

May 2024



# Investment Intelligence

*the Eder Way*

## “Building homes, changing lives—it’s what we do!”

That’s the tagline for Kentucky Mountain Housing Development Corporation in southeastern Kentucky, serving one of the poorest regions in the US. Since its beginning 50 years ago, KMHDC has provided safe, decent, and affordable housing to more than 1,300 low-income households through new construction, home repair services, inventory sales, and rental services.



One of the chief ways this church-related, nonprofit corporation fulfills its mission by providing grants and loans to low- and very low-income families. For many years they have invested money with Eder Financial.

Dwayne Yost, the founder of KMHDC, a former director, and present board member, explained that this money backs up these loans. Eder Organizational Investing is “a safe place for our money to be so that it’s there when we need it.”

## A Season of Growth and Giving



As April’s showers bring growth to May’s flowers, we may also find ourselves celebrating the blooming of family and friends through the cherished tradition of graduation. This season is a testament to growth—both academic and in nature.

Beyond the mortarboards and diplomas often lies a deeper narrative of hearts enriched, often through the generosity of others. Gifts like those given through scholarship funds act as the watering can, nurturing the growth that leads to joyous blossoms. It prompts us to reflect on the impact of giving - knowledge, kindness, and empathy.

As we honor graduates, let’s embrace the spirit of lifelong learning and the profound impact of nurturing minds and hearts. May this season inspire us to cultivate growth within ourselves and generously share with others from our own abundance.

*Dan Radcliff*

Director of Organizational Investing

## How have you flourished?

We’re eager to hear how Organizational Investing has fueled your success story. Whether it’s a breakthrough project, expansion, or an achievement, we’re looking to share how OI has helped your organization thrive. Email us at [communications@eder.org](mailto:communications@eder.org). Your story could inspire others to harness the power of investing and flourish just like you!

## Setting Course:

### Four Essential Considerations for Your Scholarship Fund

Setting up a scholarship fund for your nonprofit or church is a wonderful way to support education and make a lasting impact on the lives of students. When you’re setting up such a fund and considering how to invest the money, there are several important questions you should ask.

- **Purpose and Eligibility:** What’s the fund’s primary objective, and what is the demographic of recipients? To stay in compliance, scholarship fund donors cannot specify award recipients.
- **Scholarship Amount and Duration:** How much will each scholarship be and is it a one-time or renewable award?
- **Investment Objectives:** What are the fund’s goals, risk tolerance, and time horizon?
- **Administration and Oversight:** How often will the investment strategy be reviewed for reallocation, and what’s the planned cadence for investment evaluation?

Eder expertly administers nonprofit scholarship funds, empowering you to help students reach their educational dreams today and into the future. Reach out to our team for more information at [oi@eder.org](mailto:oi@eder.org).



Contact Director Dan Radcliff, Organizational Investing, with questions or comments.  
888-311-6530 • Fax 847-960-5712 • [oi@eder.org](mailto:oi@eder.org) • [ederfinancial.org](http://ederfinancial.org)



For the period ending April 30, 2024. EOII Funds net investment fees. Benchmarks gross investment fees. All returns greater than one year are annualized.

