

Consolidated Financial Statements and
Report of Independent Certified Public
Accountants

Funds Administered by HighGround Advisors

December 31, 2022 and 2021

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REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

Board of Directors
HighGround Advisors

Opinion

We have audited the consolidated financial statements of Funds Administered by HighGround Advisors and subsidiary, (the "Company"), which comprise the consolidated balance sheets as of December 31, 2022 and 2021, and the related consolidated statements of operations and consolidated statements changes in funds administered for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Company as of December 31, 2022 and 2021, and the results of its operations and its cash flows 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 of the consolidated financial statements in accordance with auditing standards generally accepted in the United States of America (US GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Company 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 consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's 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 US 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 consolidated financial statements.

In performing an audit in accordance with US GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated 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 the Company'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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Company'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 audit.

Supplementary information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying schedules of consolidated assets, schedules of consolidated administrative expenses, and consolidating balance sheets by fund are presented for purposes of additional analysis and are not required to be a part of the consolidated financial statements. Such supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subject to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures. These additional procedures included comparing and reconciling the information directly to underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing

standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material aspects, in relation to the consolidated financial statements as a whole.

Grant Thornton LLP

Dallas, Texas
May 3, 2023

Funds Administered by HighGround Advisors

CONSOLIDATED BALANCE SHEETS

December 31,

(Dollars in thousands unless otherwise noted)

	2022	2021
ASSETS		
Cash and cash equivalents	\$ 202,600	\$ 223,256
Cash equivalents held as collateral for securities on loan	26,737	13,425
Accrued interest, dividends and royalties	10,839	7,743
Securities on loan to borrowers	25,853	13,018
Receivable from sale of securities	17,876	23,610
Bonds, at market value (cost, \$434,822 and \$356,526 in 2022 and 2021)	401,028	364,811
Equity securities, at market value (cost, \$817,590 and \$750,518 in 2022 and 2021)	877,519	1,038,592
Marketable alternatives (cost, \$75,685 and \$103,992 in 2022 and 2021)	130,712	178,657
Investments in private equity and private credit funds (cost, \$176,979 and \$146,302 in 2022 and 2021)	218,459	219,722
Mineral rights and royalties (net) (cost, \$5,765 and \$7,009 in 2022 and 2021)	538,081	363,198
Real estate, properties and funds (cost, \$88,983 and \$114,589 in 2022 and 2021)	134,334	157,673
Other assets	16,065	16,422
Total assets	\$ 2,600,103	\$ 2,620,127
LIABILITIES AND FUNDS ADMINISTERED		
Liabilities		
Accrued liabilities	\$ 6,151	\$ 5,835
Liability for collateral held for securities on loan	26,737	13,425
Payable for purchases of securities	56,244	37,906
Total liabilities	89,132	57,166
Funds administered		
Institutional funds	1,737,407	1,641,014
Annuity and life income trust funds	72,886	77,896
Net unrealized gains on investments	700,678	844,051
Total funds administered	2,510,971	2,562,961
Total liabilities and funds administered	\$ 2,600,103	\$ 2,620,127

The accompanying notes are an integral part of these consolidated financial statements.

Funds Administered by HighGround Advisors
CONSOLIDATED STATEMENTS OF OPERATIONS
Years ended December 31,
(Dollars in thousands unless otherwise noted)

	2022	2021
Revenues		
Interest		
Cash and cash equivalents	\$ 3,052	\$ 33
Bonds	9,442	7,507
Mortgage loans and notes receivable	584	588
Dividends		
Equity securities	14,673	14,513
Oil and gas income	109,257	77,474
Other income	5,002	5,092
	142,010	105,207
Expenses		
Administrative expenses	11,785	10,606
Other operating expenses	9,584	9,894
	21,369	20,500
Total expenses		
Excess of revenues over expenses	120,641	84,707
Net realized gains on investments	21,526	122,737
Net unrealized (losses) gains on investments	(143,373)	252,648
NET (LOSS) INCOME	\$ (1,206)	\$ 460,092

The accompanying notes are an integral part of these consolidated financial statements.

Funds Administered by HighGround Advisors

CONSOLIDATED STATEMENTS OF CHANGES IN FUNDS ADMINISTERED

Years ended December 31,
(Dollars in thousands unless otherwise noted)

	2022	2021
Funds administered at beginning of year	\$ 2,562,961	\$ 2,139,355
Additions		
Contributions by individuals and estates to HighGround for the benefit of various client institutions	41,143	21,991
Contributions from client institutions	130,255	135,659
Excess of revenues over expenses	120,641	84,707
Other additions	1,966	7,864
Net realized gains on investments	21,526	122,737
Net unrealized (losses) gains on investments	(143,373)	252,648
	172,158	625,606
Reductions		
Capital remitted to client institutions, beneficiaries and others	86,440	98,256
Income remitted to client institutions, beneficiaries and others	137,708	103,744
	224,148	202,000
Change in funds administered	(51,990)	423,606
Funds administered at end of year	\$ 2,510,971	\$ 2,562,961

The accompanying notes are an integral part of these consolidated financial statements.

Funds Administered by HighGround Advisors

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2022 and 2021
(Dollars in thousands unless otherwise noted)

NOTE A - NATURE OF OPERATIONS

HighGround Advisors (“HighGround”) exists to encourage, receive and manage assets for charitable institutions (“client institutions”). HighGround has no programs or causes of its own; it owns no property except in trust for others or as necessary to carry out the purposes of HighGround under its bylaws and has no obligations that are its own general liabilities. HighGround’s purpose is to administer various types of funds for charitable institutions located throughout the world. These funds consist of assets that can be characterized as (a) endowment assets under the control of HighGround, (b) institutional assets, and (c) charitable split-interest assets.

