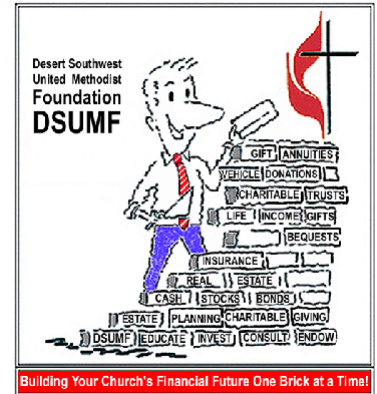


TO: Agency Depositors
FROM: Rick Brown, Ed.D., CFRE; Executive Director,
 Desert Southwest United Methodist Foundation
RE: Monthly Statements for June '07
DATE: July 9, 2007



The Rate of Return (Net of Fees) for June was: -0.118%
The Rate of Return (Net of Fees) for the Y-T-D is: +5.980%

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>June ROR % (Gross of Fees)</u>	<u>Y-T-D ROR % (Gross of Fees)</u>
S & P 500	-1.782%	+5.996%
DOW Jones Industrial	-1.607%	+7.586%
NASDAQ	-0.049%	+7.781%
60% / 40% (SP500 / Aggregate Bond)	-1.100%	+4.960%
DSUMF	+0.036%	+6.935%

U.S. economic news was good overall as Americans celebrated the nation's birthday. June's unemployment rate was unchanged as service industries continued to add workers to payrolls. Indexes of both the manufacturing and service sectors rose in June to their highest levels since early 2006. Factory orders slowed in May, though not nearly as much as predicted. For the week, the S&P 500 Index rose 1.8% to 1,530. The yield of the 10-year U.S. Treasury note climbed 16 basis points to 5.19%.

The U.S. unemployment rate was unchanged in June at 4.5%. Nonfarm payrolls increased by 132,000, higher than expectations, and May's figure was revised upward to 190,000. June employment rose in several service-providing industries, including education and health services and leisure and hospitality, while manufacturing employment continued to decline.

U.S. manufacturers and service companies continued to show sustained strength as both indexes measured by the Institute for Supply Management (ISM) climbed to their highest levels since April 2006.

U.S. factory orders fell 0.5% in May, which is the first decrease since January. However, the decline in orders was expected to be much worse than it was! The less-than-expected dip is due to an increase in orders for computers, electronics equipment and nondurable goods orders, which all came on the back of a strong demand for petroleum and coal products.

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