For the period ending April 30, 2024	Current Month	3 Months	1 Year	3 Years	5 Years	10 Years
<b>SHORT TERM</b>						
Money Market Fund	0.4	—	—	—	—	—
<i>91 Day T-Bills</i>	0.4	—	—	—	—	—
Short-Term Fund	0.3	0.9	4.9	2.2	1.7	1.3
<i>ICE BofA 6-Month Treasury Bill Index</i>	0.4	1.2	5.3	2.7	2.2	1.6
<b>COMMUNITY DEVELOPMENT</b>						
Community Development Investment Fund <sup>1</sup>	-1.6	-1.2	1.2	-0.8	0.4	1.0
<i>No Benchmark</i>	—	—	—	—	—	—
<b>FIXED INCOME</b>						
Bond Fund	-2.3	-2.6	0.0	-3.3	0.3	1.6
<i>Bloomberg U.S. Government/Credit Bond Index</i>	-2.4	-2.9	-1.3	-3.4	0.1	1.4
Treasury Inflation-Protected Securities Fund <sup>2</sup>	-1.1	-1.0	-1.0	-1.6	2.1	2.1
<i>Bloomberg U.S. Treasury Inflation-Linked Bond Index</i>	-1.7	-1.9	-1.3	-1.6	2.1	1.9
Bank Loans Fund <sup>2</sup>	0.5	2.1	10.9	4.8	4.3	—
<i>S&amp;P/LSTA U.S. Leveraged Loan 100 Index</i>	0.6	2.3	11.5	5.7	4.9	—
High Yield Bond Fund <sup>2</sup>	-0.4	0.8	9.0	2.6	4.5	4.5
<i>Bloomberg U.S. Corporate High Yield Bond Index</i>	-0.9	0.5	9.0	1.5	3.7	4.3
Global Aggregate Fixed Income Fund <sup>2,3</sup>	—	—	—	—	—	—
<i>Bloomberg Global Aggregate Index</i>	—	—	—	—	—	—
<b>DOMESTIC EQUITY</b>						
Domestic Stock Value Fund	-4.6	—	—	—	—	—
<i>Russell 1000 Value Index</i>	-4.3	—	—	—	—	—
Domestic Stock Large Cap Core Index Fund <sup>4</sup>	-4.1	4.2	22.6	8.5	13.4	—
<i>S&amp;P 500 Index</i>	-4.1	4.3	22.7	8.1	13.2	—
Domestic Stock Mid Cap Fund	-6.2	2.8	11.2	5.6	9.2	6.7
<i>Russell Midcap Index</i>	-5.4	4.2	16.4	2.4	9.1	9.4
Domestic Stock Growth Fund	-5.8	3.2	26.9	6.9	13.3	12.1
<i>Russell 1000 Growth Index</i>	-4.2	4.1	31.8	8.5	16.5	15.5
Domestic Stock Fund	-5.2	2.6	15.1	5.1	10.7	8.9
<i>S&amp;P 500 Index</i>	-4.1	4.3	22.7	8.1	13.2	12.4
Small Cap Fund	-8.1	0.0	17.3	8.0	12.7	15.4
<i>Russell 2000 Index</i>	-7.0	1.7	13.3	-3.2	5.8	7.2
<b>INTERNATIONAL EQUITY</b>						
International Stock Core Fund	-2.5	0.9	-0.5	-3.6	3.5	3.2
<i>MSCI EAFE Index</i>	-2.6	2.5	9.3	2.9	6.2	4.4
Emerging Markets Stock Fund <sup>2</sup>	1.0	3.8	6.3	-6.0	-0.4	1.5
<i>MSCI Emerging Markets Index</i>	0.4	7.8	9.9	-5.7	1.9	3.0
<b>ALTERNATIVE INVESTMENTS</b>						
Commodities-Based Fund <sup>2</sup>	4.4	4.8	4.0	6.2	8.9	-1.1
<i>Bloomberg Commodity Total Return Index</i>	2.7	4.5	2.9	7.2	7.0	-1.5
Public Real Estate Fund <sup>2</sup>	-3.4	-1.7	1.4	-4.6	-0.4	2.0
<i>S&amp;P Developed Property Index</i>	-5.8	-2.4	1.9	-3.6	0.5	3.5
Multi-Strategy Hedge Fund <sup>2,3</sup>	—	—	—	—	—	—
Global Inflation Protection Fund <sup>2</sup>	-1.5	0.5	5.1	0.4	4.9	—
<i>Bloomberg U.S. TIPS 1-10 Year Index + 2%</i>	-0.9	-0.6	2.4	2.0	4.7	—
<b>EQUITY AND FIXED INCOME</b>						
Balanced Fund	-4.0	0.6	9.0	1.9	6.9	6.3
<i>Blended Balanced Index <sup>5</sup></i>	-3.4	1.4	12.6	3.6	8.1	8.1
<b>TACTICAL FUNDS (ADDITIONAL FEES APPLY)</b>						
Conservative Fund <sup>2,3</sup>	—	—	—	—	—	—
<i>Blended Conservative Index <sup>6</sup></i>	—	—	—	—	—	—
Income Fund <sup>2</sup>	-2.9	-0.7	4.3	-0.7	3.4	—
<i>Blended Income Index <sup>6</sup></i>	-2.9	-0.1	6.3	-0.1	4.1	—
EVI Income Fund	-2.9	-0.7	4.4	-0.7	3.8	—
<i>Blended EVI Income Index <sup>6</sup></i>	-2.9	-0.1	6.3	-0.1	4.2	—
Income & Growth Fund <sup>2</sup>	-3.2	0.1	6.8	0.6	5.1	4.9
<i>Blended Income &amp; Growth Index <sup>6</sup></i>	-3.1	0.9	9.3	1.1	5.7	5.5
EVI Income & Growth Fund	-3.3	0.0	6.7	0.7	5.4	—
<i>Blended EVI Income &amp; Growth Index <sup>6</sup></i>	-3.1	0.9	9.3	1.1	5.7	—
Growth Fund <sup>2</sup>	-3.4	0.9	9.0	1.7	6.2	5.6
<i>Blended Growth Index <sup>6</sup></i>	-3.2	1.9	12.2	2.3	7.1	6.4
EVI Growth Fund	-3.6	0.9	8.8	1.9	7.0	—
<i>Blended EVI Growth Index <sup>6</sup></i>	-3.2	1.9	12.2	2.3	7.1	—
Aggressive Growth Fund <sup>2</sup>	-3.7	1.8	11.4	2.8	7.3	6.2
<i>Blended Aggressive Growth Index <sup>6</sup></i>	-3.4	3.0	15.3	3.5	8.3	7.2
EVI Aggressive Growth Fund	-3.9	1.7	11.1	3.2	8.4	—
<i>Blended EVI Aggressive Growth Index <sup>6</sup></i>	-3.4	3.0	15.3	3.5	8.6	—
<b>U.S. INFLATION</b>						
Consumer Price Index (March 2024) <sup>7</sup>	0.0	1.2	2.8	5.4	4.1	2.8

<sup>1</sup>CDIF interest accrues on a daily basis. <sup>2</sup>These investment funds may not meet Eder Values Investing guidelines because they are invested in mutual funds. All other investment funds must meet Eder Values Investing guidelines. <sup>3</sup>No assets invested in this fund. <sup>4</sup>Expected to match benchmark gross of fees. Typically, will not match benchmark net of fees and due to required cash position. <sup>5</sup>Weighted average of the S&P 500 Index (60 percent) and the Bloomberg Barclays U.S. Capital Government/Credit Bond Index (40 percent). <sup>6</sup>Changed January 1, 2021. 3-year, 5-year, and 10-year blended new with old benchmarks. <sup>7</sup>Most recent data available. CPI data are from the Consumer Price Index for All Urban Consumers. All items are not seasonally weighted.