- (a) Endowment assets are assets that have been given to HighGround for the benefit of one of its client institutions. HighGround perpetually controls these assets and is responsible for the management, investment, and distribution of these assets. The client institutions may not withdraw these funds.
- (b) Institutional assets include endowment, quasi-endowment, operational and other assets placed with HighGround for administration. Administration includes all or some combination of the trust, investment and accounting services offered by HighGround. The client institutions’ board of directors are responsible for oversight of the management, investment, and distribution of these assets but has delegated one or more of these functions to HighGround. The client institutions may withdraw any of these funds at their discretion.
- (c) Charitable split-interest assets are comprised of the assets funding the following gift vehicles:
 - Charitable Remainder Trusts
 - Charitable Lead Trusts
 - Qualified Charitable Gift Annuities
 - Pooled Income Funds
 - Irrevocable Non-Qualifying Charitable Trusts

All of the assets in these gift vehicles, except for charitable lead trusts, will inure to the benefit of one or more of HighGround’s client institutions upon termination of the obligations to the respective income beneficiaries. The contractual annuity obligation under qualified charitable gift annuities rests with the named client institution beneficiary and is not a general liability of HighGround. Under charitable remainder trusts, charitable lead trusts, pooled income funds, and irrevocable non-qualifying trusts, liability for payments rests in the trust entity.

The principal administrative services provided by HighGround relate to endowment asset management and administration, oil and gas management, real estate management, charitable gift development and long-term gift administration, all of which include accounting, reporting, and investing components. Investment activities are directed by HighGround through fund managers selected by HighGround. HighGround has investment policies and guidelines related to asset allocation, income/principal distribution, and investment vehicles, which apply to all funds under the control of HighGround as well as those institutional assets placed with HighGround for administration without specific directions to vary from these guidelines. However, each institution may elect to determine and set its own asset allocation, income/principal distribution, and type of investment vehicles for assets characterized as institutional assets. At December 31, 2022 and 2021, approximately \$1.5 billion of institutionally controlled assets were being administered at the direction of the client institutions respectively.

Funds Administered by HighGround Advisors

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

December 31, 2022 and 2021
(Dollars in thousands unless otherwise noted)

NOTE B - SUMMARY OF ACCOUNTING POLICIES

HighGround has no significant assets or obligations of its own; therefore, the consolidated financial statements reflect the funds administered by HighGround. The consolidated statements of changes in funds administered reflect distributions to client institutions and life income trust beneficiaries based on the terms of the underlying trust and/or legal agreements.

Principles of Consolidation

The consolidated financial statements include all funds held in accounts administered by HighGround. Included in the consolidation are the accounts of HighGround and the corporate assets and liabilities of its subsidiary HighGround Trust Company (the "Trust Company"). On December 30, 2022, HighGround Mortgage Loan and Real Estate Fund, one of HighGround's investment funds, sold the Trust Company to HighGround. The Trust Company became a wholly-owned subsidiary of HighGround. All intercompany and intertrust transactions have been eliminated as part of the consolidation.

The Trust Company is a for-profit Texas trust company regulated by the Texas Department of Banking. HighGround employs the services of the Trust Company for administration of its charitable split-interest accounts. The Trust Company offers professional trust administration and investment management to individuals along with endowment management services for not-for-profit organizations. At December 31, 2022 and 2021, the Trust Company administered on behalf of HighGround 771 and 792 charitable split-interest accounts with a total approximate market value of \$142.0 million and \$175.0 million, respectively. These charitable split-interest funds, for which HighGround has ultimate responsibility for administration, are consolidated into HighGround's consolidated financial statements.

Non-HighGround accounts that the Trust Company administers are not consolidated into HighGround's consolidated financial statements since HighGround does not administer or control the assets of the Trust Company's other outside clients. The assets for the Trust Company clients that were excluded from HighGround's consolidated financial statements had an approximate market value of \$110.7 million and \$78.5 million on December 31, 2022 and 2021, respectively.

Included in the consolidated balance sheets is the Trust Company's corporate assets of approximately \$3.8 million and \$3.6 million as of December 31, 2022 and 2021, respectively, which primarily consists of cash and cash equivalents.

Cash and Cash Equivalents and Cash Equivalents Held as Collateral for Securities on Loan

HighGround considers all cash, money market funds, and highly liquid debt instruments with original maturities of three months or less to be cash equivalents. HighGround places its cash and cash equivalents with high credit quality financial institutions, which at times may exceed federally insured limits. HighGround has not experienced any losses on such accounts. As of December 31, 2022 and 2021, HighGround held approximately \$0.4 million and \$0.6 million in excess of federally insured limits, respectively. HighGround also held approximately \$201.9 million and \$222.4 million in money market funds of December 31, 2022 and 2021, respectively. Interest on cash and cash equivalents is recognized as earned. The carrying amount approximates fair value because of the short maturity of those instruments.

Funds Administered by HighGround Advisors

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

December 31, 2022 and 2021
(Dollars in thousands unless otherwise noted)

Investments

Securities

Equity securities and bonds are carried at fair value, which is generally determined based on quoted market prices. Certain bonds are valued based upon yields or prices of securities of comparable quality, coupon, maturity and type as well as indications as to values from brokers and dealers. Private equity funds and marketable alternatives are carried at net asset value (“NAV”) as a practical expedient for determining fair value and appropriate available market indices, if available. The net realized and unrealized gains (losses) in fair value of investments are reflected in the consolidated statements of operations. Dividends and interest are recognized when earned.

Real Estate, Properties and Funds

Investments in real estate are carried at fair value, which is determined based on analysis of the current real estate market for similar properties. The net realized and unrealized gains (losses) in fair value of investments in real estate are reflected in the consolidated statements of operations.

Mineral Rights and Royalties

Investments in mineral rights and royalties are carried at fair value, which is determined by a multiple of the twelve month rolling royalty income. The net realized and unrealized gains (losses) in fair value of investments in mineral rights and royalties are reflected in the consolidated statements of operations. Revenue is generally recorded based on the cash received for oil and gas volumes sold. Since the cash is generally received two to three months after the production month, HighGround accrues for revenue earned but not yet received.

Derivative Instruments

Derivative financial instruments are recorded in the consolidated balance sheets as either an asset or a liability measured at fair value.

HighGround uses securities futures contracts to gain immediate market exposure rather than buying individual securities. HighGround utilizes Eurodollar and Secured Overnight Financing Rate (“SOFR”) futures contracts to obtain interest rate exposure in the short-end of the U.S. yield curve. These futures contracts are a common instrument of the money market and are cash settled, meaning no securities are delivered at the expiration of the contract. Futures contracts are recorded at fair value based on exchange traded quotes.

