

**ST. FRANCIS XAVIER INVESTMENT CORP.
GREEN BAY, WISCONSIN**

FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021



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**ST. FRANCIS XAVIER INVESTMENT CORP.
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INDEPENDENT AUDITORS' REPORT

Board of Directors
St. Francis Xavier Investment Corp.
Green Bay, Wisconsin

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of St. Francis Xavier Investment Corp., which comprise the statements of assets and liabilities and schedules of investments as of June 30, 2022 and 2021, and the related statements of operations and changes in net assets for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of St. Francis Xavier Investment Corp. as of June 30, 2022 and 2021, and the results of its operations and changes in its net assets for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of St. Francis Xavier Investment Corp. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about St. Francis Xavier Investment Corp.'s ability to continue as a going concern for one year after the date the financial statements are available to be issued.

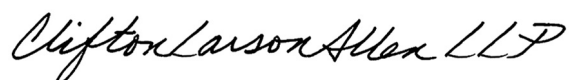
Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of St. Francis Xavier Investment Corp.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about St. Francis Xavier Investment Corp.'s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audits.



CliftonLarsonAllen LLP

Oshkosh, Wisconsin
October 17, 2022

**ST. FRANCIS XAVIER INVESTMENT CORP.
STATEMENTS OF ASSETS AND LIABILITIES
JUNE 30, 2022 AND 2021**

	2022	2021
ASSETS		
Interest in Pooled Cash	\$ 42,327	\$ 31,760
Investment Securities Held for Investors, at Fair Value:		
Fixed Income Fund	28,959,177	32,925,800
Equity Fund	51,449,206	61,548,639
Money Market Fund	20,421,055	20,328,759
Total Investment Securities	100,829,438	114,803,198
 Total Assets	 \$ 100,871,765	 \$ 114,834,958
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts Payable and Accrued Expenses	\$ 15,000	\$ 15,000
NET ASSETS		
Available for Investors:		
Fixed Income Fund	\$ 28,959,177	\$ 32,925,800
Equity Fund	51,449,206	61,548,639
Money Market Fund	19,949,109	20,044,828
Total Available for Investors	100,357,492	114,519,267
 Net Assets Without Donor Restrictions	 499,273	 300,691
Total Net Assets	100,856,765	114,819,958
 Total Liabilities and Net Assets	 \$ 100,871,765	 \$ 114,834,958

See accompanying Notes to Financial Statements.

ST. FRANCIS XAVIER INVESTMENT CORP.
SCHEDULE OF INVESTMENTS
JUNE 30, 2022

	Shares	Cost	Fair Value	Percentage of Fund
FIXED INCOME FUND				
Mutual Funds				
Baird Intermediate Bond Fund	620,649	\$ 6,828,075	\$ 6,436,134	22.22 %
Blackrock Strategic Income	255,760	2,607,984	2,424,609	8.37
Pimco Moderate Duration Fund	1,319,238	13,751,791	12,572,340	43.42
The Blackrock Global Long/Short	151,414	1,613,551	1,385,441	4.78
Money Market Funds				
Federated US Treasury Cash Reserve Fund Class I	924,439	924,439	924,439	3.19
Bonds				
Utilities	*	312,976	292,713	1.01
Financials	*	948,110	887,617	3.07
Industrials	*	1,495,914	1,384,172	4.78
Federal Agencies	*	835,030	781,975	2.70
State and Municipal	*	1,629,632	1,512,080	5.22
Foreign Obligations	*	392,888	357,657	1.24
Total Fixed Income Fund		<u>\$ 31,340,390</u>	<u>\$ 28,959,177</u>	<u>100.00 %</u>
EQUITY FUND				
Mutual Funds				
Baird Mid Cap Fund	210,618	\$ 3,424,445	\$ 4,307,133	8.37 %
Vanguard Institutional Index Fund	32,411	10,110,046	10,391,456	20.16
Vanguard Small Cap Index Fund	56,988	3,180,678	4,809,792	9.35
Oakmark International Fund #109	137,639	2,653,087	3,113,389	6.05
Catholic Responsible Investments Equity Index Fund	1,209,619	12,050,118	9,894,685	19.23
WCM Focused International Growth Fund	129,671	1,626,566	2,449,482	4.76
Catholic Responsible Investments International Equity Fund	202,303	2,002,667	1,561,779	3.04
DFA Emerging Markets Core	63,846	1,256,264	1,343,956	2.61
Money Market Funds				
Federated US Treasury Cash Reserve Fund Class I	3,550,674	3,550,674	3,550,674	6.90
Common Stocks				
Jacobs Energy Group, Inc.	2,009	76,863	255,404	0.50
Mid-America Apartment Communities, Inc.	1,403	130,074	245,062	0.48
Laboratory Corporation	1,003	129,727	235,063	0.46
Black Knight, Inc.	3,500	237,194	228,865	0.44
Keysight Technologies, Inc.	1,640	44,289	226,074	0.44
CBRE Group, Inc.	2,950	76,731	217,150	0.42
Agilent Technologies, Inc.	1,810	62,018	214,974	0.42

