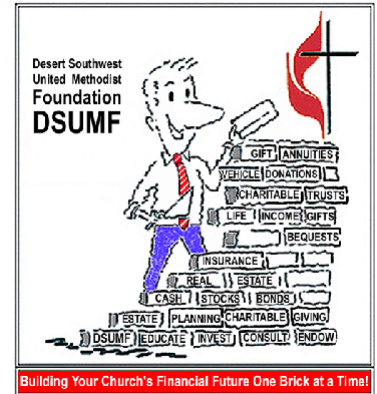


TO: Agency Depositors
FROM: Rick Brown, Ed.D., CFRE; Executive Director,
 Desert Southwest United Methodist Foundation
RE: Monthly Statements for April '07
DATE: June 7, 2007



The Rate of Return (Net of Fees) for May was: **+2.391%**
 The Rate of Return (Net of Fees) for the Y-T-D is: **+6.106%**

A comparison of the Foundation's Portfolio performance vs. the major indices is shown below. The indices do not contain expenses. The DSUMF portfolio contains up to 60% in stocks, up to 35% in bonds, and up to 10% in Managed Futures.

<u>Index</u>	<u>May ROR % (Gross of Fees)</u>	<u>Y-T-D ROR % (Gross of Fees)</u>
S & P 500	+3.255	+7.919
DOW Jones Industrial	+4.323	+9.343
NASDAQ	+3.145	+7.835
60% / 40% (SP500 / Aggregate Bond)	+1.80	+5.80
DSUMF	+2.549	+6.897

Gross domestic product, the nation's most comprehensive economic scorecard, grew slowly during the 1st quarter of 2007 with an annualized rate of 0.6%. At the same time, however, Federal Reserve Board officials are upbeat about future growth. The S&P 500 Index's climb above its previous high set on March 24, 2000, to 1,530.23 continues. For the week ending June 1, 2007, the S&P 500 Index rose 1.4% to a record 1,536. The yield of the 10-year U.S. Treasury note also rose 9 basis points to 4.96%.

Construction and manufacturing activity were better than expected. In addition, new orders rose for the second straight month while raw material inventories declined slightly. These are factors that suggest increasing business activity may be in the works.

Consumer confidence bounced back a bit, even in the face of higher gasoline prices, which is one factor that typically saps confidence.

Nonfarm employment in the United States rose by 157,000 jobs in May, well above expectations. Employers in the education, health care, professional services, and hospitality industries all added substantially to their payrolls. The unemployment rate was unchanged at 4.5%.

The Foundation's portfolio's rate of return is keeping pace with all the major indices.

Thank You for continuing to be a member of our Investment Services Family!