HighGround manages exposure to fluctuations in foreign exchange rates in its investment portfolio by creating offsetting positions through the use of foreign currency forward exchange contracts. These contracts provide for the purchase or sale of foreign currencies at specified future dates and specified exchange rates. Notional amounts are stated in the U.S. Dollar equivalents at spot exchange rates at the respective dates. The net carrying value of foreign currency forward exchange contracts is equal to their fair value based upon quoted market prices for contracts with similar maturities.

HighGround uses interest rate and credit default swaps in its fixed income portfolio to adjust risk exposure (e.g., duration, maturity mix, credit quality and rate spreads), to adjust exposure to sectors of the market (e.g., treasuries, mortgages, corporations) and as a substitute for physical securities. HighGround uses options on swaps and U.S. Treasury futures to manage interest rate and volatility exposures. These interest rate and credit default contracts are also recorded at fair value based on observable market inputs including, but not limited to, swap and yield curves, interest rates, SOFR, credit spreads, and recovery rates.

Funds Administered by HighGround Advisors

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

December 31, 2022 and 2021
(Dollars in thousands unless otherwise noted)

The fair value of derivatives is included with equity securities and bonds in the accompanying consolidated balance sheets. Changes in fair value are recorded as realized and unrealized gains (losses) and are included with realized and unrealized gain (losses) on investments in the consolidated statements of operations.

Mortgage Loans and Notes Receivable

HighGround's mortgage loans and notes receivable are reported at carrying value, which approximates fair value as of the reporting dates due to the short-term nature of these investments and with consideration of interest rates and significant changes in credit risk. Management determines carrying value as the outstanding principal amounts, adjusted for any valuation allowance for loan losses. Collateral on the mortgage loans is concentrated in real estate.

Interest on mortgage loans and notes receivable is recognized as earned.

Receivable and Payable from Sale and Purchases of Securities

The carrying amounts approximate fair value because of the short maturity of these instruments.

Basis for Recording Assets

Contributed assets and assets transferred from client institutions are generally recorded at estimated fair value, if readily determinable, at the date of contribution or transfer. Assets without a readily determinable fair value are recorded at a nominal amount until a fair value is determined at year end.

Allocation of Oil, Gas and Mineral Proceeds

All oil and gas royalties and lease bonuses are credited to income. Certain amounts of oil and gas income are transferred to fund principal pursuant to the provisions of the trust instruments or client direction. Where the trust instrument is silent, 22% of gross income is allocated to fund principal in accordance with the Texas Trust Code. For endowments where the legal instrument is silent, 22% of gross income is allocated to fund principal unless directed differently by the client institution.

Income Taxes

HighGround is exempt from federal income tax under Section 501(a) of the Internal Revenue Code ("IRC") as an organization described in Section 501(c)(3). HighGround is not a private foundation as defined by Section 509 of the IRC because it is an organization described in Section 509(a)(1) and Section 170(b)(1)(A)(vi). HighGround is an integrated auxiliary of a church; therefore, HighGround is not required to file Form 990. However, income generated from activities unrelated to HighGround's exempt purpose is subject to tax under IRC Section 511. HighGround had no material unrelated business taxable income for the years ended December 31, 2022 or 2021. The Trust Company files a separate federal income tax return and accounts for income taxes under the asset and liability method.

As required by the uncertain tax position guidance in the Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") 740, *Income Taxes*, HighGround and the Trust Company recognize the financial statement benefit of a tax position only after determining that the relevant tax authority would more likely than not sustain the position following an examination. HighGround and the Trust Company recognize the potential accrued interest and penalties related to unrecognized tax benefits within income tax expense. For tax positions meeting the more-likely-than-not threshold, the amount recognized in the consolidated financial statements is the benefit that has a greater than 50% likelihood of being realized upon ultimate settlement with the relevant tax authority. All tax positions taken related to HighGround and the Trust Company, for which the statute of limitations remained open, have been

Funds Administered by HighGround Advisors

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

December 31, 2022 and 2021
(Dollars in thousands unless otherwise noted)

reviewed, and management is of the opinion that material positions taken by HighGround and the Trust Company would more likely than not be sustained upon examination. Accordingly, HighGround and the Trust Company have not recorded an income tax liability for uncertain tax benefits. The federal and state income tax statutes remain open for HighGround for the previous three and four-year periods, respectively. However, the statute remains open for all years for state returns not filed.

The Trust Company files a federal income tax and state franchise tax return, which remain open for examination for the previous three and four-year periods, respectively.

Use of Estimates

The preparation of consolidated 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 consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

HighGround early adopted the provisions of Accounting Standards Update (“ASU”) 2016-02, *Leases (Topic 842)*, effective fiscal year ending December 31, 2017. HighGround has a right-of-use asset of \$1.8 million and \$2.1 million included in other assets on the accompanying consolidated balance sheets and a lease liability of \$3.2 million and \$3.6 million included in accrued liabilities on the accompanying consolidated balance sheets for its building lease as of December 31, 2022 and 2021, respectively.

Recently Adopted Accounting Pronouncements

In March of 2020, the FASB issued ASU 2020-04, *Reference Rate Reform (Topic 848): Facilitation of the Effects of Reference Rate Reform on Financial Reporting*, which provide optional expedients and exceptions for applying U.S. GAAP to contracts, hedging relationships, and other transactions that reference London Interbank Offered Rate (“LIBOR”) or another reference rate expected to be discontinued because of reference rate reform. ASU 2020-04 is optional for entities; however, the amendments cannot be applied to contract modification that occur after December 31, 2022. In addition, the December 2022, the FASB issued ASU 2022-06, *Reference Rate Reform (Topic 848): Deferral of the Sunset Date of Topic 848*, which deferred the sunset date of ASC 848 from December 31, 2022 to December 31, 2024. HighGround implemented ASU 2020-04 in fiscal year 2022.

