

ASSOCIATION OF THE DIOCESE OF WEST MICHIGAN

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January 9, 2013

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Arcadia Investment Management Corporation
ASSOCIATION OF THE DIOCESE OF W. MICHIGAN
Account No. 37-309-0
 December 31, 2012

PORTFOLIO COMPOSITION

CHANGE IN PORTFOLIO

	Market Value	Pct. Assets	Cur. Yield		Portfolio Value on 12-31-11
Cash & Equivalents	81,105	2.9	0.0		2,610,723
Taxable Fixed Income	920,963	32.7	2.0		4,255
Municipal Fixed Income	0	0.0	0.0		-53,476
Convertibles	0	0.0	0.0		13,122
Equities	1,815,313	64.4	0.9		206,247
International Equities	0	0.0	0.0		35,578
Other	0	0.0	0.0		932
				Change in Accrued Interest	2,812,193
				Portfolio Value on 12-31-12	5,187
				Accrued Interest	<u>2,817,380</u>

TIME WEIGHTED RETURN

	Quarter To Date	Year To Date	3 yr	5 yr	7 yr	10 yr
Account	0.87	9.83	8.56	4.41	5.13	6.42
Blended Benchmark Index	-0.15	11.22	8.43	2.85	4.55	6.18
Taxable Fixed Income	0.36	2.29	2.30	2.55	3.50	3.48
Merrill Lynch Govt/Corp 1-5	0.26	2.48	3.24	3.85	4.39	3.72
Equities	1.19	14.73	12.18	3.07	4.42	7.69
S&P 500	-0.38	16.00	10.87	1.66	4.12	7.10
Russell 1000 Growth	-1.32	15.26	11.35	3.12	5.16	7.52

Arcadia Investment Management Corporation
ASSOCIATION OF THE DIOCESE OF W. MICHIGAN
 Account No. 37-309-0
 December 31, 2012

CHANGE IN PORTFOLIO

PORTFOLIO COMPOSITION

	Market Value	Pct. Assets	Cur. Yield	
Cash & Equivalents	81,105	2.9	0.0	Portfolio Value on 12-31-11
Taxable Fixed Income	920,963	32.7	2.0	Accrued Interest
Municipal Fixed Income	0	0.0	0.0	Net Additions/Withdrawals
Convertible Equities	0	0.0	0.0	Realized Gains
International Equities	1,815,313	64.4	0.9	Unrealized Gains
Other	0	0.0	0.0	Income Received
	0	0.0	0.0	Management Fees
				Change in Accrued Interest
				Portfolio Value on 12-31-12
				Accrued Interest
Total	2,817,380	100.0	1.3	2,817,380

Total Fees -15,923

TIME WEIGHTED RETURN

	Quarter To Date	Year To Date	3 yr	5 yr	7 yr	10 yr
Account	0.71	9.20	7.95	3.78	4.46	5.72
Blended Benchmark Index	-0.15	11.22	8.43	2.85	4.55	6.18
Taxable Fixed Income	0.36	2.29	2.30	2.55	3.48	3.45
Merrill Lynch Govt/Corp 1-5	0.26	2.48	3.24	3.85	4.39	3.72
Equities	1.19	14.73	12.21	3.09	4.44	7.70
S&P 500	-0.38	16.00	10.87	1.66	4.12	7.10
S&P 500	-0.38	16.00	10.87	1.66	4.12	7.10
Russell 1000 Growth	-1.32	15.26	11.35	3.12	5.16	7.52

**Diocese of Western Michigan
Investment Policy Statement**

1. Objective

The primary investment objective is to maintain the purchasing power of the Fund's assets over long periods of time while allocating up to five percent (5%) of the annual beginning market to participating congregations and diocesan organizations.

2. Asset Allocation

Within specified ranges, the investment manager shall have the authority to vary and adjust the allocation of asset classes in order to enhance the fund's total return and / or reduce risk.

<u>Asset</u>	<u>Range</u>	<u>"Normal"</u>
Equity	60%-70%	65%
Fixed Income	30%-40%	35%
Money Market*	0%-10%	0%

* A \$25,000 cash reserve is required for liquidity needs

3. Portfolio Management

The general management guidelines are:

- Risk management through appropriate portfolio diversification is required. The portfolio shall be diversified across industries and sectors of the economy. The market value of any one investment shall not exceed five percent (5%) of the portfolio at the time of purchase with the exception of direct obligations of the U.S. Government.
- Equity and bond investments are selected for their total return potential. Since the Diocese of Western Michigan is a tax-exempt entity, dividends or current yields are not a primary investment criteria.
- All fixed income securities will be rated "A" or higher by Moody's or Standard & Poor's.

- Equity investments shall consist of common stocks, or securities convertible into common stocks, and will be evaluated for their risk/return potential within the context of the overall equity portfolio. The equity portfolio will consist of at least 20 positions.
- Derivative instruments may not be used.
- Money market funds must invest only in U.S. Government or agency fixed income securities.

4. Investment Performance

The investment manager's performance will be evaluated against appropriate benchmarks each calendar quarter. The fund's total return should exceed its benchmark over a market cycle.

