

October 18, 2016

Rev. Ross Morrison
FCMM
901 East 78th Street
Minneapolis, MN 55420-1300

Ross,

As per the accompanying report from Morgan Stanley on our Strategic Return Estimates, the firm's 7-year estimate for US Equities is 6.6% per year. The estimate for US Bonds is 2.1%. Based on those estimates, a 70/30 blend of stocks and bonds would have a return estimate of 5.25% before expenses. For a 60/40 blend, the return estimate would be 4.8% before taxes. Please keep in mind that there is no assurance that these return estimates will be met over any time period.

In addition, when extrapolated over the full 7 year period, the annualized return estimate is actually lower, due to the volatility and the impact of compounding potentially negative returns for one or more years.

Please let me know if you need additional information.

Sincerely,

Carl Viard
Institutional Consultant

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