NOTE C - FAIR VALUE OF FINANCIAL INSTRUMENTS

The following methods and assumptions were used to estimate the fair value of each class of financial instrument:

Cash Equivalents

The carrying amount approximates fair value because of the short maturity of those instruments.

Investment Securities

The carrying amounts for debt and equity securities are at fair value based on quoted market prices or valuation based on comparable securities or values from brokers and dealers.

Funds Administered by HighGround Advisors

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

December 31, 2022 and 2021
(Dollars in thousands unless otherwise noted)

Derivative Instruments

The carrying amounts for derivatives are at fair value based on exchange traded quotes, quoted market price for contracts with similar maturities or fair values determined based on other observable market inputs. The fair values of derivatives were \$(321) and \$(1,206) at December 31, 2022 and 2021, respectively, and are included with equity securities and bonds in the accompanying consolidated balance sheets.

Investments in Private Equity and Private Credit Funds

Investments in private equity funds are carried at NAV as a practical expedient for determining fair value. These investments are diversified across various buy-out, venture capital, growth equity, special situations and private credit investment opportunities available in the private market. They are also diversified across industries, countries, and vintage years. Investments are made through multiple limited partnerships and other limited liability collective investment vehicles that are sponsored by third-party advisors. In general, investments in private investment funds are nonredeemable interests. Due to the inherent illiquidity of the underlying investments, redemptions are not permitted; however, typically, as investments are sold or liquidated, the net proceeds of the sale are distributed back to the investors in the fund immediately following the sale or liquidity event. HighGround estimates an average investment period of 15 years for private equity investments and 6 years for private credit investments. The fair value of investments in private equity and credit funds held by HighGround was \$218.5 million and \$ 219.7 million as of December 31, 2022 and 2021 respectively. Total commitments in private funds were \$315.9 million with unfunded commitments of \$88.7 million as of December 31, 2022, while as of December 31, 2021, total commitments were \$266.2 million with unfunded commitments of \$65.3 million. For the year ended December 31, 2022, HighGround received cumulative disbursements of \$22.8 million which includes a return of capital of \$9.3 million. For the year ended December 31, 2021 cumulative disbursements were \$39.9 million which included a return of capital of \$16.7 million.

Investments in Marketable Alternatives

Investments in marketable alternatives are carried at NAV as a practical expedient for determining fair value. These investments are diversified across various investment strategies available in the market. Investments are made through fund of funds through multiple investment managers to create a diversified portfolio.

Investments in Real Estate

Real estate is carried at fair value based on an internal comparative market analysis using management's knowledge of the properties, current real estate market for similar properties and recent sales of comparative properties. The fair value of real estate held by HighGround was \$8.7 million and \$8.1 million as of December 31, 2022 and 2021, respectively.

Investments in real estate funds are carried at NAV as a practical expedient for determining fair value. Investments are diversified across all commercial property types (e.g., office, industrial, retail, multi-family), geo-economic regions, investment horizons and vintage years. Investments in real estate funds are made through limited partnerships and other limited liability collective investment vehicles managed by third-party advisors. In general, investments in real estate funds are nonredeemable interests. Due to the inherent illiquidity of the underlying investments, redemptions are generally not permitted; however, typically, as investments are sold or liquidated, the net proceeds of the sale are distributed back to the investors in the fund immediately following the sale or liquidity event. HighGround estimates an average investment period of 10 years for real estate investments. The fair value of investment in real estate funds held by HighGround was \$125.6 million and \$149.6 million as of December 31, 2022 and 2021, respectively. Total commitments in real estate funds were \$152.6 million with unfunded commitments of \$6.3 million as of December 31, 2022. As of December 31, 2021, total commitments were \$144.6 million with unfunded commitments of

Funds Administered by HighGround Advisors

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

December 31, 2022 and 2021
(Dollars in thousands unless otherwise noted)

\$12.7 million. For the year ended December 31, 2022, HighGround received cumulative disbursements of \$41.1 million which includes a return of capital of \$36.2 million. For the year ended December 31, 2021 cumulative disbursements were \$8.6 million which included a return of capital of \$3.7 million.

Investments in Mineral and Royalty Rights

Mineral interests consist primarily of royalty interests in oil, natural gas, and natural gas liquids, which are developed and produced by oil and gas companies independent of HighGround. The mineral interests are primarily located in Texas, Oklahoma, New Mexico, Louisiana, Arkansas, and Mississippi. Investments in mineral interests are carried at fair value calculated by multiplying the most recent twelve months of royalty income, excluding lease bonus income, times a multiple. Management determines the multiple through an annual evaluation of relevant information, which may result in a different multiple each year. Management used a multiple of five for the valuation as of December 31, 2022 and 2021 based on current industry methodology, recent market transactions, and HighGround's extensive experience in mineral properties.

Securities on Loan to Borrowers and Liability for Collateral Held for Securities on Loan

The carrying amounts of these instruments are at fair value based on quoted market prices of the underlying securities.

NOTE D - DERIVATIVE INSTRUMENTS

Realized gains and losses on derivative instruments are included with net realized gains on investments in the consolidated statements of operations. Unrealized gains and losses on derivative instruments are included with net unrealized gains (losses) on investments in the consolidated statements of operations.

Futures Contracts

HighGround holds the following securities futures contracts:

	December 31,	
	2022	2021
Equity futures		
S&P 500 mini futures		
Net exposure	\$ 2,510	\$ 2,379
Expiration	March 2023	March 2022
Number of contracts	13	10
Realized (losses) gains for year ended	\$ (476)	\$ 693
Fixed income futures		
U.S. Treasury futures		
Net exposure	\$ 21,627	\$ 18,722
Expiration	March 2023	March 2022
Number of contracts	164	166
Euro bond futures		
Net exposure	\$ -	\$ (3,107)
Expiration	-	March 2022
Number of contracts	-	(15)
Realized (losses) gains for year ended	\$ (1,810)	\$ 2,296

Funds Administered by HighGround Advisors

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

December 31, 2022 and 2021
(Dollars in thousands unless otherwise noted)

Upon entering into a futures contract, cash must be maintained in the portfolio to the extent equal to the fully collateralized value of the financial futures. Cash and cash equivalents are collateralized by the aggregate notional amount of open futures contracts at December 31, 2022 and 2021.