Performance Benchmarks:

Stocks:	S&P 500 Index	Primary benchmark for long-term performance
Bonds:	Merrill Lynch 1-5 Year Government/Corporate Index	
Portfolio:	65% S&P 500 Index + 35% Merrill Lynch 1-5 Year Government/Corporate Index	

The trustees shall meet on a timely basis to review the investment performance of the fund.

Companies Subject to No-buy Portfolio Restrictions

The Domestic & Foreign Missionary Society

Episcopal Church Executive Council

Corporate Social Responsibility Committee

Updated on June 1, 2011

The Corporate Social Responsibility Committee, a subcommittee of the Executive Council establishes the directives for socially responsible investments. These directives are largely guided by recommendations from the ICCR (Interfaith Center on Corporate Responsibility) with respect to shareholder activism and other socially responsible investment issues.

There are three portfolio restrictions in place based on policies adopted by the Executive Council. They are:

- Militarism: Shares of any company (a) among the top five U.S. defense contractors, measured in dollar volume of sales and (b) any company among the top 50 defense contractors that receives more than fifty percent of its revenues from military contracts.
- Sudan: Companies whose activities make continued human rights violations possible by providing revenues to the Sudanese government.¹
- Tobacco products: Shares of companies that manufacture or sell tobacco products

The following is a list of companies subject to portfolio restrictions based on Episcopal Church policies.

Military Contractors	Sudan
Lockheed Martin	Nam Fatt Malaysia)
Raytheon	ONGC (India)
Northrop Grumman	Sinopec (China)
	PetroChina (China)

¹ There is considerable discussion within the SRI community about which companies to include in Sudan portfolio screens, especially given recent political changes in the country. For the time being, the list remains the same as before, with a focus on those companies whose direct involvement in the oil industry provides significant financial support to the Sudanese government in Khartoum. Further review of this issue is being undertaken, but any change in screening approach would require a CCSR recommendation and Executive Council approval.

US Tobacco Companies	
Altria Group	Schweitzer-Maudit International
Alliance One International	Star Scientific
Lorillard	Universal Corp.
Philip Morris International	Vector Group
Reynolds American	

Non-US Tobacco Companies	
Al-Eqbal Company For Investment PLC (Jordan)	Kothari Products Ltd (India)
Alpha Tobacco (Bangladesh)	KT&G Group (Korea)
Asenovgrad BV (Bulgaria)	National Cigarettes (Sudan)
Bangladesh Leaf Tobacco Co Ltd (Bangladesh)	Pakistan Tobacco Company (Pakistan)
Bangladesh Tobacco Company (Bangladesh)	Parvomay BT (Bulgaria)
Blagoevgrad-BT AD (Bulgaria)	Pazardzhik BT (Bulgaria)
British American Tobacco plc (UK and subsidiaries)	Philip Morris CR A.S. (Czech Republic)
Bulgartabac Holding Group (Bulgaria)	Philippine Tobacco Flue-Curing and Redrying Company (Philippines)
Carreras Group Ltd (Jamaica)	Pleven BT (Bulgaria)
Ceylon Tobacco Ltd (Sri Lanka)	PT BAT Indonesia Tbk (Indonesia)
Compania Chilena De Tabacos S.A (Chile)	PT Gudang Garam Tbk (Indonesia)
Eastern Company (Egypt)	PT Hanjaya Mandala Sampoerna (Indonesia)
Godfrey Phillips (India)	RDB Industries (India)
Godze Belchev BT (Bulgaria)	RTCL Limited (India)
Golden Tobacco	Shanghai Industrial Holdings Ltd (Hong Kong)
Grupo Carso Sa de C. V.	Shumen BT (Bulgaria)
Haskovo-Tabac AD	Slantze-Stara Zagora BT (Bulgaria)
Imperial Tobacco Group plc (United Kingdom)	Societe Ivoirienne de Tabacs (Cote d'Ivoire)
International Tobacco and Cigarettes Co Ltd (UK)	Sofia-BT (Bulgaria)
Isperih BT (Bulgaria)	Souza Cruz (Brazil)
ITC Ltd (India)	Swedish Match AB (Sweden)
Japan Tobacco (Japan)	Tanzania Cigarette Company (Tanzania)
Jerusalem Cigarette Co Ltd (Israel)	Tvornica Duhana Zagreb (Croatia)
JT International Bhd (Malaysia)	Union Tobacco & Cigarette Industries Co (Jordan)
Karelia Tobacco Company Inc (Greece)	VST Industries (India)
Khyber Tobacco Company (Pakistan)	West Indian Tobacco Company Ltd (Trinidad & Tobago)

Arcadia Investment Management Corporation
PORTFOLIO SUMMARY
ASSOCIATION OF THE DIOCESE OF W. MICHIGAN
Account No. 37-309-0
December 31, 2012