See accompanying Notes to Financial Statements.

ST. FRANCIS XAVIER INVESTMENT CORP.
SCHEDULE OF INVESTMENTS (CONTINUED)
JUNE 30, 2022

	Shares	Cost	Fair Value	Percentage of Fund
Common Stocks (Continued)				
SLM Corporation	12,822	108,478	204,383	0.40 %
East West Bancorp, Inc.	3,145	147,266	203,796	0.40
Genpact Limited	4,807	120,697	203,625	0.40
Euronet Worldwide, Inc.	1,973	99,356	198,464	0.39
Becton Dickinson & Co.	790	111,473	194,759	0.38
Equinix, Inc.	287	116,484	188,565	0.37
Helen of Troy Limited	1,160	185,587	188,396	0.37
Winnebago Industries	3,840	158,112	186,470	0.36
Virtu Financial, Inc.	7,588	194,702	177,635	0.35
Essent Group Limited	4,490	155,823	174,661	0.34
Albermarle Corp.	788	47,148	164,676	0.32
Plexus Corp.	2,090	157,352	164,065	0.32
EMCOR Group, Inc.	1,528	69,125	157,323	0.31
First Republic Bank San Francisco	1,060	40,521	152,852	0.30
WSFS Financial Corp.	3,790	187,650	151,941	0.30
Perrigo Co. PLC	3,710	150,120	150,515	0.29
Air Lease Corporation	4,437	177,000	148,329	0.29
Firstcash, Inc.	2,130	148,644	148,056	0.29
IAA, Inc.	4,460	221,746	146,154	0.28
Gildan Activewear, Inc.	5,050	115,481	145,339	0.28
Umpqua Holdings Corporation	8,660	159,640	145,228	0.28
Integra Lifesciences Holdings	2,670	149,563	144,260	0.28
Glacier Bancorp, Inc.	3,020	114,833	143,208	0.28
Alexandria Real Estate Equities, Inc.	978	117,939	141,839	0.28
Ross Stores, Inc.	2,006	65,355	140,881	0.27
PGT Innovations, Inc.	8,350	131,851	138,944	0.27
Syneos Health, Inc.	1,930	100,944	138,342	0.27
SBA Communications Corp.	417	117,690	133,461	0.26
Industry Groupings				
Communication Services	1,732	63,102	109,930	0.21
Consumer Discretionary	36,893	1,195,964	911,357	1.77
Consumer Staples	710	63,847	62,594	0.12
Energy	5,100	198,828	91,953	0.18
Financials	10,422	580,884	670,573	1.30
Health Care	3,998	111,664	86,138	0.17
Industrials	42,153	1,284,474	1,386,634	2.70
Information Technology	3,314	268,501	278,122	0.54
Materials	4,290	228,905	230,800	0.45
Total Equity Fund		<u>\$ 48,278,190</u>	<u>\$ 51,449,206</u>	<u>100.00 %</u>
MONEY MARKET FUND				
Federated US Treasury Cash Reserve Fund Class I	20,421,055	<u>\$ 20,421,055</u>	<u>\$ 20,421,055</u>	<u>100.00 %</u>

* Share data not applicable.