The fair value of futures contracts is included with bonds and equity securities in the accompanying consolidated balance sheets.

Foreign Currency Forward Exchange Contracts

At December 31, 2022, HighGround had outstanding foreign currency forward exchange contracts, primarily consisting of contracts for the Brazilian real, British sterling pound, Canadian dollar, Euro, Hong Kong dollar, Japanese yen, Mexican peso, Peruvian sol, Singapore dollar and Swiss franc. At December 31, 2021, HighGround had outstanding foreign currency forward exchange contracts, primarily consisting of contracts for the British sterling pound, Canadian dollar, Euro, Mexican peso, Peruvian sol, and Russian ruble. The foreign currency forward exchange contracts are as follows:

	December 31,	
	2022	2021
Foreign currency forward exchange contracts		
Payable market value	\$ (3,038)	\$ (1,811)
Receivable market value	1,867	516
Payable unrealized losses	(30)	(33)
Receivable unrealized gains	21	6
Expiration	January 2023	January 2022
Realized gains for year ended	to May 2023	to June 2022
	\$ 20	\$ 52

The fair value of foreign currency forward exchange contracts is included with bonds and equity securities in the accompanying consolidated balance sheets.

Funds Administered by HighGround Advisors

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

December 31, 2022 and 2021
(Dollars in thousands unless otherwise noted)

Options

HighGround holds the following options:

	December 31,	
	2022	2021
Options on Fixed Income Futures		
Options on other fixed income securities		
Net exposure	\$ -	\$ -
Market value	-	-
Unrealized gains	-	-
Expiration	-	-
Number of contracts	-	-
Realized gains for year ended	\$ -	\$ 21
Options on swaps		
Net notional amount	\$ (4,000)	\$ (16,200)
Market value	(7)	(7)
Unrealized gains	5	14
Expiration	January 2023	January 2022
Number of contracts	4	to April 2022 17
Realized gains for year ended	\$ 62	\$ 88

The fair value of options is included with bonds in the accompanying consolidated balance sheets.

Funds Administered by HighGround Advisors

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

December 31, 2022 and 2021
(Dollars in thousands unless otherwise noted)

Swap Contracts

HighGround holds the following contracts:

	December 31,	
	2022	2021
Interest rate swaps - long-term		
Net notional amount	\$ 5,131	\$ 5,337
Market value	869	(71)
Unrealized gains (losses)	912	(40)
	January 2027	June 2031
Expiration	to December 2051	to December 2051
Credit default swaps - short-term		
Net notional amount	\$ -	\$ (400)
Market value	-	3
Unrealized gains	-	-
Expiration		December 2023
Credit default swaps - long-term		
Net notional amount	\$ (200)	\$ (5,800)
Market value	(12)	164
Unrealized gains	5	11
Expiration	December 2027	December to December 2026
Realized (losses) gains for year ended	\$ (428)	\$ 70

The fair value of swap contracts is included with bonds in the accompanying consolidated balance sheets.

NOTE E - SECURITIES LENDING AGREEMENT

HighGround has a securities lending agreement with its investment custodian to lend securities on HighGround's behalf. HighGround requires cash or cash equivalents as collateral, with a total value ranging from 102% to 107% of the current value of the securities loaned.

HighGround accounts for the transfer of securities under the securities lending agreement in accordance with ASC 860, *Transfers and Servicing*. HighGround accounts for its agreement as a secured loan because HighGround has not surrendered control of the securities on loan. At December 31, 2022, securities on loan were approximately \$25.9 million. Collateral held for securities on loan was approximately \$26.7 million at December 31, 2022. At December 31, 2021, securities on loan were approximately \$13.0 million. Collateral held for securities on loan was approximately \$13.4 million at December 31, 2021.

Funds Administered by HighGround Advisors

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

December 31, 2022 and 2021
(Dollars in thousands unless otherwise noted)

NOTE F - COMMITMENTS AND CONTINGENCIES

HighGround, through various church finance funds, has provided guarantees for loans that are owned by other investors. In exchange for the guarantees, HighGround is entitled to a fee. HighGround did not have any commitments for loan guarantees as of December 31, 2022 and 2021.

NOTE G - FAIR VALUE MEASUREMENTS

HighGround currently records cash and cash equivalents, cash equivalents held as collateral for securities on loan, equity securities, bonds, marketable alternatives, investments in private equity and private credit funds, securities on loan to borrowers, mortgage loans and notes receivable, real estate, mineral rights and royalties, and liability for collateral held for securities on loan at fair value. HighGround adopted accounting guidance related to fair value measurement, which also establishes a fair value hierarchy that distinguishes between assumptions based on market data (observable inputs) and HighGround's assumptions (unobservable inputs). Determining where an asset or liability falls within that hierarchy depends on the lowest level input that is significant to the fair value measurement as a whole. The hierarchy consists of three broad levels as follows:

Level 1 - Quoted market prices in active markets for identical assets or liabilities;

Level 2 - Inputs other than level 1 inputs that are either directly or indirectly observable; and

Level 3 - Unobservable inputs developed using HighGround's and/or third-party estimates and assumptions, which reflect those that market participants would use.

The determination of where an asset or liability falls in the hierarchy requires significant judgment. HighGround evaluates its hierarchy disclosures periodically and based on various factors, it is possible that an asset or liability may be classified differently from period to period. However, HighGround expects that changes in classifications between different levels will be rare.

HighGround implemented the provisions of FASB ASU 2015-07, *Disclosures for Investments in Certain Entities That Calculate Net Asset Value per Share (or Its Equivalent)*. Under this standard, investments for which fair value is measured at NAV per share (or its equivalent using the practical expedient) are removed from the fair value hierarchy.

The following table summarizes the valuation of financial instruments measured at fair value on a recurring basis in the consolidated balance sheets at December 31, 2022.