Security Type	Total Cost	Market Value	Pct. Assets	Cur. Yield	Est. Annual Income
Cash & Equivalents					
CASH AND EQUIVALENTS	81,105	81,105	2.9	0.0	8
	<u>81,105</u>	<u>81,105</u>	<u>2.9</u>	<u>0.0</u>	<u>8</u>
Taxable Fixed Income					
CERTIFICATES OF DEPOSIT	527,636	531,030	18.9	1.7	9,175
GOVERNMENT BONDS	71,396	76,110	2.7	4.1	3,094
CORPORATE BONDS	306,199	308,635	11.0	2.1	6,343
	<u>905,231</u>	<u>915,775</u>	<u>32.6</u>	<u>2.0</u>	<u>18,611</u>
Equities					
COMMON STOCK	1,290,593	1,815,313	64.6	0.9	16,724
	<u>1,290,593</u>	<u>1,815,313</u>	<u>64.6</u>	<u>0.9</u>	<u>16,724</u>
TOTAL PORTFOLIO	2,276,928	2,812,193	100.0	1.3	35,345

We encourage you to compare Arcadia's statement to the statement received from your custodian. We strive to provide up-to-date and complete information, but there may be some timing differences reflected in cash balances. Please let us know if you have any questions.

Arcadia Investment Management Corporation
PORTFOLIO APPRAISAL
ASSOCIATION OF THE DIOCESE OF W. MICHIGAN

Account No. 37-309-0
December 31, 2012

Quantity	Security	Adj Unit Cost	Total Adjusted Cost	Price	Market Value	Pct. Assets	Unrealized Gain/Loss	Annual Income	Cur. Yield
CASH AND EQUIVALENTS									
	CASH & MONEY MARKET FUNDS		80,581		80,581	2.9		8	0.0
	DIVIDEND ACCRUAL ACCOUNT		523		523	0.0		0	0.0
			<u>81,105</u>		<u>81,105</u>	<u>2.9</u>		<u>8</u>	<u>0.0</u>
CERTIFICATES OF DEPOSIT									
25,000	CIT BANK (SALT LAKE CITY, UT)	100.00	25,000	100.49	25,122	0.9	122	775	3.1
100,000	3.100% Due 03-11-13 ALLY BANK (MIDVALE, UT)	101.60	101,602	100.55	100,546	3.6	-1,056	1,950	1.9
75,000	1.950% Due 05-21-13 SAFRA NATL BANK (NEW YORK, NY)	100.00	75,000	99.97	74,978	2.7	-22	375	0.5
50,000	0.500% Due 07-31-13 GOLDMAN SACHS BANK (SALT LAKE CITY, UT)	100.00	50,000	103.20	51,599	1.8	1,599	1,700	3.3
100,000	3.400% Due 03-11-14 GE CAPITAL FINANCE (SALT LAKE CITY, UT)	100.00	100,000	100.98	100,981	3.6	981	1,500	1.5
75,000	1.500% Due 01-06-15 DISCOVER BANK (GREENWOOD, DE)	100.00	75,000	100.12	75,088	2.7	88	825	1.1
100,000	1.100% Due 07-27-15 AMERICAN EXPRESS BANK FSB (SALT LAKE CITY, UT)	101.03	101,034	102.72	102,717	3.7	1,683	2,050	2.0
	2.050% Due 12-01-16		<u>527,636</u>		<u>531,030</u>	<u>18.9</u>	<u>3,394</u>	<u>9,175</u>	<u>1.7</u>

Arcadia Investment Management Corporation
PORTFOLIO APPRAISAL
ASSOCIATION OF THE DIOCESE OF W. MICHIGAN

Account No. 37-309-0
December 31, 2012

Quantity	Security	Adj Unit Cost	Total Adjusted Cost	Price	Market Value	Pct. Assets	Unrealized Gain/Loss	Annual Income	Cur. Yield
GOVERNMENT BONDS									
75,000	FANNIE MAE GOVT AGENCY 4.125% Due 05-01-13	99.69	74,767	101.48	76,110	2.7	1,343	3,094	4.1
			74,767		76,110	2.7	1,343	3,094	4.1
CORPORATE BONDS									
50,000	GENERAL ELECTRIC CAPITAL CORP 2.100% Due 01-07-14	100.71	50,357	101.69	50,844	1.8	487	1,050	2.1
25,000	GOLDMAN SACHS 3.700% Due 08-01-15	101.41	25,353	105.23	26,308	0.9	955	925	3.5
50,000	EBAY INC 1.625% Due 10-15-15	98.84	49,422	102.72	51,362	1.8	1,940	813	1.6
50,000	BERKSHIRE HATHWAY FIN'L CORP 2.200% Due 08-15-16	104.27	52,134	104.24	52,119	1.9	-14	1,100	2.1
50,000	BANK OF NOVA SCOTIA 2.550% Due 01-12-17	104.69	52,347	105.36	52,679	1.9	332	1,275	2.4
35,000	NYSE EURONEXT NOTES 2.000% Due 10-05-17	102.61	35,914	101.58	35,553	1.3	-361	700	2.0
40,000	AMAZON.COM INC 1.200% Due 11-29-17	99.40	39,760	99.42	39,769	1.4	9	480	1.2
			305,288		308,635	11.0	3,347	6,343	2.1
COMMON STOCK									
	CONSUMER DISCRETIONARY 550 BORGWARNER	80.13	44,071	71.62	39,391	1.4	-4,680	0	0.0