See accompanying Notes to Financial Statements.

ST. FRANCIS XAVIER INVESTMENT CORP.
SCHEDULE OF INVESTMENTS
JUNE 30, 2021

	Shares	Cost	Fair Value	Percentage of Fund
FIXED INCOME FUND				
Mutual Funds				
Baird Intermediate Bond Fund	606,749	\$ 6,673,874	\$ 6,977,611	21.19 %
Blackrock Strategic Income	247,535	2,525,338	2,569,416	7.80
Pimco Moderate Duration Fund	1,441,551	15,034,190	15,121,873	45.93
The Blackrock Global Long/Short	146,174	1,561,725	1,504,131	4.57
Money Market Funds				
Federated US Treasury Cash Reserve Fund Class I	1,162,710	1,162,710	1,162,710	3.53
Bonds				
Utilities	*	312,976	337,647	1.03
Financials	*	1,144,434	1,194,617	3.63
Industrials	*	1,539,285	1,609,559	4.89
Federal Agencies	*	422,680	419,764	1.27
State and Municipal	*	1,647,118	1,641,165	4.98
Foreign Obligations	*	369,337	387,307	1.18
Total Fixed Income Fund		<u>\$ 32,393,667</u>	<u>\$ 32,925,800</u>	<u>100.00 %</u>
EQUITY FUND				
Mutual Funds				
Baird Mid Cap Fund	210,170	\$ 2,985,075	\$ 6,471,130	10.51 %
Vanguard Institutional Index Fund	34,778	10,663,718	13,055,136	21.23
Vanguard Small Cap Index Fund	56,228	3,104,286	6,069,211	9.86
Oakmark International Fund #109	135,523	2,595,570	4,019,625	6.53
Christian Brothers Cuit International Equity Fund	33,502	1,500,000	2,066,434	3.36
WCM Focused International Growth Fund	123,925	1,468,723	3,393,061	5.51
Christian Brothers Cuit Core Equity Fund	110,996	8,107,423	11,254,976	18.29
DFA Emerging Markets Core	62,072	1,214,233	1,674,709	2.72
Money Market Funds				
Federated US Treasury Cash Reserve Fund Class I	1,377,107	1,377,107	1,377,107	2.24
Common Stocks				
Agilent Technologies, Inc.	2,175	74,524	321,487	0.52
CBRE Group, Inc.	3,714	96,603	318,401	0.52
Laboratory Corporation	1,003	129,727	276,678	0.45
SLM Corporation	12,822	108,478	268,493	0.44
Jacobs Energy Group, Inc.	2,009	76,863	268,041	0.44
Euronet Worldwide, Inc.	1,973	99,356	267,046	0.43
Mid-America Apartment Communities, Inc.	1,565	145,093	263,577	0.43

See accompanying Notes to Financial Statements.