	Total	Level 1	Level 2	Level 3	NAV
Cash and cash equivalents	\$ 202,600	\$ 202,122	\$ 478	\$ -	\$ -
Cash equivalents held as collateral for securities on loan	26,737	-	26,737	-	-
Securities on loan to borrowers	25,853	13,217	12,636	-	-
Bonds, at market value	401,028	5,707	319,803	26	75,492
Equity securities, at market value	877,519	580,490	-	5,889	291,140
Marketable alternatives	130,712	-	-	-	130,712
Investments in private equity and private credit funds	218,459	-	-	-	218,459
Mineral rights and royalties (net)	538,081	-	-	538,081	-
Real estate, properties and funds	134,334	-	-	8,704	125,630
Liability for collateral held for securities on loan	(26,737)	-	(26,737)	-	-
	<u>\$ 2,528,586</u>	<u>\$ 801,536</u>	<u>\$ 332,917</u>	<u>\$ 552,700</u>	<u>\$ 841,433</u>

Funds Administered by HighGround Advisors

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

December 31, 2022 and 2021
(Dollars in thousands unless otherwise noted)

The following table summarizes the valuation of financial instruments measured at fair value on a recurring basis in the consolidated balance sheets at December 31, 2021.

	Total	Level 1	Level 2	Level 3	NAV
Cash and cash equivalents	\$ 223,256	\$ 218,807	\$ 4,449	\$ -	\$ -
Cash equivalents held as collateral for securities on loan	13,425	-	13,425	-	-
Securities on loan to borrowers	13,018	6,290	6,728	-	-
Bonds, at market value	364,811	6,907	279,468	29	78,407
Equity securities, at market value	1,038,592	728,049	-	44	310,499
Marketable alternatives	178,657	-	-	-	178,657
Investments in private equity funds	219,722	-	-	-	219,722
Mineral rights and royalties (net)	363,198	-	-	363,198	-
Real estate, properties and funds	157,673	-	-	8,083	149,590
Liability for collateral held for securities on loan	(13,425)	-	(13,425)	-	-
	<u>\$ 2,558,927</u>	<u>\$ 960,053</u>	<u>\$ 290,645</u>	<u>\$ 371,354</u>	<u>\$ 936,875</u>

The following table presents roll forward information for the year ended December 31, 2022 about assets measured at fair value on a recurring basis that have been measured using significant unobservable inputs (Level 3).

	Beginning Balance	Purchases and Additions	Sales and Distributions	Total Realized and Unrealized Balance Gains	Ending Balance
Bonds, at market value	\$ 29	\$ -	\$ (3)	\$ -	\$ 26
Equity securities, at market value	44	5,559	(5)	291	5,889
Mineral rights and royalties (net)	363,198	-	(1,243)	176,126	538,081
Real estate, properties and funds	8,083	32	(358)	947	8,704
	<u>\$ 371,354</u>	<u>\$ 5,591</u>	<u>\$ (1,609)</u>	<u>\$ 177,364</u>	<u>\$ 552,700</u>

The following table presents roll forward information for the year ended December 31, 2021 about assets measured at fair value on a recurring basis that have been measured using significant unobservable inputs (Level 3).

	Beginning Balance	Purchases and Additions	Sales and Distributions	Total Realized and Unrealized Balance Gains (Losses)	Ending Balance
Bonds, at market value	\$ 143	\$ 19	\$ (133)	\$ -	\$ 29
Equity securities, at market value	213	-	(109)	(60)	44
Mineral rights and royalties (net)	244,377	-	(945)	119,766	363,198
Real estate, properties and funds	9,083	-	(3,829)	2,829	8,083
	<u>\$ 253,816</u>	<u>\$ 19</u>	<u>\$ (5,016)</u>	<u>\$ 122,535</u>	<u>\$ 371,354</u>

The unrealized gain for Level 3 investments was \$539,858 and \$362,495 as of December 31, 2022 and 2021, respectively.

Funds Administered by HighGround Advisors

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

December 31, 2022 and 2021
(Dollars in thousands unless otherwise noted)

NOTE H - SUBSEQUENT EVENTS

HighGround has evaluated subsequent events through May 3, 2023, the date the consolidated financial statements were available to be issued. HighGround is not aware of any subsequent events that would require recognition or disclosure in the consolidated financial statements.

SUPPLEMENTAL INFORMATION

Funds Administered by HighGround Advisors

SCHEDULES OF CONSOLIDATED ASSETS

**December 31,
(Dollars in thousands unless otherwise noted)**

	2022		2021	
	Percent	Amount	Percent	Amount
Cash and cash equivalents	7.79%	\$ 202,600	8.52%	\$ 223,256
Cash equivalents held as collateral for securities on loan	1.03	26,737	0.51	13,425
Accrued interest, dividends and royalties	0.42	10,839	0.30	7,743
Securities on loan to borrowers	0.99	25,853	0.50	13,018
Receivable from sale of securities	0.69	17,876	0.90	23,610
Bonds, at market value	15.42	401,028	13.92	364,811
Equity securities, at market value	33.75	877,519	39.64	1,038,592
Marketable alternatives	5.03	130,712	6.82	178,657
Investments in private equity and private credit funds	8.40	218,459	8.39	219,722
Mineral rights and royalties (net)	20.69	538,081	13.86	363,198
Real estate, properties and funds	5.17	134,334	6.02	157,673
Other assets	0.62	16,065	0.62	16,422
	<u>100.00%</u>	<u>\$ 2,600,103</u>	<u>100.00%</u>	<u>\$ 2,620,127</u>

Funds Administered by HighGround Advisors

SCHEDULES OF CONSOLIDATED ADMINISTRATIVE EXPENSES

**Years ended December 31,
(Dollars in thousands unless otherwise noted)**

	2022	2021
Salaries	\$ 6,753	\$ 6,301
Retirement benefits	598	530
Medical and dental insurance	575	513
Life insurance	27	27
Disability insurance	36	38
Parking and transit	81	74
Payroll taxes	405	397
Rent	528	507
Depreciation	346	264
Insurance	198	182
Information systems	206	205
Software maintenance	510	648
Office expense	68	63
Audit and examination fees	61	29
Legal and other professional fees	134	111
Professional dues and law library	56	63
Travel	20	14
Telephone	28	30
Staff training and development	99	59
Client development and public relations	47	26
Marketing and advertising	107	124
Conferences, consultants and sponsorships	156	128
Bank fees	61	56
Tax return software fees	39	43
Oil and gas processing fees	585	118
Directors expense	29	17
Other	32	39
	\$ 11,785	\$ 10,606
Total administrative expenses	\$ 11,785	\$ 10,606