Arcadia Investment Management Corporation
PORTFOLIO APPRAISAL
ASSOCIATION OF THE DIOCESE OF W. MICHIGAN

Account No. 37-309-0
December 31, 2012

Quantity	Security	Adj Unit Cost	Total Adjusted Cost	Price	Market Value	Pct. Assets	Unrealized Gain/Loss	Annual Income	Cur. Yield
900	DIRECTV	50.01	45,007	50.16	45,144	1.6	137	0	0.0
1,000	KOHL'S CORP	51.93	51,927	42.98	42,980	1.5	-8,947	1,280	3.0
1,100	STARBUCKS CORP	32.33	35,560	53.63	58,993	2.1	23,433	924	1.6
300	V.F. CORP	61.76	18,528	150.97	45,291	1.6	26,763	1,044	2.3
			195,093		231,799	8.2	36,706	3,248	1.4
CONSUMER STAPLES									
1,950	FLOWERS FOODS	17.00	33,153	23.27	45,377	1.6	12,224	1,248	2.8
900	LAUDER (ESTEE)	16.45	14,809	59.86	53,874	1.9	39,065	648	1.2
1,100	UNITED NATURAL FOODS	37.48	41,233	53.59	58,949	2.1	17,716	0	0.0
			89,194		158,200	5.6	69,005	1,896	1.2
ENERGY									
350	CORE LAB NV	42.27	14,794	109.31	38,259	1.4	23,465	392	1.0
900	DRESSER RAND GRP	34.28	30,851	56.14	50,526	1.8	19,675	0	0.0
1,150	HALLIBURTON	38.02	43,718	34.69	39,894	1.4	-3,824	414	1.0
1,271	SUNCOR ENERGY	35.48	45,094	32.98	41,918	1.5	-3,177	666	1.6
			134,457		170,596	6.1	36,139	1,472	0.9
FINANCIALS									
500	AFFILIATED MANAGERS GRP	83.73	41,866	130.15	65,075	2.3	23,209	0	0.0
500	AMER EXPRESS	57.43	28,717	57.48	28,740	1.0	23	400	1.4
1,825	CBRE GROUP	19.54	35,660	19.90	36,318	1.3	657	0	0.0
300	INTERCONTINENTAL EXCHANGE	109.44	32,832	123.81	37,143	1.3	4,311	0	0.0
			139,076		167,276	5.9	28,200	400	0.2
HEALTH CARE									
500	ALLERGAN INC	46.57	23,287	91.73	45,865	1.6	22,578	100	0.2
550	BECTON DICKINSON	77.22	42,473	78.19	43,005	1.5	531	1,089	2.5

Arcadia Investment Management Corporation
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ASSOCIATION OF THE DIOCESE OF W. MICHIGAN
Account No. 37-309-0
December 31, 2012

Quantity	Security	Adj Unit Cost	Total Adjusted Cost	Price	Market Value	Pct. Assets	Unrealized Gain/Loss	Annual Income	Cur. Yield
1,100	DENTSPLY INTL	30.77	33,849	39.61	43,571	1.5	9,722	242	0.6
950	LIFE TECHNOLOGIES	50.06	47,559	49.03	46,579	1.7	-980	0	0.0
1,600	MYLAN LABS	24.48	39,174	27.45	43,920	1.6	4,746	0	0.0
			186,342		222,939	7.9	36,597	1,431	0.6
INDUSTRIALS									
900	CHICAGO BRIDGE & IRON	43.78	39,399	46.35	41,715	1.5	2,316	45	0.1
775	CLEAN HARBORS	52.40	40,609	55.01	42,633	1.5	2,024	0	0.0
900	EXPEDITORS INT'L OF WASHINGTON	31.22	28,094	39.55	35,595	1.3	7,501	504	1.4
1,050	FASTENAL CO	16.60	17,427	46.65	48,983	1.7	31,555	882	1.8
650	ILLINOIS TOOL WORKS INC	40.75	26,486	60.81	39,527	1.4	13,041	988	2.5
350	VALMONT INDUSTRIES	83.25	29,138	136.55	47,793	1.7	18,654	315	0.7
			181,152		256,244	9.1	75,092	2,734	1.1
INFORMATION TECHNOLOGY									
850	ACCENTURE PLC	32.10	27,285	66.50	56,525	2.0	29,240	1,377	2.4
1,250	ADOBE SYSTEMS	35.16	43,951	37.68	47,100	1.7	3,149	0	0.0
150	APPLE COMPUTER	197.50	29,625	532.17	79,826	2.8	50,201	0	0.0
850	CITRIX SYSTEMS	38.09	32,381	65.62	55,777	2.0	23,396	0	0.0
60	GOOGLE INC	584.98	35,099	707.38	42,443	1.5	7,344	0	0.0
850	INTUIT INC	23.62	20,074	59.48	50,554	1.8	30,479	578	1.1
1,700	ORACLE CORP	18.92	32,156	33.32	56,644	2.0	24,488	408	0.7
1,000	QUALCOMM INC	43.07	43,074	61.86	61,859	2.2	18,785	1,000	1.6
950	TRIMBLE NAVIGATION	26.37	25,053	59.78	56,791	2.0	31,738	0	0.0
			288,697		507,518	18.0	218,821	3,363	0.7

