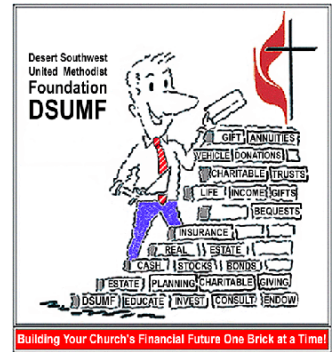


TO: Agency Depositors

FROM: Lucille Sterling, Executive Director  
Desert Southwest United Methodist Foundation

RE: Monthly Statements for March '10

DATE: April 15, 2010



The Rate of Return (Net of Fees) for March was: **3.97%**  
 The Rate of Return (Net of Fees) for the Y-T-D is: **2.53%**

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 equities, up to 20% in fixed income, and up to 20% in Managed Futures.

<u>Index</u>	<u>March ROR % (Gross of Fees)</u>	<u>Y-T-D ROR % (Gross of Fees)</u>
S & P 500	<b>6.0</b>	<b>5.4</b>
DOW Jones Industrial	<b>5.3</b>	<b>4.8</b>
NASDAQ	<b>7.2</b>	<b>5.9</b>
60% / 40% (SP500 / Aggregate Bond)	<b>3.6</b>	<b>4.0</b>
DSUMF	<b>4.1</b>	<b>2.8</b>

## WHAT IS A CHARITABLE GIFT ANNUITY?

A charitable gift annuity is a simple contract between you and Desert Southwest United Methodist Foundation (DSUMF).

In exchange for your irrevocable gift of cash, securities, or other assets, DSUMF agrees to pay one or two annuitants you name a fixed sum each year for life. The payments are guaranteed by the general resources of DSUMF, the Annual Conference, and the General United Methodist Church at large. The older an annuitant is at the time of the gift, the greater the fixed income DSUMF can agree to pay.

In most cases, part of each payment is tax-free, increasing each payment's after-tax value. If you give appreciated property you will pay capital gains tax on only part of the appreciation. In addition, if you name yourself as an annuitant, the capital gains tax will be spread out over many years rather than be due in one lump sum in the year of your gift.

Payments are usually made in annual, semiannual, or quarterly installments, but in special circumstances, DSUMF will make annuity distributions on a monthly basis.

If you have additional questions concerning DSUMF's gift annuity program, please contact the Desert Southwest United Methodist Foundation, 1550 E. Meadowbrook Ave., Phoenix, AZ 85014. Email us at [foundation@dsumf.org](mailto:foundation@dsumf.org) or call 602.266.6956.