Funds Administered by HighGround Advisors
CONSOLIDATING BALANCE SHEET BY FUND
December 31, 2022
(Dollars in thousands unless otherwise noted)

	Equity Index Fund	Large Cap Fund ²	Mid Cap Fund	Small Cap Fund	International Equity Fund	Bond Fund	Global Bond Fund	Liquid Real Assets Fund	Marketable Alternatives Fund	Private Equity Fund	Private Credit Fund	Real Estate Fund ²	Low Duration Fund ³	Enhanced Cash Fund ³	Securities Outside Investment Funds	Client Directed Funds ²	Fund of Funds ^{1,2}	Balance December 31, 2022
ASSETS																		
Cash and cash equivalents	\$ 2,446	\$ 789	\$ 16	\$ 1,284	\$ 12,491	\$ 49,884	\$ 228	\$ 1,336	\$ 55	\$ 1,290	\$ 27	\$ 1,438	\$ 47	\$ 112,555	\$ 4,979	3,373	\$ 10,362	\$ 202,600
Cash equivalents held as collateral for securities on loan	1,331	715	-	3,938	5,064	8,974	-	-	-	-	-	-	2,936	-	-	3,779	-	26,737
Accrued interest, dividends, and royalties	205	19	17	36	1,754	1,383	44	131	-	5	-	4	1,064	386	5,253	463	75	10,839
Securities on loan to borrowers	1,290	698	-	3,807	4,820	8,714	-	-	-	-	-	-	2,864	-	-	3,660	-	25,853
Receivable from sale of securities	-	46	-	65	-	17,607	-	158	-	-	-	-	-	-	-	-	-	17,876
Bonds, at market value	-	-	-	-	-	170,687	46,282	19,124	-	-	-	-	115,652	-	-	-	6,519	401,028
Equity securities, at market value	260,674	87,498	9,267	29,901	353,089	-	-	38,765	-	-	-	-	-	-	18,107	24,967	55,251	877,519
Marketable alternatives	-	-	-	-	-	-	-	-	130,712	-	-	-	-	-	-	-	-	130,712
Investments in private equity and private credit funds	-	-	-	-	-	-	-	-	-	213,933	4,526	-	-	-	-	-	-	218,459
Mineral rights and royalties (net)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	538,081	-	-	538,081
Real estate, properties and funds	-	-	-	-	-	-	-	6,214	-	-	-	119,656	-	-	8,464	-	-	134,334
Other assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	6,065	10,000	-	16,065
Total assets	\$ 265,946	\$ 89,765	\$ 9,300	\$ 39,031	\$ 377,218	\$ 257,249	\$ 46,554	\$ 65,728	\$ 130,767	\$ 215,228	\$ 4,553	\$ 121,098	\$ 122,563	\$ 112,941	\$ 591,608	\$ 78,347	\$ 72,207	\$ 2,600,103
LIABILITIES																		
Accrued liabilities	\$ 18	\$ 114	\$ 4	\$ 104	\$ 673	\$ 207	\$ 32	\$ 58	\$ 4	\$ 259	\$ -	\$ 143	\$ 36	\$ 566	\$ 3,870	\$ 54	\$ 9	\$ 6,151
Liability for collateral held for securities on loan	1,331	715	-	3,938	5,064	8,974	-	-	-	-	-	-	2,936	-	-	3,779	-	26,737
Payable for purchase of securities	-	96	-	89	4,647	50,913	-	159	-	-	-	-	-	-	-	340	-	56,244
Total liabilities	1,349	925	4	4,131	10,384	60,094	32	217	4	259	-	143	2,972	566	3,870	4,173	9	89,132
Funds administered																		
Institutional and annuity and life income funds	208,496	70,078	7,193	33,448	378,486	212,225	48,864	71,505	75,736	173,087	4,956	83,084	127,544	112,366	45,528	78,818	78,879	1,810,293
Unrealized net gain (loss) on investments	56,101	18,762	2,103	1,452	(11,652)	(15,070)	(2,342)	(5,994)	55,027	41,882	(403)	37,871	(7,953)	9	542,210	(4,644)	(6,681)	700,678
Total funds administered	264,597	88,840	9,296	34,900	366,834	197,155	46,522	65,511	130,763	214,969	4,553	120,955	119,591	112,375	587,738	74,174	72,198	2,510,971
Total liabilities and funds administered	\$ 265,946	\$ 89,765	\$ 9,300	\$ 39,031	\$ 377,218	\$ 257,249	\$ 46,554	\$ 65,728	\$ 130,767	\$ 215,228	\$ 4,553	\$ 121,098	\$ 122,563	\$ 112,941	\$ 591,608	\$ 78,347	\$ 72,207	\$ 2,600,103
Number of units in fund	330,626.740	1,458,930.458	99,923.720	404,027.208	1,989,722.095	1,837,766.498	496,432.962	683,270.564	1,005,255.930	526,620.489	49,000.000	668,385.089						
Market value per share	\$ 800.29	\$ 101.69	\$ 93.04	\$ 86.38	\$ 184.37	\$ 107.28	\$ 93.71	\$ 95.88	\$ 130.08	\$ 408.21	\$ 92.90	\$ 180.96						

¹The fund of funds are invested in the core funds listed above and include the following:

Fund
HighGround Capstone Endowment Fund Apex (APEX)
HighGround Capstone Endowment Fund Peak (PEAK)
HighGround Capstone Endowment Fund Summit (SUMT)
HighGround Keystone Endowment Fund Peak (KEYPK)
HighGround Keystone Endowment Fund Summit (KEYSU)
HighGround Cornerstone Endowment Fund (HGCOR)
HighGround Domestic Equity Fund (DEF)
HighGround Global Equity Fund (GEF)
HighGround Growth Fund (HGRO)
HighGround Balanced Fund (HGBAL)
HighGround Conservative Fund (HGCNS)

²Interfund transactions have been eliminated from the respective balance sheets.