Arcadia Investment Management Corporation
PORTFOLIO APPRAISAL
ASSOCIATION OF THE DIOCESE OF W. MICHIGAN

Account No. 37-309-0
December 31, 2012

Quantity	Security	Adj Unit Cost	Total Adjusted Cost	Price	Market Value	Pct. Assets	Unrealized Gain/Loss	Annual Income	Cur. Yield
MATERIALS									
600	AIR PRODUCTS & CHEMICALS	80.53	48,319	84.02	50,412	1.8	2,093	1,536	3.0
700	ECOLAB INC	40.38	28,264	71.90	50,330	1.8	22,066	644	1.3
			76,582		100,742	3.6	24,160	2,180	2.2
	COMMON STOCK Total		1,290,593		1,815,313	64.6	524,720	16,724	0.9

TOTAL PORTFOLIO	2,279,389	2,812,193	100.0	532,804	35,343
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Arcadia Investment Management Corporation
Transaction Report
ASSOCIATION OF THE DIOCESE OF W. MICHIGAN
Account No. 37-309-0
From 01/01/12 to 12/31/12

Date	Quantity	Security	Amount	Cost	Realized Gain/(Loss)
Purchases					
04-24-12	550	BORGWARNER	44,071		
04-24-12	350	HALLIBURTON	11,806		
04-24-12	500	AMER EXPRESS	28,717		
04-24-12	900	CHICAGO BRIDGE & IRON	39,399		
07-23-12	50,000	BERKSHIRE HATHWAY FIN'L CORP	52,385		
07-23-12	75,000	2.200% Due 08-15-16 DISCOVER BANK (GREENWOOD, DE)	75,000		
07-23-12	50,000	1.100% Due 07-27-15 BANK OF NOVA SCOTIA	52,594		
07-24-12	75,000	2.550% Due 01-12-17 SAFRA NATL BANK (NEW YORK, NY)	75,000		
09-21-12	1,700	0.500% Due 07-31-13 CBRE GROUP	33,257		
09-21-12	1,600	MYLAN LABS	39,174		
12-13-12	900	DIRECTV	45,007		
12-13-12	125	CBRE GROUP	2,403		
12-13-12	150	LIFE TECHNOLOGIES	7,561		
12-13-12	200	CITRIX SYSTEMS	12,797		
12-20-12	40,000	AMAZON.COM INC	39,760		
12-20-12	35,000	1.200% Due 11-29-17 NYSE EURONEXT NOTES	35,917		
		2.000% Due 10-05-17			
			594,847		
Sales					
04-24-12	121	CARMAX INC	3,760	3,277	483
04-24-12	100	CARMAX INC	3,107	2,708	400
04-24-12	129	CARMAX INC	4,009	3,493	516

Arcadia Investment Management Corporation
Transaction Report
ASSOCIATION OF THE DIOCESE OF W. MICHIGAN
Account No. 37-309-0
From 01/01/12 to 12/31/12

Date	Quantity	Security	Amount	Cost	Realized Gain/(Loss)
04-24-12	200	CARMAX INC	6,215	5,205	1,010
04-24-12	500	CARMAX INC	15,537	6,513	9,024
04-24-12	400	CARMAX INC	12,430	4,973	7,457
04-24-12	200	AFLAC CORPORATION	8,410	11,642	-3,232
04-24-12	100	AFLAC CORPORATION	4,205	5,185	-980
04-24-12	150	AFLAC CORPORATION	6,307	7,778	-1,470
04-24-12	300	AFLAC CORPORATION	12,615	15,438	-2,823
04-24-12	600	RITCHIE BROS AUCTIONS	12,292	12,491	-199
04-24-12	250	RITCHIE BROS AUCTIONS	5,122	5,131	-9
04-24-12	300	RITCHIE BROS AUCTIONS	6,146	5,696	450
04-24-12	400	RITCHIE BROS AUCTIONS	8,195	7,389	806
04-24-12	250	RITCHIE BROS AUCTIONS	5,122	3,410	1,711
09-21-12	300	O REILLY AUTOMOTIVE INC	25,408	11,415	13,994
09-21-12	100	O REILLY AUTOMOTIVE INC	8,469	3,690	4,779
09-21-12	200	O REILLY AUTOMOTIVE INC	16,939	5,409	11,530
09-21-12	300	TEVA PHARMACEUTICAL	12,075	16,379	-4,304
09-21-12	550	TEVA PHARMACEUTICAL	22,138	29,120	-6,983
09-21-12	200	ECOLAB INC	12,716	10,913	1,803
10-05-12	175	VALMONT INDUSTRIES	23,032	14,700	8,332
12-13-12	250	OMNICOM GROUP INC	12,306	13,131	-826
12-13-12	300	OMNICOM GROUP INC	14,767	9,972	4,795
12-13-12	200	OMNICOM GROUP INC	9,844	5,899	3,946
12-13-12	200	OMNICOM GROUP INC	9,844	4,909	4,936
12-13-12	125	SUNCOR ENERGY	3,994	5,869	-1,876
12-13-12	150	INTUIT INC	8,961	4,458	4,503
			293,967	236,193	57,773
Maturities					
01-06-12	100,000	DISCOVER BANK (GREENWOOD, DE)	100,000	100,000	0
		0.200% Due 01-06-12			

