

Ideal for donor advisors seeking to minimize risk while making frequent grants, the RSF Liquidity Portfolio includes a mix of cash and liquid, fixed-income funds that support socially responsible and ecologically sustainable economic development at a local and regional level.

INVESTMENT STRATEGY

The Liquidity Portfolio is designed to maintain account balances for active grant making, and is comprised primarily of deposits with leading community development and environmental banks, a well as bond offerings that support economic development projects, affordable housing, and environmental initiatives. The Portfolio maximizes diversification among deposit institutions to secure the highest level of federal insurance for its cash deposits.

RISK-RETURN PROFILE ► LOW-LOW

The Liquidity Portfolio targets returns commensurate with money market funds and bank CDs. Risk is minimal due to the low volatility of cash and fixed-income investments, as well as loss coverage provided by federal deposit insurance.

IMPACT PROFILE ► LOCAL/REGIONAL ECONOMIES

The Liquidity Portfolio addresses the need for socially responsible and ecologically sustainable economic development on a local and regional level through bank deposits and fixed-income funds that support:

- Environmentally-friendly and affordable housing
- Minority-owned small businesses
- Sustainable agricultural development
- Solar installation and energy efficiency improvements
- Innovative nonprofit and for-profit social enterprises

HIGHLIGHTED INVESTMENT ► SOUTHERN BANCORP

Southern Bancorp was formed out of an initiative to end decades of economic decline in rural Arkansas by creating new trends of investment in people, jobs, business and property. Southern Bancorp operates 23 banking centers in Mississippi and Arkansas, and has also launched nonprofits to address affordable housing, grassroots community development and asset creation in order to build resources in the rural communities it serves. The bank currently focuses on the fast growing crop market and offers mostly small business and consumer loans (over 40% of its loans are less than \$10,000). Since its formation in 1986, Southern Bancorp has originated over \$1.7 billion in development loans, primarily in the poorest areas of the United States. Today, Southern Bancorp has over \$550 million in assets, making it the largest and most profitable rural development banking organization in the country.

PORTFOLIO PERFORMANCE

DECEMBER 31, 2009

FINANCIAL RETURNS ►

| | RSF Liquidity Portfolio | Benchmark* |
|-------------------|-------------------------|------------|
| Q4 2009 | 0.03% | 0.18% |
| Year to Date | 1.92% | 1.50% |
| 12 Months | 1.92% | 1.50% |
| Since Inception** | 5.17% | 4.00% |

*Comprised of a weighted average of the benchmark returns for each of the Portfolio's asset classes. See Portfolio Benchmarks on reverse side for more information.

**Performance data calculated from July 1, 2008.

ASSET ALLOCATION ►

| Asset Class | Current % | Target % |
|--------------|-----------|----------|
| Cash | 71 | 50 |
| Fixed Income | 29 | 50 |

GRANT MAKING RESTRICTIONS

There are no restrictions on grant making for assets held in the Liquidity Portfolio. This portfolio maintains a high level of liquidity for frequent grant making, and funds may be re-allocated among the other DAF portfolios on a quarterly basis.

LEARN MORE

If you would like to learn more about the Liquidity Portfolio or about RSF Donor Advised Funds, please contact:

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COMPLETE PORTFOLIO HOLDINGS*

AS OF DECEMBER 31, 2009

| Holding | Asset class | % of Portfolio | Description |
|--------------------------------------------|--------------|----------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Community Capital | Fixed Income | 27.3 | Specialized fixed income manager dedicated to investing in bond issues that support low and moderate income communities and environmental projects. |
| OneCalifornia Bank CDARS** | Cash | 9.3 | One of the first chartered banks to be wholly owned by a foundation. Supports sustainable businesses through a hybrid bank/foundation structure that allows the bank to financially support the community and provide programs and grants. |
| Legacy Bank CDARS | Cash | 4.6 | Founded by three African American women, Legacy Bank is the only certified development bank in Wisconsin and is focused on real estate and small business loans to minorities and women in areas of high economic distress. |
| Carver Bank CDARS | Cash | 4.6 | Focuses on lending in the areas of affordable housing, commercial real estate, family housing and retail to African American and Latino communities. |
| Southern Bancorp CDARS | Cash | 4.6 | Operates in low-income areas in Mississippi and Arkansas to promote economic development through affordable housing and grassroots community development. |
| National Cooperative Bank CDARS | Cash | 4.6 | Focuses on lending to food cooperatives and housing cooperatives, native groups and non-profits while also supporting overall community economic development. |
| New Resource Bank Money Market | Cash | 2.0 | San Francisco-based bank founded in 2005 to serve sustainable businesses in green real estate, clean technology, and natural and organic consumer products. |
| RSF Social Investment Fund | Fixed Income | 1.3 | Direct loan fund providing mortgage loans, construction loans, and working capital lines of credit to a diverse portfolio of non-profit and for-profit social enterprises in Food & Agriculture, Education & the Arts, and Ecological Stewardship. |
| Latino Community Credit Union Money Market | Cash | 1.2 | Provides mortgages, used car and credit builder loans to unbanked Latinos while also offering financial education programs. One of the fastest growing credit unions in the country with over 51,000 members and \$65 million in assets. |
| Self Help Credit Union | Cash | 1.2 | Provides loan products primarily between \$85,000 and \$125,000 to women and minority borrowers. |
| Permaculture Credit Union | Cash | 1.2 | Provides low-income financing in support of the ethics of permaculture including care of the earth and care of people. |

*Excludes short-term cash holdings used for the purchase and sale of investment holdings and for ongoing grant making by donor advisors.

**CDARS stands for Certificate of Deposit Account Registry Service. These investments allow organizations to place deposits up to \$50 million and still enjoy full FDIC protection of their funds. For more information, visit: www.cdars.com.

PORTFOLIO BENCHMARKS

| Asset Class | Benchmark Index |
|--------------|----------------------------|
| Cash | 3-month US Treasury Bill |
| Fixed Income | Barclays US Aggregate Bond |