³Low Duration Fund and Enhanced Cash Fund are maintained at a \$1.00 market value per share.

Funds Administered by HighGround Advisors

CONSOLIDATING BALANCE SHEET BY FUND

December 31, 2021

(Dollars in thousands unless otherwise noted)

	Equity Index Fund	Large Cap Fund	Mid Cap Fund	Small Cap Fund	International Equity Fund	Bond Fund	Global Bond Fund	Marketable Alternatives Fund	Private Equity Fund	Real Estate Fund ²	Liquid Real Assets Fund	Low Duration Fund ³	Enhanced Cash Fund ³	Securities Outside Investment Funds	Client Directed Funds ²	Fund of Funds ^{1,2}	Balance December 31, 2021
ASSETS																	
Cash and cash equivalents	\$ 2,519	\$ 2,797	\$ 59	\$ 1,464	\$ 6,110	\$ 60,226	\$ 989	\$ 916	\$ 2,309	\$ 2,539	\$ 831	\$ 4,465	\$ 105,659	\$ 9,827	2,684	\$ 19,862	\$ 223,256
Cash equivalents held as collateral for securities on loan	205	-	-	2,197	1,833	6,919	-	-	-	-	-	-	-	-	2,271	-	13,425
Accrued interest, dividends, and royalties	126	82	18	30	1,807	684	27	-	-	-	50	785	3	3,744	383	4	7,743
Securities on loan to borrowers	200	-	-	2,130	1,757	6,728	-	-	-	-	-	-	-	-	2,203	-	13,018
Receivable from sale of securities	-	-	-	113	73	23,416	-	-	-	-	-	-	-	-	8	-	23,610
Bonds, at market value	-	-	-	-	-	141,679	50,435	-	-	-	18,037	107,953	-	5,949	34,904	5,854	364,811
Equity securities, at market value	239,191	230,760	10,543	47,267	426,027	-	-	-	-	-	31,539	-	-	16,926	29,231	7,108	1,038,592
Marketable alternatives	-	-	-	-	-	-	-	178,657	-	-	-	-	-	-	-	-	178,657
Investments in private equity funds	-	-	-	-	-	-	-	-	219,722	-	-	-	-	-	-	-	219,722
Mineral rights and royalties (net)	-	-	-	-	-	-	-	-	-	-	-	-	-	363,198	-	-	363,198
Real estate, properties and funds	-	-	-	-	-	-	-	-	-	132,220	13,338	-	-	12,115	-	-	157,673
Other assets	-	-	-	-	-	-	-	-	-	-	-	-	-	6,422	10,000	-	16,422
Total assets	\$ 242,241	\$ 233,639	\$ 10,620	\$ 53,201	\$ 437,607	\$ 239,652	\$ 51,451	\$ 179,573	\$ 222,031	\$ 134,759	\$ 63,795	\$ 113,203	\$ 105,662	\$ 418,181	\$ 81,684	\$ 32,828	\$ 2,620,127
LIABILITIES																	
Accrued liabilities	\$ 27	\$ 226	\$ 4	\$ 139	\$ 485	\$ 187	\$ 38	\$ 18	\$ 150	\$ 147	\$ 47	\$ 39	\$ 7	\$ 4,276	\$ 37	\$ 8	\$ 5,835
Liability for collateral held for securities on loan	205	-	-	2,197	1,833	6,919	-	-	-	-	-	-	-	-	2,271	-	13,425
Payable for purchase of securities	-	-	-	58	30	37,197	-	-	-	-	27	-	-	-	594	-	37,906
Total liabilities	232	226	4	2,394	2,348	44,303	38	18	150	147	74	39	7	4,276	2,902	8	57,166
Funds administered																	
Institutional and annuity and life income funds	140,329	143,305	6,990	39,529	365,076	191,741	46,459	104,890	148,461	102,875	58,774	113,642	105,678	44,607	74,320	32,234	1,718,910
Unrealized net gain (loss) on investments	101,680	90,108	3,626	11,278	70,183	3,608	4,954	74,665	73,420	31,737	4,947	(478)	(23)	369,298	4,462	586	844,051
Total funds administered	242,009	233,413	10,616	50,807	435,259	195,349	51,413	179,555	221,881	134,612	63,721	113,164	105,655	413,905	78,782	32,820	2,562,961
Total liabilities and funds administered	\$ 242,241	\$ 233,639	\$ 10,620	\$ 53,201	\$ 437,607	\$ 239,652	\$ 51,451	\$ 179,573	\$ 222,031	\$ 134,759	\$ 63,795	\$ 113,203	\$ 105,662	\$ 418,181	\$ 81,684	\$ 32,828	\$ 2,620,127
Number of units in fund	243,719.205	1,604,911.732	97,711.661	477,996.029	1,850,867.489	1,572,983.841	482,376.824	1,202,963.167	496,618.096	799,497.428	563,664.087						
Market value per share	\$ 992.98	\$ 145.44	\$ 108.64	\$ 106.29	\$ 235.17	\$ 124.19	\$ 106.58	\$ 149.26	\$ 446.79	\$ 178.66	\$ 113.05						

¹The fund of funds are invested in the core funds listed above and include the following:

Fund
HighGround Capstone Endowment Fund Apex (APEX)
HighGround Capstone Endowment Fund Peak (PEAK)
HighGround Capstone Endowment Fund Summit (SUMT)
HighGround Institutional Fund (IIF)
HighGround Keystone Endowment Fund Peak (KEYPK)
HighGround Keystone Endowment Fund Summit (KEYSU)
HighGround Cornerstone Endowment Fund (HGCOR)
HighGround Domestic Equity Fund (DEF)
HighGround Global Equity Fund (GEF)
HighGround Growth Fund (HGGRO)
HighGround Balanced Fund (HGBAL)
HighGround Conservative Fund (HGCNS)

²Interfund transactions have been eliminated from the respective balance sheets.

³Low Duration Fund and Enhanced Cash Fund are maintained at a \$1.00 market value per share.