ST. FRANCIS XAVIER INVESTMENT CORP.
SCHEDULE OF INVESTMENTS (CONTINUED)
JUNE 30, 2021

	Shares	Cost	Fair Value	Percentage of Fund
Common Stocks (Continued)				
Helen of Troy Limited	1,140	\$ 181,268	\$ 260,057	0.42 %
Gildan Activewear, Inc.	6,860	153,507	253,271	0.41
Keysight Technologies, Inc.	1,640	44,289	253,232	0.41
Ross Stores, Inc.	2,006	65,355	248,744	0.40
Winnebago Industries	3,530	138,658	239,899	0.39
Firstcash, Inc.	3,040	212,149	232,378	0.38
Equinix, Inc.	287	116,483	230,346	0.37
Colfax Corporation	5,020	124,743	229,966	0.37
East West Bancorp, Inc.	3,145	147,266	225,465	0.37
IAA, Inc.	4,070	207,764	221,978	0.36
American Woodmark Corporation	2,680	232,029	218,929	0.36
Genpact Limited	4,807	120,696	218,382	0.35
Virtu Financial, Inc.	7,588	194,702	209,656	0.34
Umpqua Holdings Corporation	11,040	203,514	203,688	0.33
First Republic Bank San Francisco	1,060	40,521	198,400	0.32
Becton Dickinson & Co.	790	114,338	192,120	0.31
EMCOR Group, Inc.	1,528	69,124	188,234	0.31
Essent Group Limited	4,130	140,857	185,644	0.30
Air Lease Corporation	4,437	177,000	185,200	0.30
Integra Lifesciences Holdings	2,700	151,383	184,248	0.30
Hill Rom Holdings	1,620	155,168	184,016	0.30
Syneos Health, Inc.	1,990	94,092	178,085	0.29
Alexandria Real Estate Equities, Inc.	978	117,939	177,937	0.29
PGT Innovations, Inc.	7,310	111,807	169,811	0.28
Schweitzer-Mauduit International	4,130	174,896	166,769	0.27
Glacier Bancorp, In	3,020	114,833	166,342	0.27
Woodward, Inc.	1,350	110,526	165,888	0.27
American Eagle Outfitters, Inc.	4,310	61,142	161,754	0.26
Industry Groupings				
Communication Services	1,732	63,102	83,500	0.14
Consumer Discretionary	13,192	533,481	721,782	1.17
Consumer Staples	817	153,681	169,098	0.27
Energy	2,230	95,538	125,348	0.20
Financials	16,082	780,519	948,004	1.54
Health Care	3,490	105,905	93,602	0.15
Industrials	32,531	857,524	1,275,748	2.07
Information Technology	4,913	304,691	476,137	0.77
Materials	6,338	381,060	539,869	0.88
Total Equity Fund		<u>\$ 40,798,329</u>	<u>\$ 61,548,639</u>	<u>100.00 %</u>
MONEY MARKET FUND				
Federated US Treasury Cash Reserve Fund Class I	20,328,759	<u>\$ 20,328,759</u>	<u>\$ 20,328,759</u>	<u>100.00 %</u>

* Share data not applicable.

See accompanying Notes to Financial Statements.

**ST. FRANCIS XAVIER INVESTMENT CORP.
STATEMENTS OF OPERATIONS
YEARS ENDED JUNE 30, 2022 AND 2021**

	2022	2021
REVENUES		
Investment Income	\$ 2,507,467	\$ 866,969
Investment Management Fees	277,606	250,944
Total Revenues	2,785,073	1,117,913
EXPENSES		
Investment Management	50,366	128,052
General and Administrative	139,951	155,380
Total Expenses	190,317	283,432
NET INVESTMENT INCOME	2,594,756	834,481
REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS		
Net Realized Gain on Investments	72,472	5,616,616
Change in Net Unrealized Gain (Loss) on Investments	(15,144,859)	14,337,095
Total Realized and Unrealized Gain (Loss) on Investments	(15,072,387)	19,953,711
NET INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS	\$ (12,477,631)	\$ 20,788,192

See accompanying Notes to Financial Statements.

**ST. FRANCIS XAVIER INVESTMENT CORP.
STATEMENTS OF CHANGES IN NET ASSETS
YEARS ENDED JUNE 30, 2022 AND 2021**

	2022	2021
NET ASSETS - BEGINNING OF YEAR	\$ 114,819,958	\$ 88,067,133
Net Increase (Decrease) in Net Assets from Operations	(12,477,631)	20,788,192
Add: Subscriptions	10,356,587	10,314,350
Less: Redemptions	(11,842,149)	(4,349,717)
NET ASSETS - END OF YEAR	\$ 100,856,765	\$ 114,819,958

See accompanying Notes to Financial Statements.

**ST. FRANCIS XAVIER INVESTMENT CORP.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 1 PRINCIPAL ACTIVITY

St. Francis Xavier Investment Corp. (St. Francis Xavier Corp.) is a nonprofit corporation organized under the laws of the state of Wisconsin for the purpose of managing investments for the Catholic entities within the Diocese of Green Bay (Diocese). Investors have signed agreements authorizing St. Francis Xavier Corp. to manage their assets responsibly and in accordance with Catholic values. This agreement can be terminated with 30 days advance written notice.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Net Assets

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor- or grantor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions

Net assets available for use in general operation and not subject to donor (or certain grantor) restrictions.

