

Disclosure Statement

Funds placed by churches, associations, or other institutions or agencies with the Southern Baptists of Texas Foundation, Inc. (SBTF) for management will be invested according to the direction given on the Management Selection Certificate. The investments are actively managed by professional investment advisers within the SBTF Investment Guidelines (please review the attached Guidelines). The market value of each investment fund will vary and will reflect changes in the value of the underlying individual investments. **The Endowment and Income Funds are longer term investment strategies.** A brief description of each such fund is provided in the Guidelines and in the attached form titled "Management Options."

A cost recovery fee is charged to each account. The Foundation must charge an administrative fee to cover some of its costs. **The fee is in accordance with the regularly published fee schedule (attached) in effect from time to time, and may be deducted from the income and/or principal of the property. All rate of return figures that you may have been shown are net of fees.**

All funds may have some investments in a mixed pool of stocks and/or bonds. While the investment guidelines are very conservative, it is possible for the value of an investment to decline. **There are no guarantees of positive quarter to quarter returns. The Endowment Fund is most appropriate for an investment period of five years or longer. The Income Fund is most appropriate for an investment period of two years or longer.**

Sufficient interest, dividends, and realized capital gains must be earned by the investment fund during the current (or prior) quarter(s) to make the dividend payout from the Endowment Fund. In the event of a prolonged period where these requirements are not met it is possible that, **in certain instances, income could be less than planned.**

Redemptions of investments in the any investment fund will be made at the market value of pool shares at the time of redemption. This may be higher or lower than the original investment cost. If you have any questions, please make sure they are answered prior to signing. If necessary, please call the SBT Foundation at (844) 351-8804.

The undersigned is advised to consult his or her own advisor regarding the risks, tax treatments, and other aspects of the undersigned's participation in any of these Funds. These investments are not insured and returns are not guaranteed.

I (we) are authorized agents of the institution, and have read and understand the above information, the Investment Guidelines, the Management Options, and all other written information provided to me by the SBTF regarding the above, and have had the opportunity to ask questions regarding this investment.

Signature

Date

Signature

Date