Arcadia Investment Management Corporation
Transaction Report
ASSOCIATION OF THE DIOCESE OF W. MICHIGAN
Account No. 37-309-0
From 01/01/12 to 12/31/12

Date	Quantity	Security	Amount	Cost	Realized Gain/(Loss)
03-12-12	50,000	CAPMARK BANK (MIDVALE, VT) 3.000% Due 03-12-12	50,000	50,000	0
06-29-12	50,000	NORTH SHORE COMM TRUST (WILAMETTE, IL)	50,000	50,000	0
10-16-12	50,000	0.300% Due 06-29-12 BMW BANK OF AMERICA (SALT LAKE CITY, UT) 2.400% Due 10-16-12	50,000	50,000	0
			250,000	250,000	0

Deposits/Withdrawals

02-02-12		AIMC MANAGEMENT FEES	-3,845		
02-14-12		CASH & MONEY MARKET FUNDS	-600		
02-16-12		CASH & MONEY MARKET FUNDS	-3,500		
05-01-12		AIMC MANAGEMENT FEES	-3,845		
06-26-12		CASH & MONEY MARKET FUNDS	-600		
08-01-12		AIMC MANAGEMENT FEES	-3,845		
08-23-12		CASH & MONEY MARKET FUNDS	-90		
10-16-12		CASH & MONEY MARKET FUNDS	-7,725		
10-16-12		CASH & MONEY MARKET FUNDS	-9,000		
11-01-12		AIMC MANAGEMENT FEES	-4,388		
11-23-12		CASH & MONEY MARKET FUNDS	-90		
12-10-12		CASH & MONEY MARKET FUNDS	-786		
12-13-12		CASH & MONEY MARKET FUNDS	-1,804		
12-13-12		CASH & MONEY MARKET FUNDS	-4,000		
12-24-12		CASH & MONEY MARKET FUNDS	-9,000		
			-53,117		