Net Assets With Donor Restrictions

Net assets subject to donor- (or certain grantor-) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

St. Francis Xavier Corp. had only net assets without donor restrictions as of June 30, 2022 and 2021.

Interest in Pooled Cash

St. Francis Xavier Corp. participates in a pooled cash account with an interdiocesan entity. St. Francis Xavier Corp.'s cash balance sweeps daily to the related party pooled cash account. The total of the pooled cash account, at times, may exceed federally insured limits. St. Francis Xavier Corp. has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash and cash equivalents.

ST. FRANCIS XAVIER INVESTMENT CORP.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Investments

Investments are recorded at fair value. Fair value of investments in mutual or pooled funds is based on their net asset or unit value. The net asset or unit value (NAV) of the shares of each fund was determined as of the close of regular session trading on the New York Stock Exchange (NYSE) (usually 4:00 p.m. CST) each day the NYSE was open for regular session trading. Fair value of common stock is based on the value as of the close of regular session trading on the NYSE each day the NYSE was open for regular session trading. Corporate bonds and US Treasury obligations are valued based on an evaluation model. The NAV of each fund or unitized manager account (the Fund) was determined by dividing the value of each Fund's securities and other assets less its liabilities by the outstanding number of investor units.

Revenue Recognition

Investment management fees are recognized in the period the management activities are performed and represent fees charged to investors. Gross revenues from investment management fees totaled \$277,606 and \$250,944 during the years ended June 30, 2022 and 2021, respectively.

Investment income is recognized in the period it is earned. Securities transactions are recorded on a trade date basis.

Investment Management Expense

Investment management expense includes custodial fees, unitization fees, and the fee to the investment consultant. Individual investment manager fees are deducted prior to computing the unitized net asset value of the unitized manager accounts.

Functional Expenses

All of St. Francis Xavier Corp.'s expenses are considered management and general expenses.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Tax-Exempt Status

St. Francis Xavier Corp. has received notification that it qualifies as a tax-exempt organization under Section 501(c)(3) covered by the U.S. Internal Revenue Service group exemption letter of the United States Conference of Catholic Bishops and corresponding provisions of state law and, accordingly, is not subject to federal or state income taxes.

**ST. FRANCIS XAVIER INVESTMENT CORP.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Subsequent Events

In preparing these financial statements, St. Francis Xavier Corp. has evaluated events and transactions for potential recognition or disclosure through October 17, 2022, the date the financial statements were available to be issued.

NOTE 3 LIQUIDITY AND AVAILABILITY

St. Francis Xavier Corp. regularly monitors liquidity required to meet its operating needs, liabilities, and other obligations as they become due. Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, comprise the following at June 30:

	<u>2022</u>	<u>2021</u>
Interest in Pooled Cash	\$ 42,327	\$ 31,760
Investment Securities Held for Investors	100,829,438	114,803,198
Subtotal	<u>100,871,765</u>	<u>114,834,958</u>
Less: Net Assets Available for Investors	<u>(100,357,492)</u>	<u>(114,519,267)</u>
Total Financial Assets Available for General Expenditure	<u>\$ 514,273</u>	<u>\$ 315,691</u>

NOTE 4 FAIR VALUE OF FINANCIAL INSTRUMENTS

As defined by current authoritative language, fair value is the price that would be received to sell an asset or paid transfer a liability in an orderly transaction between market participants at the measurement date. In determining fair value, St. Francis Xavier Corp. uses various valuation methods including the market, income, and cost approaches. The assumptions used in the application of these valuation methods are developed from the perspective of market participants pricing the asset or liability. Inputs used in the valuation methods can be either readily observable, market corroborated, or generally unobservable inputs. Whenever possible, St. Francis Xavier Corp. attempts to utilize valuation methods that maximize the use of observable inputs and minimizes the use of unobservable inputs.

