

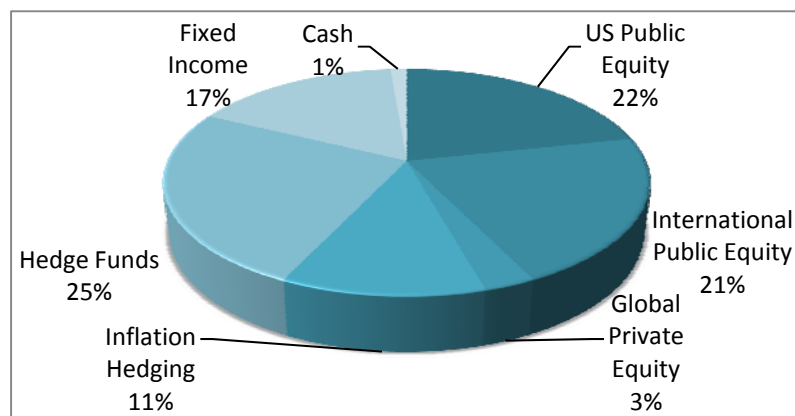
Legacy Fund (Diversified Growth)

First Quarter, 2012 – Market Update

After a choppy fourth quarter, equity markets around the globe reacted to pent-up liquidity pressure and improving economic fundamentals in the United States with strong returns through February that began to taper off into March. The S&P 500 almost reached its October 2007 peak courtesy of corporate profits and the Fed's easy monetary policy. International equity markets also reacted strongly to a more confident Europe and indications that China was loosening its monetary stance. Bond markets on the other hand reflected the low interest rate environment with the Barclay's Aggregate Bond Index returning a meager 0.3% for the quarter.

The Legacy Fund performed slightly better than expected this quarter, outperforming its blended benchmark by 1.7%. Lower inflation and the Fund's defensive stance muted the impressive returns in equity. Nothing has changed strategically as the fund remains committed to diversified global equity as its long term source of returns while tempered with thoughtful allocations to hedge funds which we expect to act as a fixed income replacement. We have trimmed cash by investing in short duration fixed income and redistributed some fixed income investments to appropriately protect the portfolio for deflationary shocks. Lastly, we are in the process of shifting some assets in the inflation hedging portfolio to a defensive manager.

Asset Allocation – 3/31/2012



Investment Returns

%	1 st Quarter	YTD	1 Yr.	Annualized Since Inception (8/17/2009)
Legacy Fund (Diversified Growth)	6.7	6.7	-0.8	8.8
CPI + 5%	2.9	2.9	7.65	N/A
MSCI ACWI (80%)/ Barclays Aggregate (20%)¹	9.8	9.8	1.3	N/A
Blended Benchmark²	5.5	5.5	1.4	N/A

¹ Effective 1/1/2012 the equity benchmark used by the Fund was switched from the S&P 500 to the MSCI All Cap World Index to reflect the Fund's global equity strategy. That benchmark is used in this naïve benchmark analysis.

² The Blended Benchmark consists of the proportional benchmarks for each component asset class.