December 31, 2012

COMPANY NAME	TICKER SYMBOL	# OF SHARES	TOTAL COST	GAIN OR (-LOSS)	PRICE PER SHR 12/31/12	PORTFOLIO VALUE 12/31/12	% OF PORTFOLIO VALUE	% OVER (-UNDER) BASE	PRICE % CHG QTD	PRICE % CHG YTD	PRICE % CHG 12 MTHS	MRKT CAP (MILS) 12/31/12
CONSUMER DISCRETION												
V.F.	VFC	300	\$18,528	\$26,763	150.97	\$45,291	2.49%	-5.3%	+18.9%	+18.9%	+18.9%	16,630
STARBUCKS	SBUX	1,100	\$35,560	\$23,433	53.63	\$58,993	3.25%	+5.8%	+16.6%	+16.6%	+16.6%	39,879
KOHL'S	KSS	1,000	\$51,927	\$-8,947	42.98	\$42,980	2.37%	-16.1%	-12.9%	-12.9%	-12.9%	9,886
THE DIRECTV GROUP	DTV	900	\$45,007	\$137	50.16	\$45,144	2.49%	-4.3%	+17.3%	+17.3%	+17.3%	30,303
BORGWARNER	BWA	550	\$44,071	\$-4,680	71.62	\$39,391	2.17%	+3.6%	+12.4%	+12.4%	+12.4%	8,382
SECTOR AVER (\$ WT)			\$195,093	\$36,706	60.21	\$231,799	12.77%	-3.4%	+9.5%	+9.5%	+9.5%	22,558
BASE SECTOR COMP			68.45					+1.1%	+14.5%	+14.5%	+14.5%	22,942
CONSUMER STAPLES												
UNITED NAT FOODS	UNFI	1,100	\$41,233	\$17,716	53.59	\$58,949	3.25%	-8.3%	+33.9%	+33.9%	+33.9%	2,641
FLOWERS FOODS	FLO	1,950	\$33,153	\$12,224	23.27	\$45,376	2.50%	+15.3%	+22.6%	+22.6%	+22.6%	3,215
LAUDER (ESTEE)	EL	900	\$14,809	\$39,065	59.86	\$53,874	2.97%	-2.8%	+6.6%	+6.6%	+6.6%	23,178
SECTOR AVER (\$ WT)			\$89,194	\$69,005	40.05	\$158,200	8.71%	-5%	+20.2%	+20.2%	+20.2%	9,799
BASE SECTOR COMP					53.35			-8%	+10.3%	+10.3%	+10.3%	43,177
ENERGY												
SUNCOR ENERGY	SU	1,271	\$45,094	\$-3,177	32.98	\$41,918	2.31%	+4%	+14.4%	+14.4%	+14.4%	50,513
HALLIBURTON	HAL	1,150	\$43,718	\$-3,824	34.69	\$39,894	2.20%	+3.0%	+5%	+5%	+5%	32,192
DRESSER-RAND GRP	DRC	900	\$30,851	\$19,675	56.14	\$50,526	2.78%	+1.9%	+12.5%	+12.5%	+12.5%	4,248
CORE LABORATORIES NV	CLB	350	\$14,794	\$23,465	109.31	\$38,258	2.11%	-10.0%	-4.1%	-4.1%	-4.1%	5,100
SECTOR AVER (\$ WT)			\$134,457	\$36,139	46.47	\$170,596	9.40%	-1.2%	+5.9%	+5.9%	+5.9%	22,342
BASE SECTOR COMP					51.29			-8%	+3.0%	+3.0%	+3.0%	48,100
FINANCIALS												
INTERCONTINENTAL EXCH	ICE	300	\$32,832	\$4,311	123.81	\$37,143	2.05%	-7.2%	+2.7%	+2.7%	+2.7%	9,003
CBRE GROUP	CBG	1,825	\$35,660	\$657	19.90	\$36,318	2.00%	+8.1%	+30.7%	+30.7%	+30.7%	6,526
AMERICAN EXPRESS	AXP	500	\$28,717	\$23	57.48	\$28,740	1.58%	+1.1%	+21.9%	+21.9%	+21.9%	64,324
AFFILIATED MANAGERS	AMG	500	\$41,866	\$23,209	130.15	\$65,075	3.58%	+5.8%	+35.6%	+35.6%	+35.6%	6,742
SECTOR AVER (\$ WT)			\$139,076	\$28,200	53.53	\$167,276	9.21%	+2.3%	+23.4%	+23.4%	+23.4%	17,090
BASE SECTOR COMP					47.60			+3.3%	+18.1%	+18.1%	+18.1%	31,282
HEALTH CARE												
DENTSPLY INTL	XRAY	1,100	\$33,849	\$9,722	39.61	\$43,571	2.40%	+3.9%	+13.2%	+13.2%	+13.2%	5,622
MYLAN	MYL	1,600	\$39,174	\$4,746	27.45	\$43,920	2.42%	+12.6%	+27.9%	+27.9%	+27.9%	11,187
LIFE TECHNOLOGIES	LIFE	950	\$47,559	\$-980	49.03	\$46,578	2.57%	+4%	+26.0%	+26.0%	+26.0%	8,436
BECTON DICKINSON	BDX	550	\$42,473	\$531	78.19	\$43,004	2.37%	-5%	+4.6%	+4.6%	+4.6%	15,400
ALLERGAN	AGN	500	\$23,287	\$22,578	91.73	\$45,865	2.53%	+2%	+4.5%	+4.5%	+4.5%	28,210
SECTOR AVER (\$ WT)			\$186,342	\$36,597	47.43	\$222,939	12.28%	+3.0%	+14.5%	+14.5%	+14.5%	13,839
BASE SECTOR COMP					68.69			+4%	+15.7%	+15.7%	+15.7%	28,077
INDUSTRIALS												
VALMONT INDUSTRIES	VMI	350	\$29,138	\$18,654	136.55	\$47,792	2.63%	+3.8%	+50.4%	+50.4%	+50.4%	3,636
ILLINOIS TOOL WORKS	ITW	650	\$26,486	\$13,041	60.81	\$39,526	2.18%	+2.3%	+30.2%	+30.2%	+30.2%	28,182
FASTENAL	FAST	1,050	\$17,427	\$31,555	46.65	\$48,982	2.70%	+8.5%	+7.0%	+7.0%	+7.0%	13,823
EXPEDITORS INTL WA	EXPD	900	\$28,094	\$7,501	39.55	\$35,595	1.96%	+8.8%	-3.4%	-3.4%	-3.4%	8,265
CLEAN HARBORS	CLH	775	\$40,609	\$2,024	55.01	\$42,633	2.35%	+12.6%	-13.7%	-13.7%	-13.7%	3,267
CHICAGO BRG & IR	CBI	900	\$39,399	\$2,316	46.35	\$41,715	2.30%	+21.7%	+22.6%	+22.6%	+22.6%	4,486
SECTOR AVER (\$ WT)			\$181,152	\$75,092	55.40	\$256,244	14.12%	+9.2%	+12.3%	+12.3%	+12.3%	10,090

Total Gain or Loss figure includes those stocks with Portfolio Value and Cost figures