The fair value hierarchy ranks the quality and reliability of the information used to determine fair values. Assets measured, reported, and/or disclosed at fair value will be classified and disclosed in one of the following three categories:

Level 1 – Quoted market prices in active markets for identical assets or liabilities.

Level 2 – Observable market based inputs or unobservable inputs that are corroborated by market data.

Level 3 - Unobservable inputs that are not corroborated by market data.

ST. FRANCIS XAVIER INVESTMENT CORP.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021

NOTE 4 FAIR VALUE OF FINANCIAL INSTRUMENTS (CONTINUED)

The tables below present the balances of assets measured at fair value on a recurring basis.

	June 30, 2022			Total
	Level 1	Level 2	Level 3	
Investment Securities:				
Fixed Income Fund:				
Mutual Funds	\$ 22,818,524	\$ -	\$ -	\$ 22,818,524
Money Market Funds	-	924,439	-	924,439
Bonds	-	5,216,214	-	5,216,214
Equity Fund:				
Mutual Funds	37,871,672	-	-	37,871,672
Money Market Funds	-	3,550,674	-	3,550,674
Common Stocks	10,026,860	-	-	10,026,860
Money Market Fund	-	20,421,055	-	20,421,055
Total Investments	<u>\$ 70,717,056</u>	<u>\$ 30,112,382</u>	<u>\$ -</u>	<u>\$ 100,829,438</u>

	June 30, 2021			Total
	Level 1	Level 2	Level 3	
Investment Securities:				
Fixed Income Fund:				
Mutual Funds	\$ 26,173,031	\$ -	\$ -	\$ 26,173,031
Money Market Funds	-	1,162,710	-	1,162,710
Bonds	-	5,590,059	-	5,590,059
Equity Fund:				
Mutual Funds	48,004,282	-	-	48,004,282
Money Market Funds	-	1,377,107	-	1,377,107
Common Stocks	12,167,250	-	-	12,167,250
Money Market Fund	-	20,328,759	-	20,328,759
Total Investments	<u>\$ 86,344,563</u>	<u>\$ 28,458,635</u>	<u>\$ -</u>	<u>\$ 114,803,198</u>

The following methods and assumptions were used to estimate the fair value for each investment measured at fair value:

The fixed income and equity funds consist of mutual funds, common stocks, bonds, and money market funds. The mutual funds and common stocks are measured at fair value using quoted market prices. They are classified as Level 1 as they are traded in an active market for which closing prices are readily available. The bonds and debentures are classified as Level 2 as they are valued on a valuation model. The money market funds are valued at amortized cost which approximates fair value. As such, they are classified as Level 2 investments.

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NOTE 5 INVESTMENTS

Investors may elect to invest in any of the three funds maintained by St. Francis Xavier Corp. All financial assets are held by St. Francis Xavier Corp. in custody accounts by BMO Harris Bank, N.A. The Equity and Fixed Income Funds are actively managed by third-party investment managers or within index funds as indicated in the schedules of investments.

The average annual return is calculated for the investor balances taken as a whole. An individual investor's return and ratios may vary based on participation in different funds and timing of investment transactions.

Total return is measured by comparing the ending value of the investors' accounts to the beginning value of such investors' accounts adjusted for cash flows related primarily to subscriptions or redemptions during the period. Returns are linked based on the timing of cash flows during the period. An individual investors' return may vary from these returns based on their timing of transactions and the investment options chosen.

The net investment income and the expense ratios for individual investors may vary from these ratios based on the timing of transactions.

Fixed Income Fund

The fixed income fund is intended to be utilized by intermediate and long-term money. The target allocation of the fixed income fund is:

Intermediate Fixed Income	95 %
Cash	5
Total	<u>100 %</u>

Whenever the actual allocation varies from the target allocation by more than 5%, the fund is rebalanced.

As of June 30, 2022 and 2021, there were 392,439.424 and 412,838.792 units outstanding in the fixed income fund with a net asset value per unit of \$73.793 and \$79.777, respectively.