December 31, 2012

COMPANY NAME	TICKER SYMBOL	# OF SHARES	TOTAL COST	GAIN OR (-LOSS)	PRICE PER SHR 12/31/12	PORTFOLIO VALUE 12/31/12	% OF PORTFOLIO VALUE	% OVER (-UNDER) BASE	PRICE % CHG QTD	PRICE % CHG YTD	PRICE % CHG 12 MTHS	MRKT CAP (MILS) 12/31/12
BASE SECTOR COMP					63.99				+5.7%	+12.8%	+12.8%	23,749
INFORMATION TECH												
TRIMBLE NAVIGATION	TRMB	950	\$25,053	\$31,738	59.78	\$56,791	3.13%		+25.4%	+37.7%	+37.7%	7,543
QUALCOMM	QCOM	1,000	\$43,074	\$18,786	61.86	\$61,860	3.41%		-1.0%	+13.1%	+13.1%	105,411
ORACLE	ORCL	1,700	\$32,156	\$24,488	33.32	\$56,644	3.12%		+5.9%	+29.9%	+29.9%	160,571
INTUIT	INTU	850	\$20,074	\$30,484	59.48	\$50,558	2.79%		+1.0%	+13.1%	+13.1%	17,609
GOOGLE	GOOG	60	\$35,099	\$7,344	707.38	\$42,443	2.34%		-6.2%	+9.5%	+9.5%	232,441
CITRIX SYSTEMS	CTXS	850	\$32,381	\$23,396	65.62	\$55,777	3.07%		-14.3%	+8.1%	+8.1%	12,252
ADOBE SYSTEMS	ADBE	1,250	\$43,951	\$3,149	37.68	\$47,100	2.59%		+16.2%	+33.3%	+33.3%	18,654
ACCENTURE	ACN	850	\$27,285	\$29,240	66.50	\$56,525	3.11%		-5.0%	+24.9%	+24.9%	42,462
APPLE	AAPL	150	\$29,625	\$50,200	532.17	\$79,826	4.40%		-20.2%	+31.4%	+31.4%	500,608
SECTOR AVER (\$ WT)			\$288,697	\$218,826	66.26	\$507,523	27.96%	8.70%	-2.7%	+22.0%	+22.0%	139,351
BASE SECTOR COMP					63.58				-2.6%	+17.0%	+17.0%	130,468
MATERIALS												
ECOLAB	ECL	700	\$28,264	\$22,066	71.90	\$50,330	2.77%		+10.9%	+24.4%	+24.4%	21,060
AIR PRODUCTS & CHEM	APD	600	\$48,319	\$2,093	84.02	\$50,412	2.78%		+1.6%	-1.4%	-1.4%	17,884
SECTOR AVER (\$ WT)			\$76,582	\$24,160	77.49	\$100,742	5.55%	2.06%	+6.1%	+10.0%	+10.0%	19,471
BASE SECTOR COMP					60.89				+3.8%	+19.2%	+19.2%	17,318
TOTAL PORTFOLIO VALUE			\$1,290,593	\$524,725	55.21	\$1,815,318	100.00%		-0.7%	+15.6%	+15.6%	50,573
UNIVERSE AVER (\$ WT)												
MARKET INDICES												
S&P 500	SPX	-	-	-	1426.19	-	-	-	-1.0%	+13.4%	+13.4%	105,973
S&P MIDCAP	MID	-	-	-	1020.43	-	-	-	+3.2%	+16.1%	+16.1%	4,186
RUSSELL 1000	RUIZ	-	-	-	789.90	-	-	-	-5%	+13.9%	+13.9%	93,644
NASDAQ COMPOSITE	COMPQ	-	-	-	3019.51	-	-	-	-3.1%	+15.9%	+15.9%	86,124
RUSSELL 1000 GROWTH	RUIZG	-	-	-	658.14	-	-	-	-1.8%	+13.3%	+13.3%	98,573
RUSSELL 1000 VALUE	RUIZV	-	-	-	716.61	-	-	-	+8%	+14.5%	+14.5%	88,994

Arcadia Investment Management Corporation
FIXED INCOME DISTRIBUTION
ASSOCIATION OF THE DIOCESE OF W. MICHIGAN
Account No. 37-309-0
December 31, 2012

Summary Information

	Totals	Weighted Averages
Par Value	900,000	Average Curr. Yld 2.03
Market Value	915,775	Average Maturity (yrs) 2.19
Total Cost	905,231	Average Coupon (%) 2.08
Net Gain/Loss	10,545	Average Duration 2.11
Annual Income	18,611	Average S&P Rating AA
Number of Issues	15	

Distribution by Maturity

	Number	Mkt Value	% Bond Holdings	Average Curr. Yld	Average Coupon	Average Duration
Under 1 Yr	4	276,756	30.2	2.2	2.260%	0.4
1 Yr - 3 Yrs	6	356,182	38.9	1.9	1.957%	2.0
3 Yrs - 5 Yrs	5	282,837	30.9	2.0	2.045%	3.9

Distribution by S&P Rating

	Number	Mkt Value	% Bond Holdings	Average Curr. Yld	Average Coupon	Average Duration
AAA	7	531,030	58.0	1.7	1.754%	1.7
AA+	2	102,963	11.2	2.1	2.151%	2.2
AA-	1	39,769	4.3	1.2	1.200%	4.7
A+	2	88,232	9.6	2.2	2.328%	4.1
A	2	127,472	13.9	3.1	3.118%	1.3
A-	1	26,308	2.9	3.5	3.700%	2.4