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NOTE 5 INVESTMENTS (CONTINUED)

The per-unit detail of investment return, realized and unrealized gains and losses and expenses was not readily available.

Following is the average annual return of the fixed income fund for the indicated time periods ended June 30:

	<u>One Year</u>	<u>Three Years</u>	<u>Five Years</u>
2022	(7.6)%	(0.2)%	0.9 %
2021	1.6 %	4.4 %	2.8 %

The weighted expense ratio for the fixed income funds was 0.84% and 0.95% for the years ended June 30, 2022 and 2021, respectively.

Equity Fund

The equity fund is intended to be utilized by long-term money. No investor is allowed to invest more than 70% of their funds in the equity fund. The target allocation of the equity fund is:

Small-Cap Domestic Stocks	20 %
Mid-Cap Domestic Stocks	20
Large-Cap Domestic Stocks	40
International Stocks	17
Cash and Equivalents	3
Total	<u><u>100 %</u></u>

Whenever the actual allocation varies from the target allocation by more than 5%, the fund is rebalanced.

As of June 30, 2022 and 2021, there were 278,923.632 and 276,300.403 units outstanding in the equity fund with a net asset value per unit of \$184.456 and \$222.709, respectively.

The per-unit detail of investment return, realized and unrealized gains and losses and expenses was not readily available.

Following is the average annual return of the equity fund for the indicated time periods ended June 30:

	<u>One Year</u>	<u>Three Years</u>	<u>Five Years</u>
2022	(16.9)%	5.0 %	6.4 %
2021	44.4 %	13.8 %	14.3 %

The weighted expense ratio for the equity fund was 0.79% and 0.83% for the years ended June 30, 2022 and 2021, respectively.

**ST. FRANCIS XAVIER INVESTMENT CORP.
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NOTE 5 INVESTMENTS (CONTINUED)

Money Market Fund

The money market fund is intended to be utilized by intermediate and short-term money. The entire balance is invested in the Federated US Treasury Cash Reserve Fund Class I at June 30, 2022 and 2021.

As of June 30, 2022 and 2021, there were 20,421,055 and 20,328,759 units outstanding in the money market fund, respectively, with a net asset value per unit of \$1.

Following is the average annual return for the indicated time periods ended June 30:

	One Year	Three Years	Five Years
2022	0.13 %	0.47 %	0.93 %
2021	0.01 %	1.13 %	0.98 %

The weighted expense ratio for the money market fund was 0.18% for the years ended June 30, 2022 and 2021.

St. Francis Xavier Corp. considers money market funds to be investments. Additional investments consist of stocks, bonds, and other investment securities. Investment securities are exposed to various risks such as interest rate, market, and credit. Due to the level of risk associated with certain investment securities and the level of uncertainty related to changes in the value of investment securities, it is at least reasonably possible that changes in risks in the near term would materially affect the amounts reported in the financial statements.

NOTE 6 INTERDIOCESAN TRANSACTIONS

St. Francis Xavier Corp. received various revenues from and incurred various charges to other diocesan entities during the years ended June 30, 2022 and 2021. All activity is settled between the entities; therefore, there are no accounts receivable or accounts payable between the entities as of June 30, 2022 and 2021.

Total revenues from other diocesan corporations were \$68,877 and \$89,139 for the years ended June 30, 2022 and 2021, respectively, and related primarily to fees charged for investment management services. These amounts include each entity's proportionate share of the fee retained by St. Francis Xavier Corp., and the fees paid to the individual investment managers, custodial fees, and unitization fees. The portion of these fees remitted directly to the individual investment managers is shown net on the statements of operations. The revenue from interdiocesan transaction constitutes a substantial portion of the St. Francis Xavier Corp.'s investment management fees for the years ended June 30, 2022 and 2021, respectively.

Total expenses paid to other diocesan corporations were \$132,392 and \$133,393 for the years ended June 30, 2022 and 2021, respectively, the majority of which relates to administrative and support services provided by St. Therese of the Little Flower, Inc.



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